



January 24, 2001

Fourth Quarter 2000 (Unaudited)

Investor Briefing

This supplement to the press release announcing BCE's Quarterly results is intended to provide, on a timely basis, information of interest to the investment community.

Results are reported in Canadian dollars and prepared according to Canadian GAAP.

For further information, please contact Sophie Argiriou at (514) 786-3845 or George Walker at (514) 870-2488.

The Investor Briefing is also available on BCE's web site at www.bce.ca under the Investor Relations section.

Certain sections of this document contain forward-looking statements with respect to BCE and its subsidiaries. These forward-looking statements, by their nature, necessarily involve risks and uncertainties that could cause actual results to differ materially from those contemplated by the forward-looking statements. Factors which could cause actual results or events to differ materially from current expectations are discussed on page 24 under "CAUTIONARY STATEMENT CONCERNING FORWARD-LOOKING STATEMENTS".

This material is presented for information only, and should not be construed as a solicitation to invest in any securities of BCE Inc.



Investor Briefing

January 24, 2001

■ BCE Announces 8% Revenue Growth In The Fourth Quarter and 9% for the year

Cash baseline earnings up 10% - Data revenues up 29%

Sympatico High Speed Edition customers up 49% over the third quarter

- BCE today reported its fourth quarter results which continue to show strong growth driven by Bell Canada and BCE Emergis.
- Consolidated revenues for the fourth quarter of 2000 were \$5.2B. This reflects a 7.7% increase over the same period last year,
- excluding CTV, Teleglobe and Excel for comparison purposes.
- Consolidated EBITDA was \$1.7B. This reflects 9.0% growth, excluding CTV, Teleglobe and Excel.
- Consolidated cash baseline earnings were \$299M.
- Excluding CTV, Teleglobe and Excel this represents 9.7% growth.
- Consolidated cash baseline earnings per share were \$0.40 for the quarter and \$1.81 for the year 2000.

Summary of Fourth Quarter Results			
<i>(Millions of dollars, except where otherwise indicated)</i>			
	2000	1999	% change
Consolidated results			
Revenues	5,185	4,230	22.6%
EBITDA	1,699	1,508	12.7%
Cash baseline earnings to common shares	299	263	13.7%
Cash baseline earnings per common share (\$)	0.40	0.41	(2.4%)
Bell Canada Growth drivers			
<i>Wireline</i>			
Data revenues	839	652	28.7%
Sympatico High Speed Edition subscribers (k, at December 31)	264	51	417.6%
<i>Bell Mobility</i>			
Revenues	352	289	21.8%
PCS and cellular subscribers (k, at December 31)	2,340	1,797	30.2%
PCS and cellular net activations (k)	185	111	66.7%
<i>Bell ExpressVu</i>			
Revenues	98	47	108.5%
DTH subscribers (k, at December 31)	722	416	73.6%
DTH net activations (k)	128	119	7.6%
Teleglobe			
Net Data Revenues ⁽¹⁾	158	104	51.9%
BCE Emergis			
Revenues	141	62	127.4%

(1) Reflects 3 months of revenues.

Data / DSL Growth

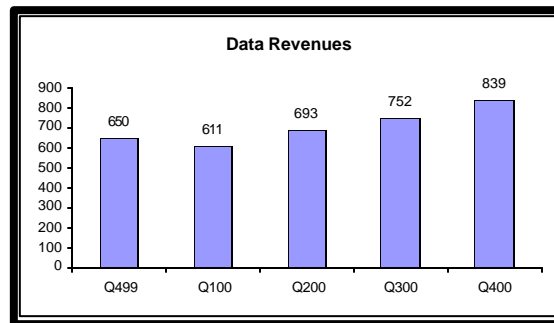
Bell data revenues increased by 29% to \$839M in the fourth quarter of 2000 compared to the same period last year.

Growth

- Once again, revenue increases in Bell Nexxia's IP & Broadband services of 60% and a 150% increase in Sympatico revenues were the driving forces contributing to the 29% growth in data revenues compared to the fourth quarter last year.
- The number of digital equivalent access lines grew to 3.2M, reflecting an 11% increase over the third quarter and a 46% growth compared to last year.

Customer Wins

- Bell Nexxia's 4th quarter brought major contract wins worth over \$1 billion from customers using its entire suite of services and focusing on Nexxia as a single source communications supplier for services ranging from consulting to IP services and Gigabit Ethernet.

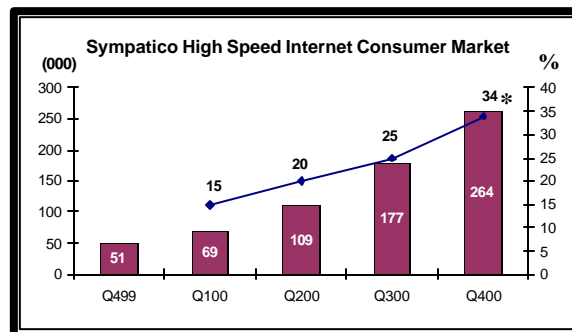


- In November, Bell Nexxia reinforced its position as a serious contender in the west by leveraging the Bell Intrigna relationship and winning the Government of Alberta's \$300 million contract for a network infrastructure program.
- Also in November, Bell Nexxia announced its largest contract award to date, a multi-year supply agreement to provide CIBC with 100% of its Canadian voice and data transport services.
- Bell Nexxia also signed a multi-year contract with BMO which will see Bell Nexxia become the IP engine for their e-commerce strategy.
- Nexxia also signed its first e-learning deal with the Hudson's Bay Company.

Sympatico High Speed Internet customer base grows to 264,000. Market share in Ontario and Quebec increases to 34%.

- Bell Canada's Sympatico High Speed Edition closed the year at 264,000 customers, shattering its year-end target of 200,000 by more than 30%. Including Aliant, consumer DSL services grew to 299,000 customers.
- The 87,000 increase in subscribers in Bell Canada's territory in the fourth quarter led to a rise in market share to 34%.

- During the quarter Bell Canada captured 58% of all new high speed Internet additions.



- In addition to its success with its consumer offering, Bell Canada also closed the year with another 36,000 customers for its business and wholesale DSL service offerings, bringing its total DSL customer base to 300,000, excluding Aliant.
- As of year end, nearly 70% of all homes and business lines in Bell Canada territory were eligible for DSL service, a significant improvement over the 38% coverage at year end 1999.

* Reflects improved market information as a result of the Rogers and Shaw swap of cable properties.

Wireless Growth

Bell Mobility wireless revenues of \$352 million were up 22% from the prior year's quarter. PCS and cellular net additions of 185,000 were a Bell Mobility record. On an annual basis, PCS and cellular subscribers grew 30% to 2,340,000.

Improved subscriber mix

- Of the 185,000 record breaking net additions of PCS and cellular customers, 62% represented higher value postpaid subscribers. At year end, 70% of total PCS and cellular customers were postpaid. Including Aliant, total PCS and cellular customers grew by 220,000 this quarter to reach 2,769,000.

reflective of Bell Mobility's commitment to provide existing customers with quality service levels, hardware upgrades and differentiated products that meet their changing needs.

ARPU

- Bell Mobility's ARPU of \$48 during the fourth quarter remained unchanged from last quarter and from the fourth quarter of 1999.

launch. Looking ahead, the recently announced digital network buildout and 3G trials position us to build on our success.

National Expansion

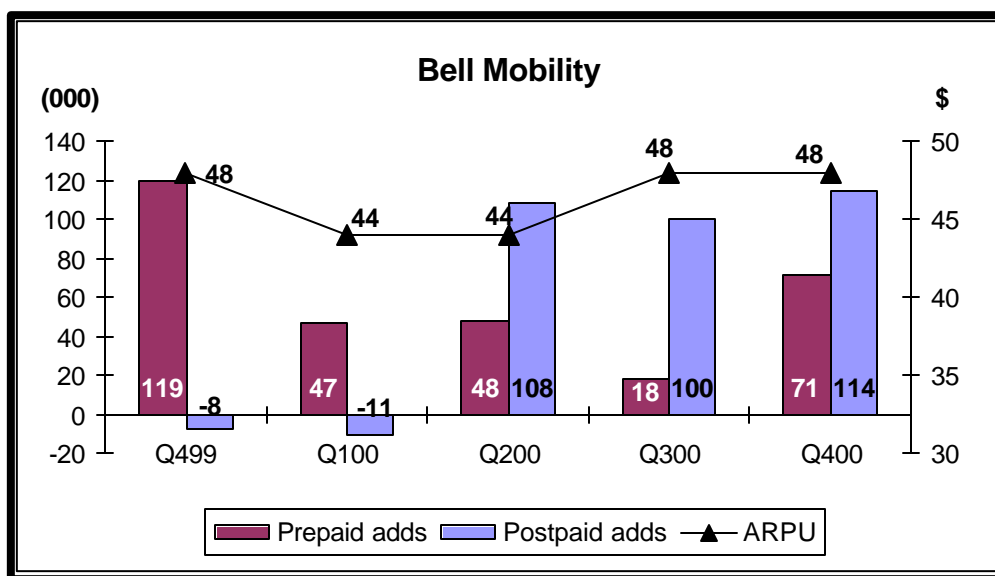
- Bell Mobility, together with its Wireless Alliance partners, is participating in the spectrum auction which commenced on January 15, 2001. If successful, additional spectrum will make it possible to address the capacity needs of the fast growing customer base in existing markets as well as bringing enhanced wireless services to Canadians on a national basis.

Low Churn

- Bell Mobility's post-paid churn declined in the fourth quarter of 2000, falling to an industry leading 1.3%, down from 1.4% in the third quarter and well below the 1.9% in the fourth quarter of 1999. This continued improvement is

Wireless data

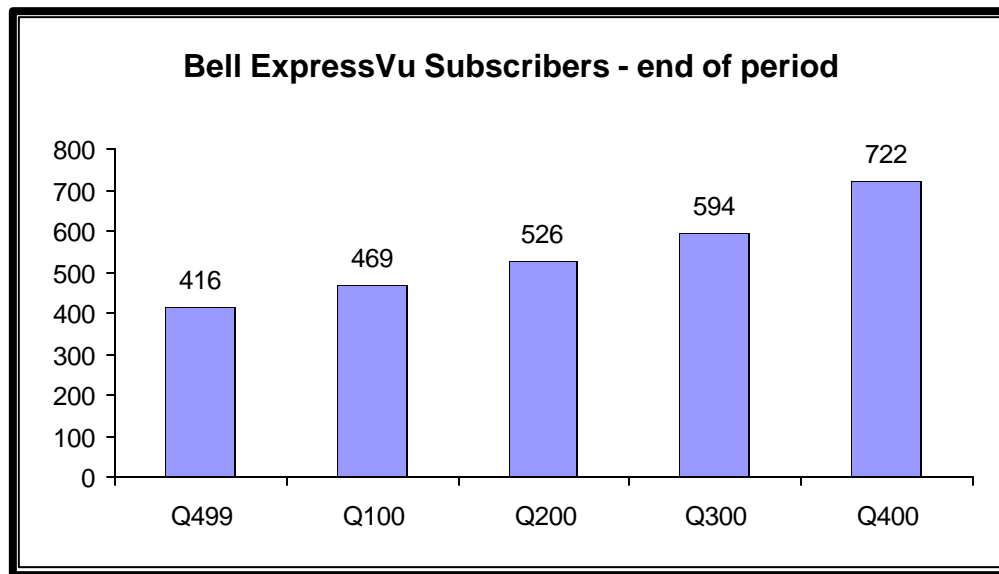
- Explosive growth of Mobile Browser continued as data hits for the fourth quarter reached 19M, up nearly 60% from the third quarter. As of year-end, there were nearly 300,000 customers who had used the Mobile Browser since its



DTH Growth

After just three years in operation, Bell ExpressVu has become the country's leading direct-to-home (DTH) satellite TV company and the fifth largest broadcast distributor of television content.

- Compared to the fourth quarter of 1999, revenues more than doubled to \$98M.
- This growth was driven by an increase in Bell ExpressVu's subscriber base, which exceeded 722,000 at the end of the year.
- Bell ExpressVu increased its estimated market share from 55% to 58% of net subscriber additions. Some 57% of Bell ExpressVu's net additions came from urban areas.
- During the quarter, Bell ExpressVu increased its monthly average revenue per subscriber to approximately \$48. The full year average revenue per subscriber of \$47 is a significant improvement from \$44 in 1999, driven by increases in pay-per-view revenues.
- Bell ExpressVu achieved annualized churn of 10.3% which compares favorably to U.S. DTH providers who have churns in the 15% range.
- Bell ExpressVu's multi-dwelling unit division, together with Sympatico, entered into a deal with CAP REIT that will allow them access to 8,370 residential units across Canada. This adds to two similar deals entered into earlier this year with Metropolitan Toronto Housing Authority and Les Placements Supra.



Bell Globemedia

CRTC approves BCE acquisition of CTV. Bell Globemedia, Canada's premier company in the fields of broadcasting, print, and new media created.

- In December, BCE received CRTC approval of its purchase of CTV, thus paving the way for BCE to proceed with the launch of Bell Globemedia, Canada's premier company in the fields of broadcasting, print and new media.
- The launch took place on January 9, 2001 following the closing of the deal by its owners BCE Inc. (70.1%), the Thomson Corporation (20%) and the Woodbridge Company Limited (9.9%).

CTV

- CTV revenues for the three months ended December 31, 2000 were \$256 million, an

increase of 67% compared to the same period last year. This increase reflects the purchase of NetStar Communications Inc. effective April 2000 and the fact that CTV's conventional broadcasting business benefited from a strong programming line-up and improved ratings in news and entertainment.

- The acquisition of NetStar has provided CTV with a more stable and diversified revenue stream with advertising now representing around 70% of consolidated revenues compared to 90% last year.

- EBITDA margins have also improved from 19% in 1999 to 21% this year due to higher margins on the specialty channel operations.

Sympatico-Lycos

- In December, the Sympatico websites had 6.8M unique visitors.
- Pageviews for the quarter for all Sympatico-Lycos sites were 421M.

Teleglob

Teleglob acquisition completed November 1, 2000. Contributes \$326M of revenue and \$20M of EBITDA to BCE's results, for November and December.

- In the fourth quarter, Teleglob continued to show progress in its turnaround. For the full quarter, data revenues of \$158M and EBITDA of \$40M both reflect steady improvement over previous quarterly results.
- Progress was also made in reducing the data backlog after the acquisition of additional capacity late in the third quarter. The data backlog currently stands at \$90M on an annualized basis.
- During the quarter, Globesystem's European ring

encompassing London, Paris, Amsterdam and Frankfurt went into service.

- In November, Teleglob announced its plans to build Internet Data Centers (IDCs) in 8 strategic locations. Leases for the Washington and Miami IDC's were finalized in the fourth quarter and the Washington build is underway.
- In November, Teleglob announced the signing of a US\$400 million contract with Nortel networks for the supply of high-performance optical

Internet systems throughout Teleglob's global IP network.

- In November, Teleglob announced a technology alliance with Inktomi for the high-performance delivery of rich media and web content worldwide. Since then, Teleglob has announced contracts for its caching and streaming media services.

BCE Emergis

Once again, BCE Emergis achieved significant quarter over quarter and sequential revenue growth. Revenues for the fourth quarter were up 131% over the same period last year.

- Revenues for the fourth quarter of 2000 were \$141 million, \$80 million higher compared to the prior year's quarter mainly driven by growth in the eHealth and Canadian business units. The acquisition of UP&UP earlier this year accounted for most of the eHealth segment's growth.
- BCE Emergis now focuses its activities in three business units (Canadian, US, and eHealth), offering a full suite of products to companies in transaction-intensive, eHealth and financial services sectors.

Recent highlights include:

Strategic agreement with JP Morgan Chase

- In January 2001, Emergis and J.P. Morgan Chase entered into a strategic agreement to

implement an electronic invoice presentment and payment solution. J.P. Morgan Chase will offer Emergis e-Invoicing as a solution for corporate, middle market, financial institution and net marketplace wholesale banking clients to use with their trading partners. This transaction represents a milestone for BCE Emergis in expanding its business base in the U.S.

e-route launches service

- During the fourth quarter, e-route inc., the consortium of Canada's main financial institutions launched its e-bill presentment service. BCE Emergis which has a 10-year exclusive contract with e-route, operates the electronic billing and document presentment platform which will link

financial institutions, billing organizations and consumers.

Descartes Strategic Alliance

- In December, BCE Emergis signed a multi-faceted strategic alliance with Descartes Systems Group, a leading provider of global Internet logistics solutions. Through this alliance, BCE Emergis will sell its transportation logistics messaging business to DesCartes and utilize their logistic services to expand its own e-commerce service offerings. This alliance will not only add depth and reach to Emergis' e-commerce services offering but will allow Emergis to focus on its core market activities in eHealth and financial services.



BCE REPORTING

Effective December 1, 2000, BCE implemented a new operating structure following strategic acquisitions made during the year. As a result, BCE centres its activities around four operating businesses: Bell Canada (Canadian connectivity); Teleglobe (global connectivity); Bell Globemedia (content) and BCE Emergis (commerce). All other investments are combined in BCE Ventures whose main investments include Bell Canada International Inc. (BCI), CGI Group Inc. (CGI), Telesat Canada, BCE Capital Inc. (BCE Capital), Bimcor Inc. (Bimcor), Excel Communications Inc. (Excel) and Look Communications Inc. (Look). Results for the BCE segments are reflected as follows:

Bell Canada

- This segment reflects the consolidation of Bell Canada Holdings Inc. (BCH) with Bell Canada and its consolidated subsidiaries (including Bell Mobility, BCE Nexxia Inc. and Bell ActiMedia Inc.). BCH owns 100% of Bell Canada. BCE owns 80% of BCH, the remaining 20% is owned by SBC Communications Inc.
- Effective January 2000, BCE increased its ownership interest in Aliant Inc. (Aliant) from 41% to 53% (approximately 39% held by Bell Canada and approximately 14% held by BCE Inc.); therefore, in 2000 Aliant is consolidated and included in the Bell Canada segment. For improved comparability, Aliant results for 1999 are reflected on a consolidated basis.
- Prior to November 1, 2000, Bell Canada's 23% interest in Teleglobe was accounted for using the equity method and included in this segment. Bell Canada now accounts for Teleglobe on a cost basis and prior periods have been restated to reflect this treatment. Therefore, BCE's indirect interest in Teleglobe for current and prior periods is now reflected in the Teleglobe segment.
- Bell ExpressVu Limited Partnership (Bell ExpressVu) (100%), previously part of the BCE Media segment, is now included in the Bell Canada segment. Prior periods have been restated to reflect the current presentation.
- Sympatico-Lycos Inc. (Sympatico-Lycos) previously included in the Bell Canada segment is now reflected in the Bell Globemedia segment. Prior periods have been restated to reflect the current presentation.
- Manitoba Telecom Services Inc. is accounted for using the equity method.

Teleglobe

- Represents Teleglobe Communications Corporation (Teleglobe). BCE effectively holds 95.4% of Teleglobe, the remaining 4.6% is held by SBC Communications Inc.
- Effective November 1, 2000, BCE Inc. acquired the remaining shares of Teleglobe Inc. that it did not already own bringing BCE's effective ownership to 95.4% (approximately 23% held by Bell Canada of which BCE indirectly owns 80% and approximately 77% held by BCE Inc.) and began consolidating Teleglobe's results. Teleglobe's results are reported as follows:

January 1, 1999 to December 31, 1999 – Teleglobe is accounted for using the equity method.

January 1, 2000 to October 31, 2000 – Teleglobe is accounted for using the equity method.

November 1, 2000 to December 31, 2000 – Teleglobe is accounted on a consolidated basis.

- The acquisition of Teleglobe Inc. included mainly Teleglobe Communications Corporation, Excel and Look. The Teleglobe segment reflects Teleglobe Communications Corporation. Excel and Look are reported in BCE Ventures.
- Cash baseline earnings for Teleglobe Inc., which includes Teleglobe, Excel and Corporate, are presented in the Teleglobe segment.



BCE Emergis

- Represents BCE Emergis Inc. (BCE Emergis). Previously, BCE Emergis was reported in the BCE Emergis and CGI segment. CGI is now reported in BCE Ventures. Prior periods have been restated to reflect the current presentation.

Bell Globemedia

- Represents CTV Inc. (CTV), new media and other media interests. (Prior to December 31, 2000, new media included Sympatico-Lycos. Starting in January 2001 new media will also include Globe Interactive). Starting 2001, this segment will also include The Globe and Mail and Globe Interactive.
- Effective January 2001, the above companies will operate under a new media company, Bell Globemedia, of which BCE will hold an ownership interest of 70.1%.
- In April 2000, BCE Inc. acquired 100% of CTV and accounted for CTV's results using the equity method until November 30, 2000. Effective December 1, 2000, following CRTC approval of the CTV acquisition, results of CTV are reflected on a consolidated basis. Hence, revenues and EBITDA are included in BCE's results only for the month of December. Earnings are reflected since April 2000 and therefore include nine months of 100% of CTV's earnings.
- Sympatico-Lycos, previously included in the Bell Canada segment, is now reflected in the Bell Globemedia segment. Prior periods have been restated to reflect the current presentation.

BCE Ventures

- This segment includes BCE's interests in Bell Canada International Inc. (73.6%), Telesat Canada (100%), TMI Communications and Company Limited Partnership (100%), CGI Group Inc. (43.4%), Excel Communications Inc. (95.4%), Look Communications Inc. (25.3%), Bimcor Inc. (100%), BCE Capital Inc. (100%) and TeleReal Inc. (100%).
- BCI was previously reported as a single segment. Bimcor, BCE Capital and TeleReal Inc. were previously reported in Corporate and other. Excel and Look were acquired through the Teleglobe acquisition. Prior periods have been restated to reflect the current presentation.



Results by Operating Group⁽¹⁾

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Revenues						
Bell Canada						
Bell Canada Holdings ⁽²⁾	4,071	3,799	7.2%	15,486	14,371	7.8%
Bell ExpressVu	98	47	108.5%	305	133	129.3%
Total Bell Canada	4,169	3,846	8.4%	15,791	14,504	8.9%
Bell Globemedia ⁽⁴⁾	85	2	N.M.	98	3	N.M.
Teleglobe ⁽³⁾	326	-	N.M.	326	-	N.M.
BCE Emergis	141	62	127.4%	468	188	148.9%
BCE Ventures ⁽⁶⁾	673	508	32.5%	2,064	1,810	14.0%
Corporate and other (including intercompany eliminations)	(209)	(188)	(11.2%)	(653)	(503)	(29.8%)
Revenues	5,185	4,230	22.6%	18,094	16,002	13.1%

EBITDA

Bell Canada						
Bell Canada Holdings ⁽²⁾	1,702	1,585	7.4%	6,658	6,117	8.8%
Bell ExpressVu	(61)	(51)	(19.6%)	(138)	(126)	(9.5%)
Total Bell Canada	1,641	1,534	7.0%	6,520	5,991	8.8%
Bell Globemedia ⁽⁴⁾	5	(1)	N.M.	(8)	(1)	N.M.
Teleglobe ⁽³⁾	20	-	N.M.	20	-	N.M.
BCE Emergis	24	3	N.M.	75	4	N.M.
BCE Ventures ⁽⁶⁾	29	19	52.6%	140	265	(47.2%)
Corporate and other	(20)	(47)	57.4%	(69)	(126)	45.2%
EBITDA	1,699	1,508	12.7%	6,678	6,133	8.9%

Cash baseline earnings

Bell Canada						
Bell Canada Holdings	299	295	1.4%	1,245	1,215	2.5%
Bell ExpressVu	(54)	(39)	(38.5%)	(146)	(98)	(49.0%)
Total Bell Canada	245	256	(4.3%)	1,099	1,117	(1.6%)
Bell Globemedia	17	-	N.M.	22	-	N.M.
Teleglobe *	(23)	(6)	N.M.	(60)	-	N.M.
BCE Emergis	10	(2)	N.M.	16	(2)	N.M.
BCE Ventures	19	20	(5.0%)	52	71	(26.8%)
Corporate and other (including intercompany eliminations)	49	18	N.M.	159	-	N.M.
Cash baseline earnings	317	286	10.8%	1,288	1,186	8.6%
Dividends on preferred shares	(18)	(23)	21.7%	(79)	(93)	15.1%
Cash baseline earnings applicable to common shares	299	263	13.7%	1,209	1,093	10.6%
Cash baseline earnings per common share - \$/sh	\$ 0.40	\$ 0.41	(2.4%)	\$ 1.81	\$ 1.70	6.5%
Average number of common shares outstanding (millions)	746.1	643.6		670.0	642.8	

N.M. : not meaningful

* Represents cash baseline earnings for Teleglobe Inc. (includes Teleglobe, Excel and Corporate)



Selected Historical Information

<i>(Millions of dollars, except otherwise indicated)</i>	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Revenues					
Bell Canada					
Bell Canada Holdings ⁽²⁾	4,071	3,981	3,806	3,628	15,486
Bell ExpressVu	98	81	68	58	305
Total Bell Canada	4,169	4,062	3,874	3,686	15,791
Bell Globemedia ⁽⁴⁾	85	6	5	2	98
Teleglobe ⁽³⁾	326	-	-	-	326
BCE Emergis	141	134	120	73	468
BCE Ventures ⁽⁶⁾	673	414	485	492	2,064
Corporate and other (including intercompany eliminations)	(209)	(142)	(149)	(153)	(653)
Revenues	5,185	4,474	4,335	4,100	18,094
EBITDA					
Bell Canada					
Bell Canada Holdings ⁽²⁾	1,702	1,768	1,632	1,556	6,658
Bell ExpressVu	(61)	(22)	(28)	(27)	(138)
Total Bell Canada	1,641	1,746	1,604	1,529	6,520
Bell Globemedia ⁽⁴⁾	5	(6)	(6)	(1)	(8)
Teleglobe ⁽³⁾	20	-	-	-	20
BCE Emergis	24	26	20	5	75
BCE Ventures ⁽⁶⁾	29	26	41	44	140
Corporate and other	(20)	(16)	(9)	(24)	(69)
EBITDA	1,699	1,776	1,650	1,553	6,678
Cash baseline earnings					
Bell Canada					
Bell Canada Holdings	299	362	306	278	1,245
Bell ExpressVu	(54)	(36)	(29)	(27)	(146)
Total Bell Canada	245	326	277	251	1,099
Bell Globemedia	17	(8)	13	-	22
Teleglobe *	(23)	(17)	(14)	(6)	(60)
BCE Emergis	10	3	6	(3)	16
BCE Ventures	19	13	5	15	52
Corporate and other (including intercompany eliminations)	49	31	29	50	159
Cash baseline earnings	317	348	316	307	1,288
Dividends on preferred shares	(18)	(19)	(19)	(23)	(79)
Cash baseline earnings applicable to common shares	299	329	297	284	1,209
Cash baseline earnings per common share - \$/sh	\$ 0.40	\$ 0.51	\$ 0.46	\$ 0.44	\$ 1.81
Average number of common shares outstanding (millions)	746.1	644.7	644.6	644.0	670.0

* Represents cash baseline earnings for Teleglobe Inc. (includes Teleglobe, Excel and Corporate)



Selected Financial Information

(Millions of dollars, except otherwise indicated)

Proportionate EBITDA ⁽⁵⁾

	Number of common * shares owned by BCE (M)	BCE* Ownership %	Q1 00 (\$M)	Q2 00 (\$M)	Q3 00 (\$M)	Q4 00 (\$M)	YTD 00 (\$M)
Bell Canada							
Bell Canada Holdings		80%	1,090	1,122	1,234	1,191	4,637
Aliant ⁽⁷⁾	71.3	45%	87	104	102	95	388
Bell ExpressVu		100%	(27)	(28)	(22)	(61)	(138)
Total Bell Canada			1,150	1,198	1,314	1,225	4,887
Bell Globemedia							
CTV		100%	12	62	16	76	166
Sympatico-Lycos		57%	-	(3)	(3)	(5)	(11)
Other		100%	(1)	(1)	(1)	(1)	(4)
Total Bell Globemedia			11	58	12	70	151
Teleglobe		95%	21	3	30	38	92
BCE Emergis	62.0	66%	3	13	17	16	49
BCE Ventures							
BCI	58.1	74%	(7)	-	(18)	(32)	(57)
CGI ⁽⁶⁾	120.0	43%	24	13	13	15	65
Excel		95%	49	(19)	32	22	84
Telesat		100%	36	37	38	42	153
Other		100%	(2)	(2)	4	6	6
Total BCE Ventures			100	29	69	53	251
Corporate and other		100%	(24)	(9)	(16)	(20)	(69)
Total			1,261	1,292	1,426	1,383	5,361

Proportionate Net Debt and Preferreds ⁽⁵⁾

	Number of common * shares owned by BCE (M)	BCE* Ownership %	Dec. 31 2000
Bell Canada			
Bell Canada Holdings		80%	11,702
Aliant ⁽⁷⁾	71.3	45%	809
Total Bell Canada			12,511
Bell Globemedia		100%	705
Teleglobe ⁽¹¹⁾		95%	3,014
BCE Emergis	62.0	66%	(28)
BCE Ventures			
BCI	58.1	74%	1,907
CGI ⁽⁶⁾	120.0	43%	2
Telesat		100%	449
Other		100%	16
Total BCE Ventures			2,374
Corporate		100%	(5,456)
Total			13,120

Corporate liquidity and debt investments net of debt and preferred shares outstanding

	Dec. 31 2000	Dec. 31 1999
Cash and cash equivalents	4	2,203
Nortel common shares for monetization ⁽⁸⁾		
- Hedged	4,331	-
- Unhedged	589	-
Bell Canada Holdings debt due to BCE ⁽⁹⁾	4,579	5,379
Short and long term debt outstanding	(2,347)	(580)
Preferred shares outstanding ⁽¹⁰⁾	(1,700)	(1,700)
Total	5,456	5,302

Other Information

Year ended December 31	2000	1999
Shares outstanding (M)	809.9	643.1
Shares issued (M)	166.1	3.0
Shares purchased for cancellation (M)	9.1	-
Book value (\$/sh)	21.68	24.75

* At December 31, 2000

Bell Canada

Financial Information

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Cash Baseline Income Statement						
Revenues						
Local and access	1,543	1,450	6.4%	6,018	5,714	5.3%
Long distance	699	732	(4.5%)	2,850	2,909	(2.0%)
Wireless	420	346	21.4%	1,515	1,336	13.4%
Data	839	652	28.7%	2,895	2,269	27.6%
Other	570	619	(7.9%)	2,208	2,143	3.0%
Total Bell Canada operating revenues	4,071	3,799	7.2%	15,486	14,371	7.8%
Bell ExpressVu operating revenues	98	47	108.5%	305	133	129.3%
Total operating revenues	4,169	3,846	8.4%	15,791	14,504	8.9%
Cash operating expenses						
Bell Canada	2,369	2,214	6.9%	8,828	8,254	7.0%
Bell ExpressVu	159	98	62.2%	443	259	71.0%
Total cash operating expenses	2,528	2,312	9.2%	9,271	8,513	8.8%
EBITDA						
Bell Canada	1,702	1,585	7.4%	6,658	6,117	8.8%
Bell ExpressVu	(61)	(51)	(19.6%)	(138)	(126)	(9.5%)
Total EBITDA	1,641	1,534	7.0%	6,520	5,991	8.8%
Depreciation and amortization	(727)	(707)	(2.8%)	(2,779)	(2,810)	1.1%
Pension credit	19	57	(66.7%)	112	211	(46.9%)
Interest payments to third parties	(217)	(182)	(19.2%)	(809)	(737)	(9.8%)
Interest payments to BCE	(51)	(67)	23.9%	(219)	(159)	(37.7%)
Equity income and other (including non-controlling interest)	(27)	24	(212.5%)	(217)	(217)	-
Cash baseline earnings before income taxes	638	659	(3.2%)	2,608	2,279	14.4%
Income taxes	(297)	(320)	7.2%	(1,106)	(979)	(13.0%)
Cash baseline earnings	341	339	0.6%	1,502	1,300	15.5%
Interest on equity settled notes	(15)	(11)	(36.4%)	(59)	(11)	(436.4%)
Preferred dividends	(10)	(7)	(42.9%)	(40)	(32)	(25.0%)
Cash baseline earnings applicable to common shares	316	321	(1.6%)	1,403	1,257	11.6%
Cash baseline contribution to BCE ⁽¹²⁾	245	256	(4.3%)	1,099	1,117	(1.6%)

Net Debt

	Dec. 31 2000	Dec. 31, 1999	% change
Cash and cash equivalents	222	(191)	(216.2%)
Debt, equity notes and preferred shares outstanding ⁽¹³⁾	12,690	12,088	5.0%
Debt and equity notes due from Bell ⁽¹⁴⁾	(3,193)	(3,993)	(20.0%)
Debt and equity notes due to BCE	4,579	5,379	(14.9%)
Equity notes due to SBC	314	314	0.0%
Total Bell Canada Holding debt	14,612	13,597	7.5%
Net Debt - Aliant	1,780	1,357	31.2%
Net Debt - Bell ExpressVu	12	141	(91.5%)
Total	16,404	15,095	8.7%

Other Balance Sheet Information

Consolidated equity	5,775	5,653	2.2%
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	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Other Information						
Free cash flow ⁽²¹⁾	(913)	(1,252)	27.1%	(1,913)	(3,088)	38.1%
Net capital expenditures	1,070	697	53.5%	3,317	2,993	10.8%

Bell Canada

Selected Historical Information

<i>(Millions of dollars, except otherwise indicated)</i>	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Cash Baseline Income Statement					
Revenues					
Local and access	1,543	1,521	1,492	1,462	6,018
Long distance	699	738	694	719	2,850
Wireless	420	406	355	334	1,515
Data	839	752	693	611	2,895
Other	570	564	572	502	2,208
Total Bell Canada operating revenues	4,071	3,981	3,806	3,628	15,486
Bell ExpressVu operating revenues	98	81	68	58	305
Total operating revenues	4,169	4,062	3,874	3,686	15,791
Cash operating expenses					
Bell Canada	2,369	2,213	2,174	2,072	8,828
Bell ExpressVu	159	103	96	85	443
Total cash operating expenses	2,528	2,316	2,270	2,157	9,271
EBITDA					
Bell Canada	1,702	1,768	1,632	1,556	6,658
Bell ExpressVu	(61)	(22)	(28)	(27)	(138)
Total EBITDA	1,641	1,746	1,604	1,529	6,520
Depreciation and amortization	(727)	(703)	(691)	(658)	(2,779)
Pension credit	19	29	35	29	112
Interest payments to third parties	(217)	(194)	(197)	(201)	(809)
Interest payments to BCE	(51)	(59)	(59)	(50)	(219)
Equity income and other (including non-controlling interest)	(27)	(113)	(47)	(30)	(217)
Cash baseline earnings before income taxes	638	706	645	619	2,608
Income taxes	(297)	(278)	(246)	(285)	(1,106)
Cash baseline earnings	341	428	399	334	1,502
Interest on equity settled notes	(15)	(15)	(14)	(15)	(59)
Preferred dividends	(10)	(11)	(10)	(9)	(40)
Cash baseline earnings applicable to common shares	316	402	375	310	1,403
Cash baseline contribution to BCE ⁽¹²⁾	245	326	277	251	1,099

Bell Canada

Operating Statistics*

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Wireline						
Network access service (k)						
Residential				8,642	8,570	0.8%
Business				4,719	4,548	3.8%
				13,361	13,118	1.9%
Estimated Local market share in minutes (%) - Bell Canada only						
Residential				99.6%	99.8%	(0.2%)
Business				92.8%	96.5%	(3.8%)
				97.1%	98.7%	
LD conversation minutes (M)	4,634	4,336	6.9%	17,898	16,406	9.1%
Estimated Local market share in minutes (%) - Bell Canada only				61.0%	62.1%	(1.8%)
SmartTouch feature revenues	205	169	21.3%	784	643	21.9%
Data						
Data revenues						
Legacy ⁽¹⁵⁾	552	496	11.3%	1,989	1,827	8.9%
Non-Legacy ⁽¹⁶⁾	287	156	84.0%	906	442	105.0%
	839	652	28.7%	2,895	2,269	27.6%
Digital equivalent access lines ⁽¹⁷⁾ - Bell Canada only (k)				3,158	2,161	46.1%
Sympatico subscribers (k) - Bell Canada only						
High Speed Internet subscribers (k)				264	51	417.6%
Dial-up Internet subscribers (k)				553	410	34.9%
				817	461	77.2%
Wireless - Bell Mobility						
Cellular and PCS						
Net activations (k)						
Pre-paid	71	118	(39.8%)	184	382	(51.8%)
Post-paid ⁽¹⁸⁾	114	(7)	N.M.	311	(60)	N.M.
	185	111	66.7%	495	322	53.7%
Subscribers (k)						
Pre-paid				692	509	36.0%
Post-paid ⁽¹⁸⁾				1,648	1,288	28.0%
				2,340	1,797	30.2%
Wireless ARPU (\$/Month)	48	48	0.0%	46	51	(9.8%)
Post-paid churn (%) (average per month)	1.3%	1.9%	(0.6pts)	1.5%	1.8%	(0.3 pts)
Usage per subscriber (min/month)	171	154	11.0%	157	155	1.3%
Estimated cost of acquisition ⁽¹⁹⁾ (\$/sub)	375	377	(0.5%)	385	422	(8.8%)
Data hits (M)	19	2	N.M.	42	3	N.M.
Paging						
Subscribers ⁽²⁰⁾ (k)				685	598	14.5%
ARPU (\$/month)	11	11	-	11	11	-
DTH						
Total DTH subscribers (k)				722	416	73.6%
Net subscriber activations (k)	128	119	7.6%	305	237	28.7%
ARPS (\$/month)	48	46	4.3%	47	44	6.8%
Churn (%)	1.9%	2.3%	(0.4 pts)	10.3%	9.7%	0.6 pts

*Operating statistics are reported on a consolidated basis, except where otherwise noted.

Bell Canada

Selected Historical Information

Operating Statistics*

<i>(Millions of dollars, except otherwise indicated)</i>	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Wireline					
Network access service (k)					
Residential	8,642	8,602	8,530	8,581	
Business	4,719	4,726	4,656	4,609	
	13,361	13,328	13,186	13,190	
Estimated Local market share in minutes (%) - Bell Canada only					
Residential	99.6%	99.6%	99.6%	99.6%	
Business	92.8%	93.6%	94.4%	95.5%	
	97.1%	97.4%	97.7%	98.2%	
LD conversation minutes (M)	4,634	4,372	4,464	4,428	17,898
Estimated Local market share in minutes (%) - Bell Canada only	61.0%	62.0%	61.9%	61.6%	
SmartTouch feature revenues	205	199	192	188	784
Data					
Data revenues					
Legacy ⁽¹⁵⁾	552	505	476	456	1,989
Non-Legacy ⁽¹⁶⁾	287	247	217	155	906
	839	752	693	611	2,895
Digital equivalent access lines ⁽¹⁷⁾ - Bell Canada only (k)	3,158	2,840	2,571	2,408	
Sympatico subscribers (k) - Bell Canada only					
High Speed Internet subscribers (k)	264	177	109	69	
Dial-up Internet subscribers (k)	553	528	500	476	
	817	705	609	545	
Wireless - Bell Mobility					
Cellular & PCS Net activations (k)					
Pre-paid	71	18	48	47	184
Post-paid ⁽¹⁸⁾	114	100	108	(11)	311
	185	118	156	36	495
Cellular & PCS subscribers (k)					
Pre-paid	692	621	603	556	
Post-paid ⁽¹⁸⁾	1,648	1,533	1,433	1,324	
	2,340	2,154	2,036	1,880	
Wireless ARPU (\$/Month)	48	48	44	44	46
Post-paid churn (%)	1.3%	1.4%	1.5%	2.1%	1.5%
Usage per subscriber (min/month)	171	162	152	140	157
Estimated cost of acquisition ⁽¹⁹⁾ (\$/sub)	375	363	386	451	385
Data hits (M)	19	12	8	3	42
Paging					
Subscribers ⁽²⁰⁾ (k)	685	659	651	638	
ARPU (\$/month)	11	11	11	11	11
DTH					
Total DTH subscribers (k)	722	594	526	469	
Net subscriber activations (k)	128	67	57	53	305
ARPS (\$/month)	48	46	47	46	47
Churn (%)	1.9%	2.7%	2.5%	3.5%	10.3%

* Operating statistics are reported on a consolidated basis, except where otherwise noted.

Bell Globemedia

Financial Information

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Income Statement Data						
Revenues						
CTV ⁽²²⁾						
Net airtime	192	141	36.2%	590	485	21.6%
Production, distribution and sundry	14	7	100.0%	50	22	127.3%
Subscription	50	5	N.M.	153	19	N.M.
Total CTV revenues	256	153	67.3%	793	526	50.8%
New Media *	13	-	N.M.	22	-	N.M.
Other	2	2	-	6	3	100.0%
Total Revenues	271	155	74.8%	821	529	55.2%
EBITDA						
CTV ⁽²²⁾	76	47	61.7%	166	98	69.4%
New Media *	(9)	-	N.M.	(19)	-	N.M.
Other	(1)	(1)	-	(4)	(1)	
Total EBITDA	66	46	43.5%	143	97	47.4%
Cash baseline contribution to BCE	17	-	N.M.	22	-	N.M.

Operating Statistics - Sympatico-Lycos *

Page views (in millions)	421	-	N.M.	963	-	N.M.
Unique visitors per month (in millions)				6.8	-	N.M.

Selected Historical Information

(Millions of dollars, except otherwise indicated)	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Income Statement Data					
Revenues					
CTV ⁽²²⁾					
Net airtime	192	117	155	126	590
Production, distribution and sundry	14	16	14	6	50
Subscription	50	49	49	5	153
Total CTV revenues	256	182	218	137	793
New Media *	13	6	3	-	22
Other	2	1	1	2	6
Total Revenues	271	189	222	139	821
EBITDA					
CTV ⁽²²⁾	76	16	62	12	166
New Media *	(9)	(5)	(5)	-	(19)
Other	(1)	(1)	(1)	(1)	(4)
	66	10	56	11	143
Cash baseline contribution to BCE	17	(8)	13	-	22
Operating Statistics - Sympatico-Lycos *					
Page views (in millions)	421	345	197	-	963
Unique visitors per month (in millions)	6.8	6.4	3.5	-	

* As at December 31, 2000, New Media included Sympatico-Lycos Inc. Year-to-date results are from May to December. Starting in January 2001 New Media will also include Globe Interactive.

Teleglobe *

Financial Information

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Cash Baseline Income Statement						
Gross voice revenues	348	461	(24.5%)	1,490	1,876	(20.6%)
Net voice revenues	78	143	(45.5%)	333	576	(42.2%)
Net data revenues	158	104	51.9%	523	385	35.8%
Net operating revenues	236	247	(4.5%)	856	961	(10.9%)
Network expenses	119	81	46.9%	460	303	51.8%
Selling, general and administration expenses	77	123	(37.4%)	300	296	1.4%
EBITDA	40	43	(7.1%)	96	362	(73.5%)
Cash baseline contribution to BCE	(23)	(6)	N.M	(60)	-	N.M

* Represents cash baseline earnings for Teleglobe Inc. (i.e. Teleglobe, Excel and Corporate). Revenues and EBITDA include three months for the quarters and 12 months for the years ended December 31, 2000 and 1999.

Selected Historical Information

(Millions of dollars, except otherwise indicated)	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Cash Baseline Income Statement					
Gross voice revenues	348	373	375	394	1,490
Net voice revenues	78	73	79	103	333
Net data revenues	158	145	113	107	523
Net operating revenues	236	218	192	210	856
Network expenses	119	120	118	103	460
Selling, general and administration expenses	77	67	71	85	300
EBITDA	40	31	3	22	96
Cash baseline contribution to BCE	(23)	(17)	(14)	(6)	(60)

* Represents cash baseline earnings for Teleglobe Inc. (i.e. Teleglobe, Excel and Corporate). Revenues and EBITDA include three months for the quarters and 12 months for the years ended December 31, 2000 and 1999.

Operating Statistics

(Millions of dollars, except otherwise indicated)	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Voice					
Minutes (millions)	1,759	1,785	1,728	1,584	6,856
GlobeSystem Deployment					
	Dec. 31 2000				
Subsea capacity (Gbps)	17				
Fibre/capacity route miles	25,850				
Satellite capacity (Gbps)	2.6				
Full service POPs	29				
	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Net capital expenditures	400	228	92	76	795

BCE Emergis

Financial Information

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Income Statement Data						
Revenues:						
Canadian Business Unit	68	48	41.7%	234	158	48.1%
U.S. Business Unit	8	4	100.0%	24	9	166.7%
eHealth Business Unit	65	10	N.M.	210	21	N.M.
Total Revenues	141	62	127.4%	468	188	148.9%
Operating expenses	117	58	(101.7%)	393	183	(114.8%)
EBITDA	24	4	N.M.	75	5	N.M.
Cash baseline contribution to BCE	10	(2)	N.M.	16	(2)	N.M.
Other selected data						
Revenues by geographic mix:						
Canada	85	59	44.1%	298	171	74.3%
United States	55	3	N.M.	168	8	N.M.
Other	1	-	N.M.	2	9	N.M.
	141	62	127.4%	468	188	148.9%

Selected Historical Information

(Millions of dollars, except otherwise indicated)	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Income Statement Data					
Revenues:					
Canadian Business Unit	68	64	53	49	234
U.S. Business Unit	8	5	6	5	24
eHealth Business Unit	65	63	63	19	210
Total Revenues	141	132	122	73	468
Operating expenses	117	106	102	68	393
EBITDA	24	26	20	5	75
Cash baseline contribution to BCE	10	3	6	(3)	16

BCE Ventures

Financial Information

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Revenues						
BCI	178	215	(17.2%)	865	807	7.2%
CGI ⁽⁶⁾	147	181	(18.8%)	601	660	(8.9%)
Excel * ⁽²³⁾	380	588	(35.4%)	1,784	2,430	(26.6%)
Telesat	73	73	-	272	242	12.4%
Other	26	45	(42.2%)	103	122	(15.6%)
Total Revenues	804	1,102	(27.0%)	3,625	4,261	(14.9%)
EBITDA						
BCI	(43)	(41)	(4.9%)	(77)	45	(271.1%)
CGI ⁽⁶⁾	15	26	(42.3%)	65	108	(39.8%)
Excel * ⁽²³⁾	23	46	(50.0%)	88	202	(56.4%)
Telesat	42	42	-	153	137	11.7%
Other	6	(8)	175.0%	6	(8)	175.0%
EBITDA	43	65	(33.8%)	235	484	(51.4%)
Cash Baseline Contribution to BCE						
CGI	6	12	(50.0%)	27	47	(42.6%)
Excel *	-	-	N.M.	-	-	N.M.
Telesat	19	11	72.7%	50	29	72.4%
Other	(6)	(3)	(100.0%)	(25)	(5)	N.M.
Cash Baseline Contribution to BCE	19	20	(5.0%)	52	71	(26.8%)

* Cash baseline earnings for Teleglobe Inc. (i.e. Teleglobe, Excel and Corporate) have been included in the Teleglobe segment. Revenues and EBITDA are presented for three months for the quarters and 12 months for the years ended December 31, 2000 and 1999.

BCE Ventures

Selected Historical Information

<i>(Millions of dollars, except otherwise indicated)</i>	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Revenues					
BCI	178	192	254	241	865
CGI ⁽⁶⁾	147	140	145	169	601
Excel * ⁽²³⁾	380	454	449	501	1,784
Telesat	73	68	67	64	272
Other	26	25	26	26	103
Total Revenues	804	879	941	1,001	3,625
EBITDA					
BCI	(43)	(25)	-	(9)	(77)
CGI ⁽⁶⁾	15	13	13	24	65
Excel * ⁽²³⁾	23	34	(20)	51	88
Telesat	42	38	37	36	153
Other	6	4	(2)	(2)	6
EBITDA	43	64	28	100	235
Cash Baseline Contribution to BCE					
CGI	6	4	6	11	27
Excel *	-	-	-	-	-
Telesat	19	15	8	8	50
Other	(6)	(6)	(4)	(9)	(25)
Cash Baseline Contribution to BCE	19	13	10	10	52

* Cash baseline earnings for Teleglobe Inc. (i.e. Teleglobe, Excel and Corporate) have been included in the Teleglobe segment. Revenues and EBITDA are presented for three months for the quarters and twelve months for the years ended December 31, 2000 and 1999.



Reconciliation of reported earnings

(Millions of dollars, except otherwise indicated)	Three months ended December 31			Year ended December 31		
	2000	1999	% change	2000	1999	% change
Cash baseline earnings to common shares	299	263	13.7%	1,209	1,093	10.6%
Bell Canada:						
Goodwill expense	(19)	(13)		(86)	(36)	
Restructuring charges					(98)	
Bell Mobility write-down of Iridium					(29)	
Gain on sale of 25% of Expertech					11	
Bell Mobility gain on Phone.com-net		40			40	
Gain on sale of Canoe					14	
Bell ActiMedia Services gain on sale of Pacific Access					8	
Impact of income tax rate adjustments ⁽²⁴⁾	(26)			(26)		
Other	4			13	(3)	
Bell Expressvu				(6)		
Teleglobe:						
Discontinued operations - ORBCOMM				(80)		
Restructuring charges	(6)			(37)		
Goodwill expense	(60)			(60)		
BCE Emergis:						
Goodwill expense	(79)	(8)		(214)	(41)	
Write-off of assets and IPR&D	5	(3)		(11)	(26)	
Gain on sale of TotalNet						
Bell Globemedia:						
Goodwill expense	(33)			(100)		
BCE Ventures:						
Goodwill expense	(5)	(7)		(25)	(23)	
Bell Canada International	(97)	(124)		185	(354)	
Telesat - Impact of income tax rate adjustments ⁽²⁴⁾	18			18		
Telesat - ABCN writedown				(21)		
Corporate:						
Gain on reduction of ownership in Bell					4,242	
Nortel Networks		561		4,055	390	
Skyview write-down					(62)	
Gain on sale of Jones					234	
Impact of income tax rate adjustments ⁽²⁴⁾	(32)			(32)		
Write-down of Iridium					(12)	
Gain on sale of Sun Media shares					18	
Net cash baseline adjustments	(330)	446		3,573	4,273	
Reported earnings applicable to common shares	(31)	709	(104.4%)	4,782	5,366	(10.9%)
Reported earnings per common share - \$/sh	\$ (0.04)	\$ 1.10	(103.6%)	\$ 7.14	\$ 8.35	(14.5%)
Average number of common shares outstanding (millions)	746.1	643.6		670.0	642.8	

Historical Information

	Q4 00	Q3 00	Q2 00	Q1 00	Total 2000
Cash baseline earnings to common shares	299	329	297	284	1,209
Bell Canada:					
Goodwill expense	(19)	(22)	(24)	(21)	(86)
Impact of income tax rate adjustments ⁽²⁴⁾	(26)				(26)
Other	4	3	6		13
Bell Expressvu		(6)			(6)
Teleglobe:					
Discontinued operations - ORBCOMM		(67)	(7)	(6)	(80)
Restructuring charges	(6)	(25)	(6)		(37)
Goodwill expense	(60)				(60)
BCE Emergis:					
Goodwill expense	(79)	(61)	(54)	(20)	(214)
Write-off of assets and IPR&D	5	(5)	(6)	(5)	(11)
Bell Globemedia:					
Goodwill expense	(33)	(34)	(33)		(100)
BCE Ventures:					
Goodwill expense	(5)	(7)	(6)	(7)	(25)
Bell Canada International	(97)	556	(143)	(131)	185
Telesat - Impact of income tax rate adjustments ⁽²⁴⁾	18				18
Telesat - ABCN writedown		(21)			(21)
Corporate:					
Nortel Networks				4,055	4,055
Impact of income tax rate adjustments ⁽²⁴⁾	(32)				(32)
Net cash baseline adjustments	(330)	311	(273)	3,865	3,573
Reported earnings applicable to common shares	(31)	640	24	4,149	4,782
Reported earnings per common share - \$/sh	\$ (0.04)	\$ 0.99	\$ 0.04	\$ 6.44	\$ 7.14
Average number of common shares outstanding (millions)	746.1	644.7	644.6	644.0	670.0

BCE Inc.

Accompanying Notes

- (1) Effective December 1, 2000, BCE centres its activities around four operating businesses:

CORE OPERATIONS:

Bell Canada

This segment provides an integrated platform of substantially domestic telecommunications services including voice, data, wireline, wireless and directory communications and satellite entertainment to Canadian customers.

Represents the consolidation of Bell Canada Holdings Inc. (BCH) with Bell Canada and its consolidated subsidiaries (including Bell Mobility, BCE Nexxia Inc. and Bell ActiMedia Inc.). BCH owns 100% of Bell Canada. BCE owns 80% of BCH, the remaining 20% is owned by SBC Communications Inc. In addition, the segment includes the consolidation of Aliant Inc. (approximately 39% held by Bell Canada and approximately 14% held by BCE Inc.) as well as Bell ExpressVu Limited Partnership (ExpressVu). Bell Canada's 23% interest in Teleglobe is accounted for at cost.

Teleglobe

Represents Teleglobe Communications Corporation (Teleglobe) which provides, on a worldwide basis, a broad portfolio of data and Internet services including connectivity services, hosting services and content distribution to Internet service providers, Internet content providers, application service providers, carriers and global enterprises. BCE owns 95.4% of Teleglobe (approximately 23% held by Bell Canada of which BCE indirectly owns 80% and approximately 77% held by BCE Inc.). The remaining 4.6% is held by SBC Communications Inc.

BCE Emergis

Represents BCE Emergis Inc. which currently focuses its activities in three business units (Canadian, US and eHealth), offering a full suite of products to companies in transaction-intensive, eHealth and financial services sectors. BCE owns 66.2% of BCE Emergis Inc.

Bell Globemedia

Represents CTV Inc., acquired by BCE Inc. in April 2000 and accounted for using the equity method until November 30, 2000 (effective December 1, 2000, results of CTV are reflected on a consolidated basis), Sympatico-Lycos Inc. and other media interests. Starting in 2001, this segment will also include The Globe and Mail and Globe Interactive. The above companies will operate under a new media company, Bell Globemedia of which BCE will hold an ownership interest of 70.1%. This segment provides integrated information, communications and entertainment services to Canadian customers and access to distinctive Canadian content that will allow the creation of unique destinations for Internet users through the various portal properties.

NON-CORE OPERATIONS:

BCE Ventures

Represents investments in a diverse group of companies which provide services to customers worldwide. This segment includes BCE's interests in Bell Canada International Inc. (73.6%), Telesat Canada (100%) TMI Communications and Company Limited Partnership (100%), CGI Group Inc. (43.4%), Excel Communications Inc. (95.4%), Look Communications Inc. (25.3%), Bimcor Inc. (100%), BCE Capital Inc. (100%) and TeleReal Inc. (100%).

- (2) Effective January 2000, BCE increased its ownership interest in Aliant from 41% to 53%. Therefore, in 2000, Aliant is consolidated and included in the Bell Canada segment. For improved comparability Aliant results for 1999 are reflected on a consolidated basis.
- (3) Effective November 1, 2000, BCE Inc. acquired the remaining shares of Teleglobe Inc. that it did not already own, bringing BCE's effective ownership interest to 95.4% and began consolidating Teleglobe's results.
- (4) In April 2000, BCE Inc. acquired CTV Inc. and accounted for CTV's results using the equity method until November 30, 2000. Effective December 1, 2000, following CRTC approval of the CTV acquisition, results of CTV are reflected on a consolidated basis. Hence, revenues and EBITDA are included only for the month of December.
- (5) Calculated by applying BCE's ownership interest at December 31, 2000 and reflects corporate liquidity and debt investments net of debt and preferred shares outstanding.
- (6) CGI is currently proportionately consolidated into BCE's results.
- (7) Represents 80% of Bell Canada's 39.3% (52.5M shares) interest and 100% of BCE's 14.0% interest (18.8M shares).

BCE Inc.

Accompanying Notes *(continued)*

- (8) Hedged represents approximately 46.4M shares valued at average forward price of \$90 and unhedged represents 13.6M shares valued at market.
- (9) Includes \$1.3B of equity settled notes.
- (10) At December 31, 1999, includes Series P Retractable preferred shares.
- (11) Represents net debt and preferreds of Teleglobes Inc, which includes Teleglobes, Excel and Corporate.
- (12) Represents 80% of Bell Canada Holdings (BCH) (as of June 1, 1999, BCE owns 80% of BCH, the remaining 20% is owned by SBC Communications Inc.), 100% of Bell ExpressVu and 45.4% of Aliant (80% of Bell Canada's 39.3% interest in Aliant and BCE's 14.0% interest in Aliant).
- (13) Represents the debt, equity settled notes and preferred shares at the Bell Canada operating level.
- (14) Represents the debt, equity settled notes and preferred shares at the Bell Canada operating level due to BCH
- (15) Legacy data revenues include digital transmission services such as MEGALINK™, network access for Integrated Services Digital Network (ISDN) and Data, as well as Asymmetric Digital Subscriber Line (ADSL), competitive network services and the sale of inter-networking equipment.
- (16) Non-legacy data revenues include national and regional IP data and Internet services.
- (17) Digital equivalent access lines are derived by converting high capacity data lines to the estimated capacity of one NAS line. The conversion multiples used are as follows: Basic ISDN=2, Primary ISDN=23, DEA=24, DS0=1, DS1=24, DS3=672
Prior period numbers have been restated to include MicroLink lines and switched DS1 lines.
- (18) Q1 2000 includes a one-time transfer of 48K SimplyOne subscribers from Bell Canada.
- (19) Includes an estimate of the selling costs that have been transferred to Bell Canada and excludes migration costs.
- (20) Includes 69K paging subscribers purchased from PageMart during Q1/00.
- (21) Represents cash from operating activities plus cash from investing activities less dividends paid.
- (22) CTV's results are accounted under the equity method as of April 1, 2000. In addition, Netstar's results have been consolidated into CTV Inc.'s results beginning April 1, 2000. For improved comparability and analysis, revenues and EBITDA for CTV reflect all months for each quarter and twelve months ended December 31 for the years 2000 and 1999.
- (23) Amounts shown for Excel do not reflect the impact on revenue and EBITDA relating to the overstatement of accounts receivable of approximately US \$100 million that was noted during the course of BCE's year-end.
- (24) In December 2000, the Emerging Issues Committee of the CICA mandated that the income tax rate reductions announced in the Federal budgets (February and October), are to be considered substantively enacted. Therefore, as required by the accounting rules for income taxes, the future income tax asset and liability balances are to be measured at the new tax rates and related adjustments are to be reflected in the current year earnings.

CAUTIONARY STATEMENT CONCERNING FORWARD-LOOKING STATEMENTS

Certain statements made in this document which describe BCE's intentions, expectations or predictions, are forward-looking statements within the meaning of the "safe harbor" provisions of the *Private Securities Litigation Reform Act of 1995* (the "Act") and are subject to important risks and uncertainties. For these statements, we claim the protection of the "safe harbor" for forward-looking statements contained in the Act. The results or events predicted in these statements may differ materially from actual results or events.

Factors which could cause results or events to differ from current expectations include, among other things:

- uncertainty as to whether BCE's strategies will yield the expected growth prospects;
- the uncertainties of the Internet including the Internet economy growing at a slower pace than anticipated;
- the intensity of competitive activity and its resulting impact on pricing strategies and new product offerings;
- the potential significant impact on BCE's growth prospects resulting from competitors' reaction to BCE's strategies and marketing plans;
- higher than anticipated start-up costs or significant up-front investments associated with business initiatives;
- unanticipated higher capital spending from, or delays in, the deployment of new technologies (including DSL technology);
- the final outcome of pending and future litigation and regulatory initiatives and proceedings;
- risks of new or changes to existing laws or regulations in jurisdictions where the BCE group companies operate and, in particular, changes in laws or regulations governing Internet commerce;
- the inability to further identify, develop and achieve commercial success for new products, services and technologies;
- the impact of consolidations in the telecommunications and media industries;
- the availability and cost of capital;
- the quality of service offered by competitors and the significant level of expenditures required to maintain quality of service;
- the availability of, and ability to retain, key personnel;
- the extent of demand for traditional and emerging services;
- the impact of rapid technological and market change; and
- general industry and market conditions and growth rates.

For additional information with respect to certain of these and other factors, please refer to BCE's Annual Information Form for the year ended December 31, 1999 and BCE's Management's Discussion and Analysis of the first and second quarter results of 2000 filed with the Canadian provincial securities regulatory authorities, as well as the reports on Forms 6-K and 40-F filed by BCE with the U.S. Securities and Exchange Commission. BCE disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.