

NORTEL NETWORKS CORPORATION
Consolidated Financial Information
(U.S. GAAP; Millions of U.S. dollars)

Segmented revenues

The following table summarizes our revenue by reportable segment for:

	Three months ended			Twelve months ended	
	December 31, 2006	September 30, 2006 <i>As restated</i>	December 31, 2005 <i>As restated</i>	December 31, 2006	December 31, 2005 <i>As restated</i>
Revenues					
Mobility and Converged Core Networks	\$ 1,672	\$ 1,522	\$ 1,757	\$ 5,922	\$ 5,680
Enterprise Solutions	806	581	501	2,340	2,105
Metro Ethernet Networks	473	432	400	1,670	1,408
Global Services	313	331	307	1,242	1,170
Total reportable segments	3,264	2,866	2,965	11,174	10,363
Other	58	60	63	244	146
Total revenues	\$ 3,322	\$ 2,926	\$ 3,028	\$ 11,418	\$ 10,509

Geographic revenues

The following table summarizes our geographic revenues based on the location of the customer for:

	Three months ended			Twelve months ended	
	December 31, 2006	September 30, 2006	December 31, 2005	December 31, 2006	December 31, 2005
U.S.	\$ 1,515	\$ 1,304	\$ 1,367	\$ 5,092	\$ 5,203
EMEA	893	825	763	3,239	2,704
Canada	186	228	134	720	571
Asia	545	431	580	1,736	1,422
CALA	183	138	184	631	609
Total	\$ 3,322	\$ 2,926	\$ 3,028	\$ 11,418	\$ 10,509

(a) Europe, Middle East and Africa

(b) Caribbean and Latin America

Network Solutions revenues

The following table summarizes our revenues by category of network solutions for each of our reportable segments for:

	Three months ended			Twelve months ended	
	December 31, 2006	September 30, 2006	December 31, 2005	December 31, 2006	December 31, 2005
Revenues					
Mobility and Converged Core Networks					
CDMA solutions	\$ 788	\$ 699	\$ 575	\$ 2,512	\$ 2,181
GSM and UMTS solutions	636	557	935	2,413	2,615
Circuit and packet voice solutions	248	266	247	997	884
	1,672	1,522	1,757	5,922	5,680
Enterprise Solutions					
Circuit and packet voice solutions	570	391	355	1,628	1,477
Data networking and security solutions	236	190	146	712	628
	806	581	501	2,340	2,105
Metro Ethernet Networks					
Optical networking solutions	350	322	287	1,186	1,008
Data networking and security solutions	123	110	113	484	400
	473	432	400	1,670	1,408
Global Services	313	331	307	1,242	1,170
Other	58	60	63	244	146
Total revenues	\$ 3,322	\$ 2,926	\$ 3,028	\$ 11,418	\$ 10,509