

DRAFT LIST OF ACCEPTED EXPENSE CLAIMS

Part 1: Claims or obligations arising out of the provision of employment, property, goods or services (the scope of which is set out in Column 3), which have been or will be rendered in the ordinary course of business by the Payee (in Column 2) to Nortel Networks S.A. (in Column 1), to the extent they have been or will be accepted as Expense Claims by the Joint Administrators.

Part 2: Obligations owed under the agreements, arrangements or assurances (in Column 3) by the relevant Nortel entity (in Column 1) to the relevant Payee (in Column 2), to the extent that they have been or will be accepted as Expense Claims by the Joint Administrators.

Updates to this list: This list, which will be uploaded to the Joint Administrators' website, will be updated from time to time to reflect: (a) any Expense Claims that the Joint Administrators agree or propose to agree with additional payees; and (b) any further obligations owed to existing payees which the Joint Administrators accept as Expense Claims.

	Nortel entity	Payee	Scope
PART 1			
Nortel Networks S.A.			
1.	Nortel Networks S.A.	Betto Seraglini	Legal Fees
2.	Nortel Networks S.A.	David Shearer	Administrative expenses
3.	Nortel Networks S.A.	Ernst & Young France	Joint Administrators' costs – fees and disbursements relating to the Administration
4.	Nortel Networks S.A.	Ernst & Young UK	Joint Administrators' costs – fees and disbursements relating to the Administration
5.	Nortel Networks S.A.	Herbert Smith France	Legal Fees
6.	Nortel Networks S.A.	Herbert Smith UK	Legal Fees
7.	Nortel Networks S.A.	Isonomy	Conflict Administration's Fees
8.	Nortel Networks S.A.	Lax O'Sullivan Scott Lisus LLP	Legal Fees

	Nortel entity	Payee	Scope
9.	Nortel Networks S.A.	Nortel Networks International Finance & Holding B.V.	Professional Charges – FSD costs and CVA costs
10.	Nortel Networks S.A.	Nortel Networks UK Limited	Management fees and Allocation-related legal Fees
11.	Nortel Networks S.A.	Skadden Arp	Legal Fees
12.	Nortel Networks S.A.	Stikeman Elliot	Legal Fees
13.	Nortel Networks S.A.	Xplanation	Translation Services
14.	Nortel Networks S.A.	Nortel Networks (Ireland) Limited	Management recharge
15.	Nortel Networks S.A.	Creditors' Committee	Committee Fees
16.	Nortel Networks S.A.	Bank of Scotland plc Barclays Bank plc The Royal Bank of Scotland plc	Bank charges

	Nortel entity	Payee	Agreement / Arrangement / Assurance
PART 2			
None.			