

**APPENDIX "RR"**

**Health & Welfare Trust Fund  
Debt Due from Sponsoring Company(ies) as shown on the HWT financial statements**

<b>Year</b>	<b>Amount (\$)</b>
1981	3,615,003
1982	2,488,576
1983	3,530,315
1984	5,851,282
1985	7,575,941
1986	15,390,909
1987	12,470,788
1988	14,907,132
1989	16,232,000
1990	15,127,000
1991	14,500,000
1992	17,622,000
1993	24,550,000
1994	22,401,000
1995	21,666,000
1996	27,771,000
1997	32,213,000
1998	33,756,000
1999	34,706,000
2000	29,697,000
2001	29,825,000
2002	27,759,000
2003	19,991,000
2004	20,290,000
2005	31,121,000
2006	42,518,000 <sup>1</sup>
2007	40,643,000
2008	37,064,000
2009	1,358,000 <sup>2</sup>

<sup>1</sup> As reported in the notes to the 2009 HWT financial statements, in 2005 Nortel undertook a valuation of the fund to determine the funded status of the plans. Nortel suspended contributions to the HWT for a 12 month period over 2005 and 2006, resulting in an increase in the Due from Sponsoring Company amount.

<sup>2</sup> Note 4 of the 2009 HWT financial statements shows an amount due from sponsoring company of \$28,343,000, against which a provision for doubtful accounts of \$26,985,000 has been taken. The \$1,358,000 net balance represents IBNR claims that, as reported, will be paid by the administrator pursuant to the Settlement Agreement.