



B #:	1936-14
Date:	October 20, 2014
To:	All Participants
Category:	Dividends
From:	International Services
Attention:	Operations, Reorg & Dividend Managers, Partners & Cashiers
Subject:	Option for Payment in ARS (Argentine Pesos) Country: Argentina NORTEL INVERSORA S. A. Ser B Pref (NTL) CUSIP: 656567401 <u>Record Date: 10/22/2014 Payable Date: TBD</u> <u>EDS Cut-Off: 11/13/2014 8:00 P.M. EST</u>

The Depository Trust Company has received the attached information in regards to Option to Receive Payment in foreign currency.

The election period will be from October 23, 2014 to November 13, 2014. Questions regarding this Important Notice may be directed to GlobeTax 212-747-9100.

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Nortel Inversora S. A. Ser B Pref (NTL)
CUSIP # 656567401
ADR R/D: October 22, 2014
ADR P/D: To Be Determined

J.P. Morgan has been notified by the company, **Nortel Inversora S. A.**, that there will be a dividend distribution paid to the holders of record on **October 22, 2014**. The ordinary dividend has been declared in Argentine Peso ("ARS") in the amount of **ARS 3.612538 per Depository share**. The ADR payment date is to be determined.

At this time DTC participants may elect to receive all or a portion of the dividend in Argentine Peso. DTC participants may use the DTC's Elective Dividend Services (EDS) function under Foreign Currency Payments over the Participant Terminal System (PTS) to make such an election.

No action needs to be taken to receive the payment in USD. All positions that do not elect the ARS payment will be paid in USD when the currency may be converted into U.S. dollars.

Election information:

- The election period will be from **October 23, 2014 to November 13, 2014**.
- If a DTC participant does not elect to receive ARS on behalf of the individual beneficial holders by November 13, 2014, the dividend payment will be made through DTC in U. S. Dollars at such time as the currency may be converted into U.S. dollars and J.P. Morgan ("JPM") announces a payment date.
- In order to be paid in ARS a DTC participant must enter all the information required in the ARS

PAYMENT INSTRUCTIONS in the free format section of your EDS election screen.

- To receive payment in ARS, each DTC participant, or the beneficial owner of the securities, must have a bank account in Argentina, and must provide a single payment instruction per beneficial account/owner to pay to such account on behalf of itself and all of its underlying beneficial holders, if any, or directly to the beneficial owner's account, as the case may be.
- Please include the receiving bank's Clave Única de Identificación Tributaria (CUIT) number, BIC code as well as the investor's account name, account number, and CUIT number for residents (Clave de Identificación (CDI) number for non-residents) for the ARS account on record in the available fields.
- If a DTC participant fails to provide the proper "ARS Payment Instructions" or the payment is rejected by the institution listed on the EDS Election screen, J.P. Morgan will make an attempt to contact the DTC participant for better instructions.
- JPM must receive revised instructions within 10 business days from the date that the participant is contacted. Should this second attempt fail the EDS ARS election will be reversed and the funds paid in USD when a future payment date is announced.

Estimated payment per DR (as of today):

Gross dividend rate:	ARS	3.612538
Income Tax Rate:		10.00%
Net dividend rate:	ARS	3.2512842

Please be advised that the dividend corresponding to ARS will be paid net of any fees, expenses and taxes. DTC participants and beneficial holders should consult with their own tax advisors regarding any tax consequences associated with an election to receive all or a portion of the dividend in Argentine Peso.

By making an election pursuant to the election procedure described herein the DTC participant certifies that it has performed all necessary due diligence to satisfy itself as to the accuracy of the information provided and that each beneficial holder electing to receive ARS renounces all rights to receive the dividend in USD. The DTC participant also certifies that all tax reporting, US and/or foreign, on behalf of the beneficial holder, or the beneficial holder's account, is the sole responsibility of the DTC participant. Neither JPM nor any of its affiliated companies shall be liable for any loss or damage of any kind arising out of the use of the information contained herein, any errors or omissions in its content or the use of the election procedure described herein.

If you have any questions with regard to this distribution please contact J.P. Morgan at 1-800-929-5484.