Q2 2007 Results

August 1, 2007

Safe Harbour Notice

Certain statements made in the attached presentation are forward-looking statements ("FLS") and are subject to important risks, uncertainties and assumptions. Such statements address, among others: financial guidance relating to revenue, EPS, free cash flow, EBITDA and capital intensity, anticipated cost efficiencies, the expected closing date of the privatization transaction, our plans and strategies and other items that are not historical facts. The results or events predicted in these FLS may differ materially from actual results or events. As a result, you are cautioned not to place undue reliance on these FLS. Assumptions underlying such FLS and risk factors that could cause results or events to differ materially from current expectations are discussed below. Except as otherwise indicated by us, these statements do not reflect the potential impact of any non-recurring or other special items or of any transactions that may be announced or that may occur after August 1, 2007. **The FLS contained in the attached presentation represent the expectations of BCE Inc. and its subsidiaries (collectively "we", "us", or "BCE") as of August 1, 2007 and, accordingly, are subject to change after such date. However, we disclaim any intention and assume no obligation to update or revise any FLS, whether as a result of new information, future events or otherwise.**

A number of assumptions were made by us in the preparation of these FLS, including: (i) assumptions about the Canadian economy related to GDP, the business prime rate and the Consumer Price Index; (ii) Canadian market assumptions related to: (a) the overall telecommunications market, (b) the residential voice telecommunications market, (c) wireline competition, and (d) the wireless, video and Internet markets; (iii) internal operational and financial assumptions related to: (a) wireless, video and high-speed Internet subscriber growth as well as ARPU for these services, (b) total net benefit plans cost, (c) the funding of our benefit plans, (d) Bell Canada's capital intensity, (e) productivity improvements, (f) restructuring costs, (g) amortization expense, (h) the applicable effective tax rate, and (i) the level of cash taxes; and (iv) assumptions relating to transactions such as BCE Inc.'s NCIB program, which has been suspended, and the proposed disposition of Telesat and closing of the proposed privatization transaction which are both subject to certain approvals and closing conditions.

Risk factors that could cause results or events to differ materially from current expectations include, among other things: the intensity of competitive activity and the increase in wireless competitive activity that could result from Industry Canada's consultation concerning the possible licensing of additional wireless spectrum; the potential adverse impact on our business of wireless number portability; general economic and market conditions and the level of consumer confidence and spending, and the demand for, and prices of, our products and services; our ability to implement our strategies and plans in order to produce the expected benefits and growth prospects; our ability to transform our cost structure, improve productivity and contain capital intensity while maintaining quality of services; our ability to anticipate, and respond to, changes in technology, industry standards and client needs and migrate to and deploy new technologies and offer new products and services rapidly and achieve market acceptance thereof; events affecting the functionality of our networks or of the networks of other carriers on which we rely to provide our services; our ability to improve and upgrade, on a timely basis, our various IT systems and software on which many aspects of our businesses, including customer billing, depend; our ability to effectively manage labour relations and negotiate satisfactory labour agreements and maintain service to customers during work stoppages; our ability to maintain customer service in the event of the occurrence of epidemics; health concerns about radio frequency emissions; potential legislation restricting in-vehicle use of cell phones; the availability and cost of capital required to implement our business plan and fund capital and other expenditures and the potential adverse impact on our liquidity of the proposed privatization transaction; the impact of pending or future litigation and of adverse changes in laws or regulations, or of adverse regulatory initiatives or proceedings, including decisions by the CRTC affecting our ability to compete effectively; increased pension fund contributions; BCE Inc.'s dependence on the ability of its subsidiaries to make distributions to it; stock market volatility; the potential for licences on which we rely to provide services to be revoked or not renewed when they expire; launch and in-orbit risks and the ability to obtain appropriate insurance coverage at favourable rates, concerning Telesat's satellites, certain of which are used by Bell ExpressVu to provide services.

For a more complete description of assumptions made by BCE in preparing FLS and risks that could affect our business and results, please refer to the sections entitled "Competitive Environment", "Regulatory Environment" and "Assumptions and Risks Underlying Our Forward-Looking Statements" contained in BCE Inc.'s MD&A for the year ended December 31, 2006 at pages 39 to 55 of the Bell Canada Enterprises 2006 Annual Report, as updated in BCE Inc.'s 2007 First and Second Quarter MD&As dated May 1, 2007 and July 31, 2007, respectively, filed by BCE Inc. with the SEC under Form 40-F and Form 6-K, respectively (available on EDGAR at www.sec.gov), and with the Canadian securities commissions (available on SEDAR at www.sedar.com), and which are also available on BCE Inc.'s site at www.bce.ca .

The terms free cash flow, EBITDA and EPS before restructuring and other items, net gains on investments and costs incurred to form Bell Aliant used in the attached presentation do not have any standardized meaning prescribed by Canadian GAAP and are therefore unlikely to be comparable to similar measures presented by other issuers. Please see the section entitled *Non-GAAP Financial Measures* in BCE Inc.'s Second Quarter MD&A for more details on these non-GAAP measures.

Michael Sabia
CEO

Q2 2007

Wireless improving

- Improved traction in the market
  - Gross adds up 6% y/y
- ARPU and EBITDA improvements continue

Wireline on track

- NAS losses below last year for second quarter in a row
- Local and LD revenue erosion rates lower
- Internet subscriber activations up 16% y/y

Delivering profitable growth

- Revenue growth 1.4% y/y up from 0.4% in Q1
- Productivity of $122M in Q2, ahead of schedule
- Bell EBITDA growth solid at 3.2%
- EPS(1) growth 3.7%

(1) Before restructuring and other items, net gains (losses) on investments and costs incurred to form Bell Aliant

Continued progress

Transaction Update – Regulatory Filings

Competition Filings

- Canadian Competition Bureau
- US Department of Justice

License Filings

- CRTC for broadcasting licenses
- Industry Canada for spectrum licenses
- FCC for interstate and international communication services
- 7 US states for intrastate communication services

Expect all applications to be filed shortly

On track

George Cope
COO

Wireless Financials

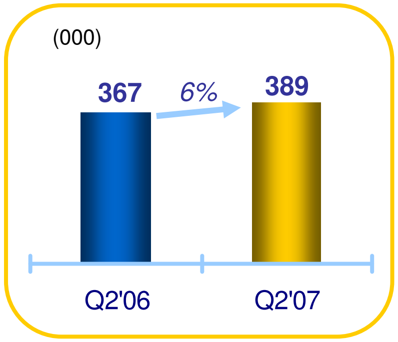
($M)	Q2'07	Y/Y
Revenues		
Network	920	8.9%
Equipment	74	(9.8)%
Operating revenues	1,006	7.4%
EBITDA	401	14.9%
EBITDA margin (network revenues)	43.6%	2.3pts
CAPEX	78	↓ 27.1%
Capital Intensity	7.8%	↓ 3.6pts
EBITDA-CAPEX	323	33.5%

- **Network revenue growth of 8.9%**
- **Equipment impacted by discounts and $9M non-recurring radio revenues in 2006**
- **Solid EBITDA growth of 14.9%**
  - Margin increase 2.3pts y/y
  - Flow-through 69%
- **Accelerated capex investment in network quality**
  - 28% improvement in dropped calls in GTA vs Q2'06

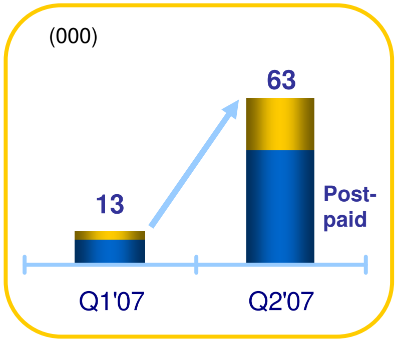
Steady financial performance

Wireless Metrics

Gross Activations

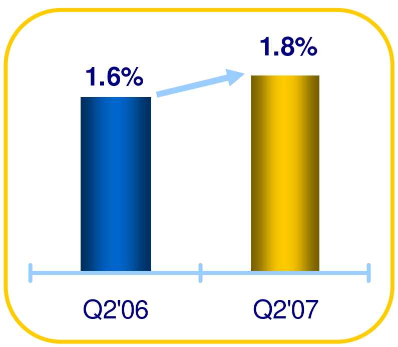


Net Activations



ARPU

Churn



- **Gross activations up 22k or 6% y/y**
  - Best ever Q2 performance
- **Improvements in sales channels**
  - Retail traffic strong
  - More points of sale
- **New handsets and Data innovations:**
  - Blackberry 8830, LG Cherry Chocolate, Sanyo 7050
  - Sirius Satellite Radio, Facebook, Self-Serve Mobile Browser
- **Net additions of 63K**
  - Down 34k y/y
  - Improved vs 13k in Q1'07
- **ARPU up $3 y/y**
  - Pricing and data
  - Focus on high usage subs
- **Churn 1.8% up 0.2pts**
  - Higher postpaid churn due to WNP and tighter policy on discounts and upgrades
- **COA $442 up $17 y/y**
  - Investing in subscriber growth

Trajectory improving

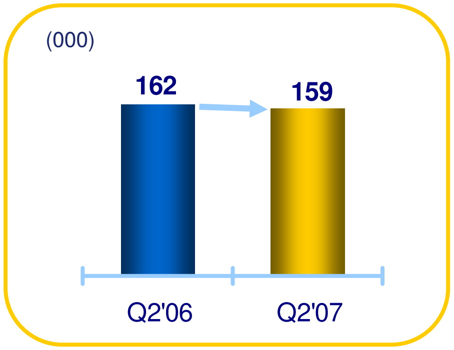
Wireline

($M)	Q2'07	Y/Y
Revenues		
Local & Access	910	(3.7)%
Long Distance	307	(8.6)%
Data	880	0.3%
Video	322	12.6%
Equipment & other	194	2.1%
Operating revenues	2,654	(0.8)%
EBITDA	997	(0.8)%
EBITDA margin	37.6%	0.0pts
CAPEX	460	↓11.7%
Capex Intensity	17.3%	↓2.2pts
EBITDA-Capex	537	11%

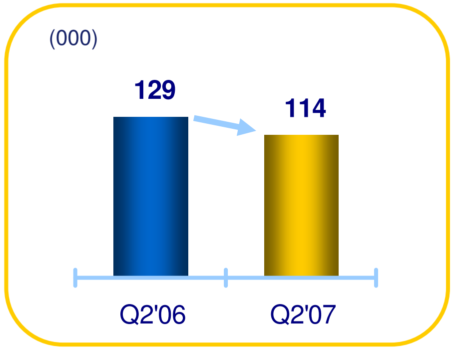
- **Residential making progress in competitive landscape**
  - Re-launch of Bell Bundle: >90% of customers upgrading
  - Winbacks and retention offers
- **SMB strong quarter – continued growth and profitability**
- **Enterprise profitability focus leads to EBITDA growth y/y**
  - Growth in connectivity business
  - Restructuring of ICT
- **Data revenues lower by $10M due to regulatory impact**
- **Continued progress on customer service**
  - Missed appointments down 18% y/y

Local & LD

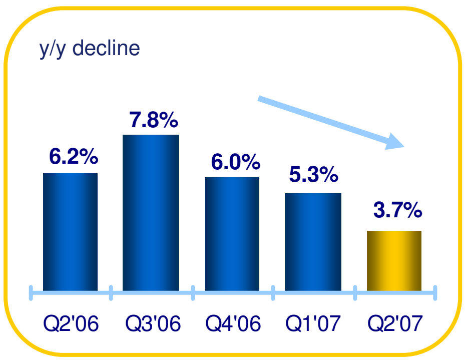
Residential NAS Losses



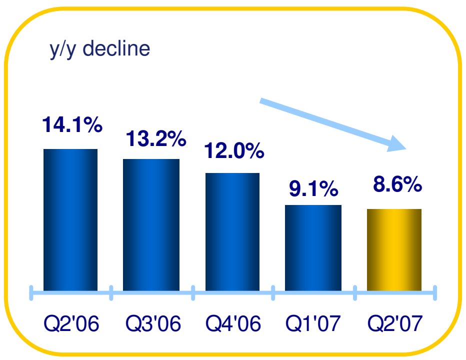
Total NAS Losses



Local Revenues



LD Revenues

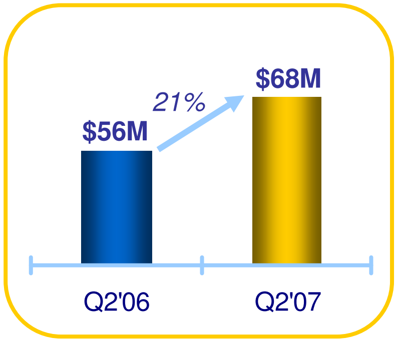


- **NAS losses down for the second consecutive quarter**
  - Residential winbacks up 50% y/y
  - Business strength
- **Local revenues erosion slowed for third quarter in a row**
  - Disciplined reprice of connectivity business
- **LD revenues down 8.6% vs 14.1% in Q2'06**
  - Lowest erosion rate since Q2'04

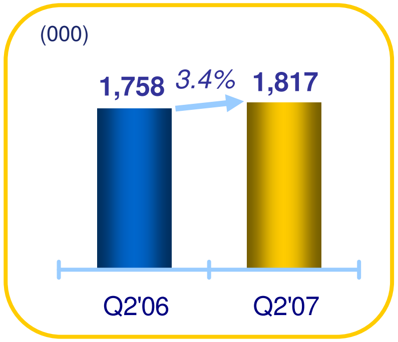
Video

ARPU

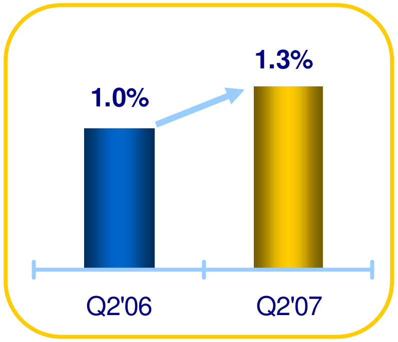
EBITDA



EOP Subscribers



Churn

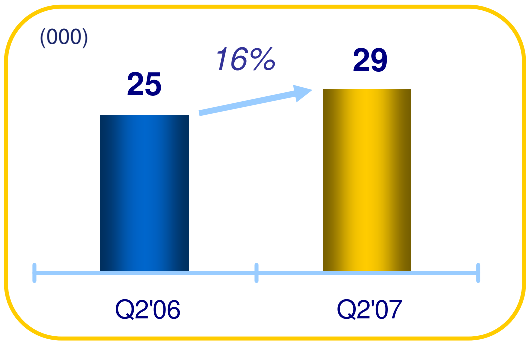


- **Revenue growth of 12.6%**
- **ARPU up $4 due to programming mix and pricing initiatives**
- **Churn at 1.3% up 0.3pts y/y**
  - One-time adjustment of 8k non-revenue generating customers
- **Net additions of (7k) vs 19k last year**
- **EBITDA growth of 21% y/y**

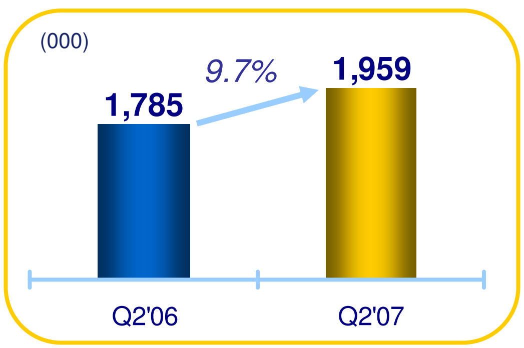
Continued focus on profitability

Data

ISP Net Activations



ISP EOP Subscribers



ISP

- **Solid subscriber growth during industry's seasonally weakest quarter**
  - Net adds up 16% y/y
- **Effective promotions driving acquisitions while supporting better price points**
  - Re-launch of Bell Bundle
  - Internet and PC offers
- **Strong migrations to premium offerings**
- **Continued low churn**

Business Data

- **Enterprise strength in connectivity**
  - ICT not pursuing lower margin sales, restructuring completed
- **SMB growth from ISP and equipment sales**
- **Legacy Data revenues lower by $10M due to regulatory impact**

Operational Focus

- **Improve wireless performance** ✓
- **Curtail Residential NAS losses** ✓
  - Executional focus on winbacks and retention
  - Focused regional marketing strategies
  - Prepare for forbearance
- **Slow erosion of traditional services** ✓
  - Minimize re-price
- **Drive out costs to maintain margins** ✓
- **Improve EBITDA flow-through on growth products** ✓
- **Efficient and targeted capex investment** ✓
  - Continued investment in FTTN and wireless

Siim Vanaselja
CFO

Financial Review

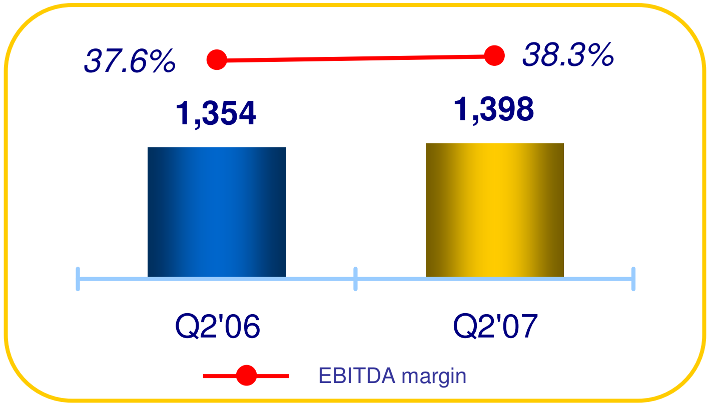
($M)	Q2'07	Y/Y
Revenues		
Bell	**3,648**	**1.4%**
Bell Aliant	826	1.3%
Telesat	161	34.2%
BCE	**4,438**	**1.5%**
EBITDA		
Bell	**1,398**	**3.2%**
Bell Aliant	325	(2.7)%
Telesat	93	32.9%
BCE	**1,777**	**2.5%**
EPS (1)	**$0.56**	**3.7%**

(1) Before restructuring and other items, net gains (losses) on investments and costs incurred to form Bell Aliant

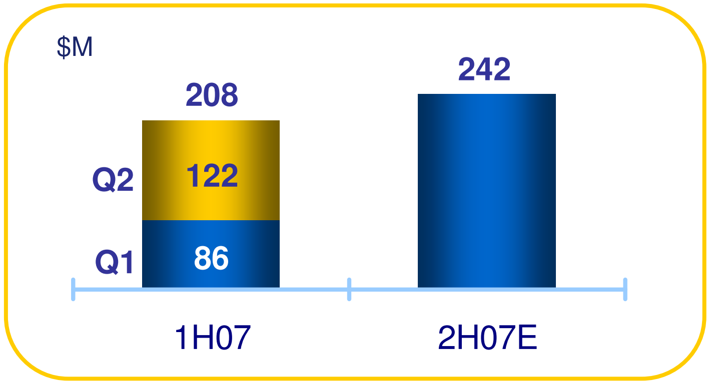
- **Bell revenue growth 1.4%**
  - Slowing of legacy wireline erosion
  - Continued growth in wireless, video, internet
- **Bell EBITDA growth 3.2%**
  - EBITDA margin 38.3% up 0.7pts y/y
- **Bell Aliant revenue growth from IT services, internet and data**
- **Telesat revenue growth primarily from broadcast**
  - Launched Anik F3 and began offering services
- **EPS(1) of $0.56 up 3.7% reflects EBITDA growth**

EBITDA & Cost Efficiencies

Bell EBITDA ($M)



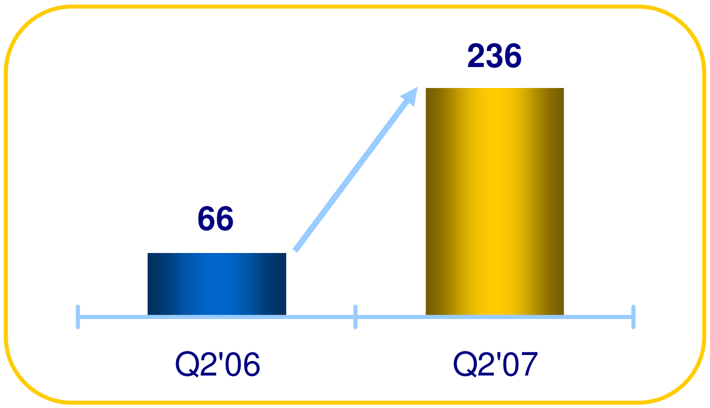
Cost Efficiencies (Bell)



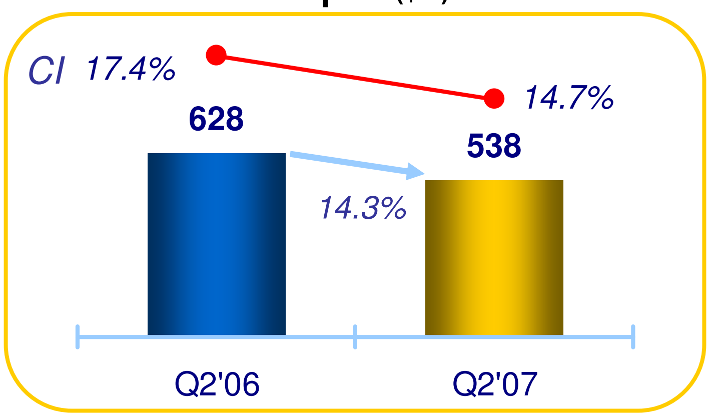
- **Bell EBITDA growth of 3.2%**
  - Continued focus on profitability
  - Net benefit plans cost improvement
- **Cost efficiencies of $122M in Q2**
  - $208M YTD, slightly ahead of plan and on track for full year target of $450M
- **$63M from Procurement**
  - Outsourcing, settlements and handset savings
- **$59M from Process**
  - Reduced consulting, call centre costs and marketing

Free Cash Flow & Capex

BCE FCF ($M)



Bell Capex ($M)



- **BCE FCF $236M in Q2, up $170M y/y**
  - $112M lower capex y/y
  - $70M lower interest costs
  - $44M increased EBITDA
  - $(39M) timing of pension instalments
  - Working capital improvements
- **Bell Capex/revenues 14.7%**
  - Wireless capital focused on improved network quality, data expansion and distribution
  - Wireline focused on FTTN and service quality
- ***Capex spending to increase in second half of year in line with guidance***

FCF and Capex on track

Q3 Priorities

- **Further step up revenue trajectory**
- **Improve wireless share in disciplined manner**
- **Progress privatization transaction**
  - Expect closing in Q1 2008