



Global Crossing (UK) Telecommunications Limited and Subsidiaries
Summary of Consolidated Revenue
Results below are in pounds sterling in thousands.

Table 1

	Three months ended		
	September 30, 2007 (unaudited)	June 30, 2007 (unaudited)	September 30, 2006 (unaudited)
Revenue:			
Enterprise and carrier data	£ 71,227	£ 71,451	£ 59,159
Wholesale voice	1,272	1,267	1,130
	<u>72,499</u>	<u>72,718</u>	<u>60,289</u>
Global Crossing group companies	125	125	124
Consolidated revenue	<u>£ 72,624</u>	<u>£ 72,843</u>	<u>£ 60,413</u>

On October 11, 2006, GC Acquisitions, a wholly-owned subsidiary of Global Crossing Limited and affiliate of Global Crossing (UK) Telecommunications Ltd. (GCUK), took control of Fibernet Group Plc (Fibernet), and since that date the results of Fibernet have been consolidated into Global Crossing's results. On December 28, 2006, GCUK acquired all of Fibernet's UK operations from GC Acquisitions. Accordingly, Fibernet's UK operations results are included in GCUK's 2006 results as of December 28, 2006.

Global Crossing (UK) Telecommunications Limited and Subsidiaries
Consolidated Statements of Operations
Results below are in pounds sterling in thousands.

Table 2

IFRS in IFRS Reporting Format	Three months ended		
	September 30, 2007	June 30, 2007	September 30, 2006
	(unaudited)	(unaudited)	(unaudited)
Revenue	£ 72,624	£ 72,843	£ 60,413
Cost of sales	(43,062)	(43,139)	(36,470)
Gross profit	29,562	29,704	23,943
Distribution costs	(3,885)	(3,872)	(2,337)
Administrative expenses	(17,473)	(20,173)	(13,126)
Operating profit	8,204	5,659	8,480
Finance revenue	831	809	335
Finance charges	(7,683)	(6,854)	(4,266)
Profit (loss) before tax	1,352	(386)	4,549
Tax charge	(746)	(645)	(457)
Profit (loss) for the period	£ 606	£ (1,031)	£ 4,092

IFRS in U.S. Reporting Format	Three months ended		
	September 30, 2007	June 30, 2007	September 30, 2006
	(unaudited)	(unaudited)	(unaudited)
REVENUE	£ 72,624	£ 72,843	£ 60,413
Cost of revenue (excluding depreciation and amortization shown separately below)			
Cost of access	(20,562)	(21,636)	(19,436)
Real estate, network and operations	(12,527)	(13,430)	(9,472)
Third party maintenance	(4,582)	(4,544)	(4,129)
Cost of equipment sales	(6,256)	(7,133)	(5,936)
Total cost of revenue	(43,927)	(46,743)	(38,973)
Selling, general and administrative	(8,701)	(10,740)	(6,680)
Depreciation and amortization	(11,832)	(9,887)	(6,306)
Total operating expenses	(64,460)	(67,370)	(51,959)
OPERATING INCOME	8,164	5,473	8,454
OTHER INCOME (EXPENSE)			
Interest expense, net	(7,740)	(7,577)	(6,073)
Other income (expense), net	928	1,718	2,168
INCOME (LOSS) BEFORE PROVISION FOR INCOME TAXES	1,352	(386)	4,549
Provision for income taxes	(746)	(645)	(457)
NET INCOME (LOSS)	£ 606	£ (1,031)	£ 4,092

Note: The classification differences between reporting under IFRS and U.S. GAAP are as follows:

Cost of sales:

Under IFRS, the company includes cost of access, third party maintenance, customer-specific costs and depreciation on network assets within cost of sales.

Cost of revenue:

Under U.S. GAAP, the company includes cost of access, real estate, network and operations, third party maintenance and cost of equipment sales within cost of revenue.

Foreign currency gains (losses):

Under IFRS, the company includes foreign currency gains (losses) within operating profit, except for those related to the senior secured notes, which are included in finance costs, and those related to loans to related parties, which are included in finance revenue. Under U.S. GAAP, all foreign exchange gains (losses) are included in other income (expense), net.

On October 11, 2006, GC Acquisitions, a wholly-owned subsidiary of Global Crossing Limited and affiliate of Global Crossing (UK) Telecommunications Ltd. (GCUK), took control of Fibernet Group Plc (Fibernet), and since that date the results of Fibernet have been consolidated into Global Crossing's results. On December 28, 2006, GCUK acquired all of Fibernet's UK operations from GC Acquisitions. Accordingly, Fibernet's UK operations results are included in GCUK's 2006 results as of December 28, 2006.

Global Crossing (UK) Telecommunications Limited and Subsidiaries
Consolidated Balance Sheets

Table 3

Results below are in pounds sterling in thousands, except share and per share data.

	December 31, 2006⁽¹⁾	September 30, 2007 <small>(unaudited)</small>
Non-current assets		
Intangible assets, net	£ 14,241	£ 13,379
Property, plant and equipment, net	182,556	186,641
Investment in associate	163	199
Retirement benefit asset	922	922
Trade and other receivables (including amounts receivable from related parties of £29,271 and £24,854, respectively)	33,130	29,333
Deferred tax asset	5,262	4,398
	<u>236,274</u>	<u>234,872</u>
Current assets		
Inventory	1,112	-
Trade and other receivables (including amounts receivable from related parties of £5,888 and £3,365, respectively)	59,182	60,312
Cash and cash equivalents	40,309	30,437
	<u>100,603</u>	<u>90,749</u>
Total assets	<u>£ 336,877</u>	<u>£ 325,621</u>
Current liabilities		
Trade and other payables (including amounts payable to related parties of £6,680 and £7,798, respectively)	£ (77,581)	£ (69,721)
Deferred revenue	(49,587)	(48,962)
Provisions	(3,266)	(2,401)
Obligations under finance leases	(9,214)	(11,071)
Other debt obligations	(167)	(433)
Derivative financial instrument	(894)	(1,383)
	<u>(140,709)</u>	<u>(133,971)</u>
Non-current liabilities		
Trade and other payables	(647)	(657)
Senior secured notes	(249,631)	(247,193)
Deferred revenue	(108,881)	(107,586)
Retirement benefit obligation	(2,808)	(2,925)
Provisions	(5,243)	(4,576)
Obligations under finance leases	(23,209)	(20,291)
Other debt obligations	(232)	(537)
Derivative financial instrument	(1,789)	(1,728)
	<u>(392,440)</u>	<u>(385,493)</u>
Total liabilities	<u>(533,149)</u>	<u>(519,464)</u>
Net liabilities	<u>£ (196,272)</u>	<u>£ (193,843)</u>
Capital and reserves		
Equity share capital (101,000 shares outstanding at £1 each)	£ 101	£ 101
Capital reserve	25,368	27,806
Hedging reserve	(2,616)	(2,720)
Accumulated deficit	(219,125)	(219,030)
Total equity	<u>£ (196,272)</u>	<u>£ (193,843)</u>

On October 11, 2006, GC Acquisitions, a wholly-owned subsidiary of Global Crossing Limited and affiliate of Global Crossing (UK) Telecommunications Ltd. (GCUK), took control of Fibernet Group Plc (Fibernet), and since that date the results of Fibernet have been consolidated into Global Crossing's results. On December 28, 2006, GCUK acquired all of Fibernet's UK operations from GC Acquisitions. Accordingly, Fibernet's UK operations results are included in GCUK's 2006 results as of December 28, 2006.

(1) Initial accounting for the acquisition of Fibernet was determined only provisionally as of December 31, 2006. In accordance with IFRS 3, any adjustment to the provisional values as a result of completing the initial accounting requires restatement of comparative financial statements. During the nine months ended September 30, 2007, an adjustment to increase the liabilities assumed in the acquisition was recorded that resulted in a change in the amount of negative goodwill and resulting gain recorded at the acquisition date. This adjustment has been reflected in the accumulated deficit as of December 31, 2006.

Global Crossing (UK) Telecommunications Limited and Subsidiaries
Consolidated Cash Flow Statements
Results below are in pounds sterling in thousands.

Table 4

	Nine Months ended	
	September 30,	
	2006	2007
Operating activities:		
Profit for the period	£ 15,094	£ 95
<i>Adjustments for:</i>		
Finance costs, net	10,341	20,326
Income tax (benefit) charge	(1,643)	1,651
Depreciation of property, plant and equipment	16,190	25,653
Amortization of intangible assets	824	2,173
Share based payment expense	258	2,438
(Gain)/loss on disposal of property, plant and equipment	(79)	273
Equity income from associate	(159)	(37)
Change in provisions	(6,869)	(1,726)
Change in operating working capital	2,562	(17,987)
Change in other assets and liabilities	2,958	(957)
Cash generated from operations	39,477	31,902
Interest paid	(13,973)	(17,768)
Net cash provided by operating activities	<u>£ 25,504</u>	<u>£ 14,134</u>
Investing activities:		
Interest received	£ 2,607	£ 2,642
Purchase of property, plant and equipment	(13,510)	(24,253)
Proceeds from disposal of property, plant and equipment	8	-
Net cash used in investing activities	<u>£ (10,895)</u>	<u>£ (21,611)</u>
Financing activities:		
Loans provided to group companies	£ (43,835)	£ (2,500)
Loans repaid by group companies	16,114	6,100
Repayment of capital elements under finance leases	(3,876)	(6,597)
Proceeds from debt obligations, net	513	774
Repayment of capital element of other debt obligations	-	(172)
Net cash used in financing activities	<u>£ (31,084)</u>	<u>£ (2,395)</u>
Net decrease in cash and cash equivalents	<u>£ (16,475)</u>	<u>£ (9,872)</u>
Cash and cash equivalents at the beginning of period	<u>44,847</u>	<u>40,309</u>
Cash and cash equivalents at the end of period	<u>£ 28,372</u>	<u>£ 30,437</u>
Non-cash financing activities:		
Capital lease and debt obligations incurred	<u>£ 2,195</u>	<u>£ 7,263</u>

Pursuant to the SEC's Regulation G, the following table provides a reconciliation of Adjusted IFRS EBITDA, which is considered a non-GAAP (Generally Accepted Accounting Principles) financial metric, to profit (loss) for the period, which is the most directly comparable IFRS measure. GCUK's calculation of Adjusted IFRS EBITDA may not be consistent with Adjusted IFRS EBITDA measures of other companies. Management believes that Adjusted IFRS EBITDA is a relevant indicator of operating performance, especially in a capital intensive industry such as telecommunications. Adjusted IFRS EBITDA is an important aspect of the company's internal reporting and is also used by the investment community in assessing performance. This non-GAAP financial measure should be used in addition to, but not as a substitute for, the analysis provided in the consolidated statement of operations.

Global Crossing (UK) Telecommunications Limited and Subsidiaries
Reconciliation of Adjusted IFRS EBITDA to Profit (Loss) for the Period (unaudited)
Results below are in pounds sterling in thousands.

Table 5

	Three months ended		
	September 30, 2007 (unaudited)	June 30, 2007 (unaudited)	September 30, 2006 (unaudited)
Adjusted IFRS EBITDA	£ 20,542	£ 16,763	£ 14,504
Non-cash stock compensation	(506)	(1,217)	282
Depreciation and amortization	(11,832)	(9,887)	(6,306)
Finance revenue	831	809	335
Finance costs	(7,683)	(6,854)	(4,266)
Taxation	(746)	(645)	(457)
Profit (loss) for period	<u>£ 606</u>	<u>£ (1,031)</u>	<u>£ 4,092</u>

Definition:

Adjusted IFRS EBITDA consists of profit (loss) for the period before non-cash stock compensation, taxation, finance costs, finance revenue and depreciation and amortization expense recorded to cost of sales and administrative expenses.

On October 11, 2006, GC Acquisitions, a wholly-owned subsidiary of Global Crossing Limited and affiliate of Global Crossing (UK) Telecommunications Ltd. (GCUK), took control of Fibernet Group Plc (Fibernet), and since that date the results of Fibernet have been consolidated into Global Crossing's results. On December 28, 2006, GCUK acquired all of Fibernet's UK operations from GC Acquisitions. Accordingly, Fibernet's UK operations results are included in GCUK's 2006 results as of December 28, 2006.

Pursuant to the SEC's Regulation G, the following table provides a reconciliation of Adjusted Gross Margin, which is considered a non-GAAP financial metric, to gross profit, which is the most directly comparable IFRS measure. Management believes that Adjusted Gross Margin is a relevant indicator of operating performance since it links revenue lines with the largest and most directly related costs incurred to generate such revenue. Adjusted Gross Margin should be used in addition to, but not as a substitute for, the analysis provided in the consolidated statement of operations.

Global Crossing (UK) Telecommunications Limited and Subsidiaries
Reconciliation of Adjusted Gross Margin to Gross Profit (unaudited)
Results below are in pounds sterling in thousands.

Table 6

	Three months ended		
	September 30, 2007 (unaudited)	June 30, 2007 (unaudited)	September 30, 2006 (unaudited)
Adjusted Gross Margin	£ 52,062	£ 51,207	£ 40,977
Less:			
Customer-specific costs	(7,210)	(8,116)	(7,069)
Third-party maintenance	(4,582)	(4,544)	(4,129)
Depreciation & amortization (included within cost of sales)	(10,708)	(8,843)	(5,836)
Gross Profit (IFRS)	<u>£ 29,562</u>	<u>£ 29,704</u>	<u>£ 23,943</u>

Definitions:

Adjusted gross margin is revenue minus cost of access.

Gross profit is revenue minus cost of access, customer-specific costs, third party maintenance and depreciation and amortization recorded to cost of sales.

On October 11, 2006, GC Acquisitions, a wholly-owned subsidiary of Global Crossing Limited and affiliate of Global Crossing (UK) Telecommunications Ltd. (GCUK), took control of Fibernet Group Plc (Fibernet), and since that date the results of Fibernet have been consolidated into Global Crossing's results. On December 28, 2006, GCUK acquired all of Fibernet's UK operations from GC Acquisitions. Accordingly, Fibernet's UK operations results are included in GCUK's 2006 results as of December 28, 2006.