

ALIANT INC.

Supplemental Investor Information

Second Quarter 2002



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Note

The term EBITDA does not have a standardized meaning prescribed by Canadian Generally Accepted Accounting Principles (GAAP) and therefore may not be comparable to similar measures presented by other issuers. This term is defined on page 20.

ALIAN T INC.**Supplemental Investor Information - Second Quarter 2002 (unaudited)****Highlights**

(Thousands of Canadian dollars, except otherwise indicated)

	Six Months Ended June 30		% Change	Three Months Ended June 30		% Change
	<u>2002</u>	<u>2001</u> (Restated ³)		<u>2002</u>	<u>2001</u> (Restated ³)	
Financial						
Revenues	\$1,315,756	\$1,297,206	1%	\$670,109	\$658,847	2%
EBITDA	474,943	462,111	3%	247,067	250,527	-1%
Net Income Applicable to Common Shares	133,186	73,881	80%	82,117	59,524	38%
Earnings per Average Common Share (Basic)	0.96	0.55	75%	0.59	0.44	34%
Net Income Applicable to Common Shares (Excluding Goodwill)	133,186	86,049	55%	82,117	65,538	25%
Earnings per Average Common Share (Basic excluding Goodwill)	0.96	0.64	50%	0.59	0.49	20%
Capital Expenditures	221,739	249,844	-11%	115,087	98,803	16%
Free Cash Flow ⁴	51,423	(162,545)	132%	6,885	873	689%
Share Capital - as of June 30						
Number of Common Shares Outstanding	139,563,422	135,753,101				
Weighted Average Number of Common Shares Outstanding	138,354,656	134,859,323				
Trading Hi-Low for the Quarter Ended	\$31.56-\$25.50	\$38.00 - \$29.51				
Common Share Price (AIT)	27.96	34.35				
Preferred Share Price (AIT.PR.A)	25.15	24.80				
Market Capitalization at Quarter End	\$ 3,902,193	\$ 4,663,119				

Revenue

Telecommunications
Information Technology
Remote Communications
Emerging Business
Other and Intercompany Eliminations

Total Revenue

Six Months Ended June 30		
2002	2001	% Change
\$867,892	\$912,282	-4.9%
225,181	200,906	12.1%
255,289	209,559	21.8%
50,642	73,992	-31.6%
(83,248)	(99,533)	16.4%
\$1,315,756	\$1,297,206	1.4%

Three Months Ended June 30		
2002	2001	% Change
\$453,608	\$473,990	-4.3%
103,655	91,192	13.7%
128,749	108,918	18.2%
23,610	35,786	-34.0%
(39,513)	(51,039)	22.6%
\$670,109	\$658,847	1.7%

Contribution to EBITDA

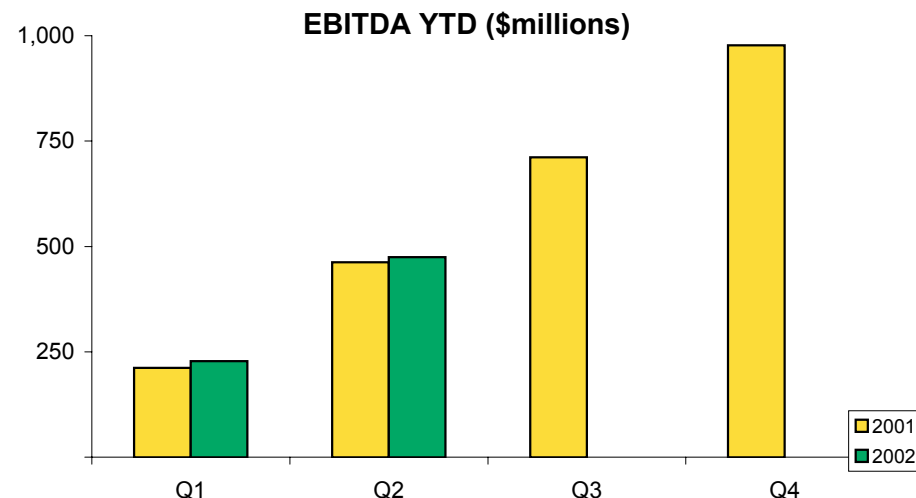
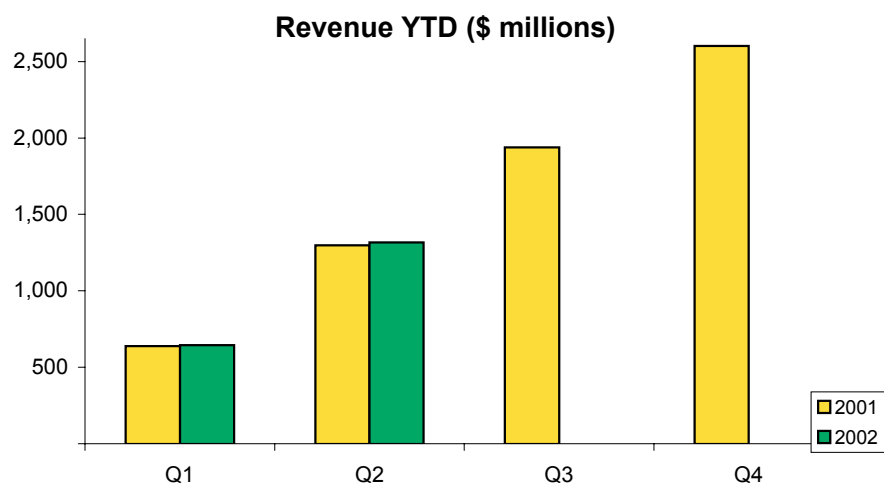
Telecommunications
Information Technology
Remote Communications
Emerging Business
Other and Intercompany Eliminations

Total Contribution to EBITDA

\$417,219	\$414,022	0.8%
17,415	19,646	-11.4%
54,557	45,368	20.3%
(674)	(1,199)	43.8%
(13,574)	(15,726)	13.7%
\$474,943	\$462,111	2.8%
36.1%	35.6%	0.5%

\$220,289	\$225,722	-2.4%
8,835	9,026	-2.1%
23,144	27,487	-15.8%
(70)	(3,728)	98.1%
(5,131)	(7,980)	35.7%
\$247,067	\$250,527	-1.4%
36.9%	38.0%	-1.1%

EBITDA Margin



(Thousands of Canadian dollars, except otherwise indicated)

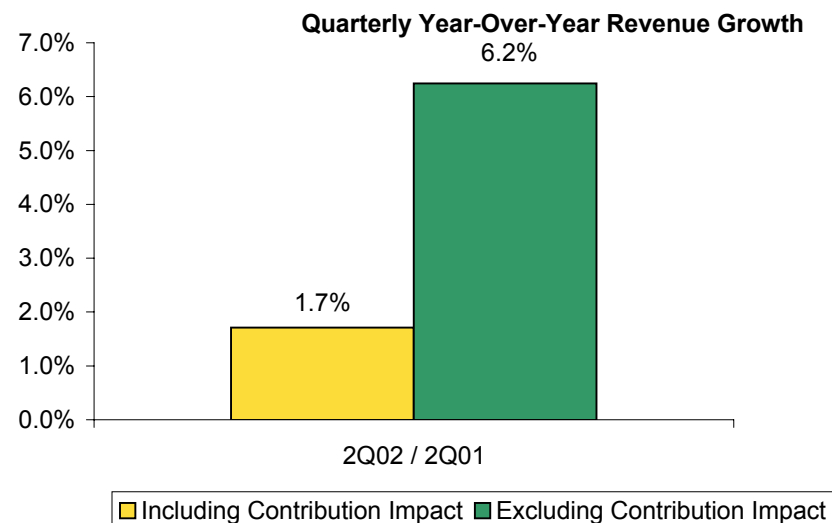
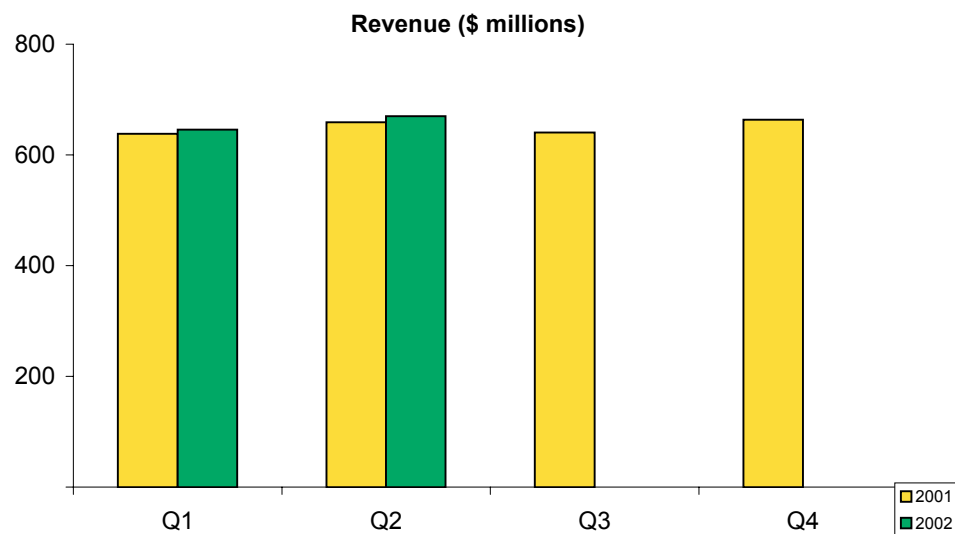
Revenue

Telecommunications
 Information Technology
 Remote Communications
 Emerging Business
 Other and Intercompany Eliminations

2002		
Q2	Q1	Total
\$453,608	\$414,284	\$867,892
103,655	121,526	225,181
128,749	126,540	255,289
23,610	27,032	50,642
(39,513)	(43,735)	(83,248)
\$670,109	\$645,647	\$1,315,756

2001				
Q4	Q3	Q2	Q1	Total
\$470,612	\$464,937	\$473,990	\$438,292	\$1,847,831
87,922	85,316	91,192	109,714	374,144
130,514	110,831	108,918	100,641	450,904
26,461	28,434	35,786	38,206	128,887
(51,650)	(49,017)	(51,039)	(48,494)	(200,200)
\$663,859	\$640,501	\$658,847	\$638,359	\$2,601,566

Total Revenue



ALIAN T INC.
Supplemental Investor Information - Second Quarter 2002 (unaudited)

Consolidated EBITDA
(before restructuring charge²)

(Thousands of Canadian dollars, except otherwise indicated)

EBITDA

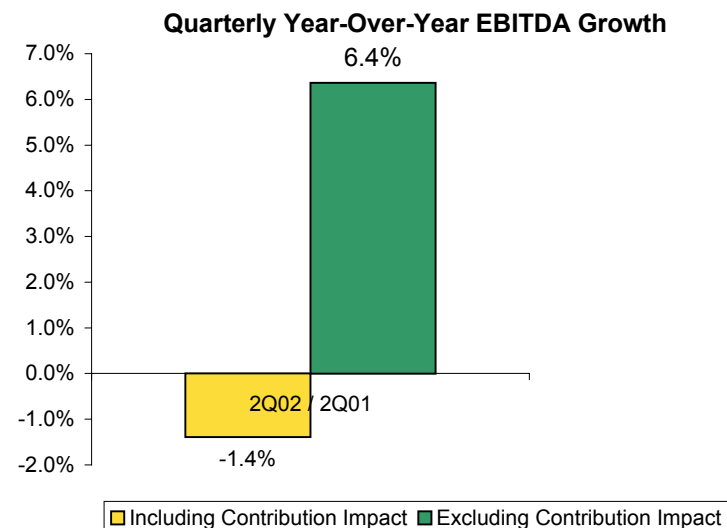
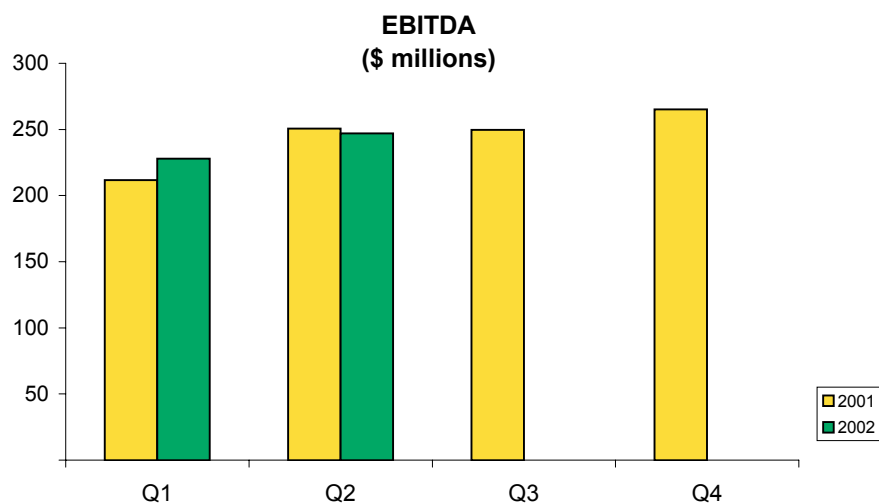
	2002		
	Q2	Q1	Total
Telecommunications	\$220,289	\$196,930	\$417,219
Information Technology	8,835	8,580	17,415
Remote Communications	23,144	31,413	54,557
Emerging Business	(70)	(604)	(674)
Other and Intercompany Eliminations	(5,131)	(8,443)	(13,574)
Total EBITDA	\$247,067	\$227,876	\$474,943

	2001				
	Q4	Q3	Q2	Q1	Total
Telecommunications	\$235,730	\$228,072	\$225,722	\$188,300	\$877,824
Information Technology	7,002	6,587	9,026	10,620	33,235
Remote Communications	28,305	26,133	27,487	17,881	99,806
Emerging Business	(168)	(3,497)	(3,728)	2,529	(4,864)
Other and Intercompany Eliminations	(5,632)	(7,606)	(7,980)	(7,746)	(28,964)
Total EBITDA	\$265,237	\$249,689	\$250,527	\$211,584	\$977,037

EBITDA as a % of Revenue

Telecommunications	48.6%	47.5%	48.1%
Information Technology	8.5%	7.1%	7.7%
Remote Communications	18.0%	24.8%	21.4%
Emerging Business	-0.3%	-2.2%	0.0%
Other and Intercompany Eliminations	n/a	n/a	n/a
Total EBITDA Margin	36.9%	35.3%	36.1%

Telecommunications	50.1%	49.1%	47.6%	43.0%	47.5%
Information Technology	8.0%	7.7%	9.9%	9.7%	8.9%
Remote Communications	21.7%	23.6%	25.2%	17.8%	22.1%
Emerging Business	-0.6%	-12.3%	-10.4%	6.6%	-3.8%
Other and Intercompany Eliminations	n/a	n/a	n/a	n/a	n/a
Total EBITDA Margin	40.0%	39.0%	38.0%	33.1%	37.6%



(Thousands of Canadian dollars, except otherwise indicated)

Total Net Income applicable to Common Shares

Net Income excluding Goodwill Amortization

Average number of Common Shares (000's)

Earnings per Common Share

Basic

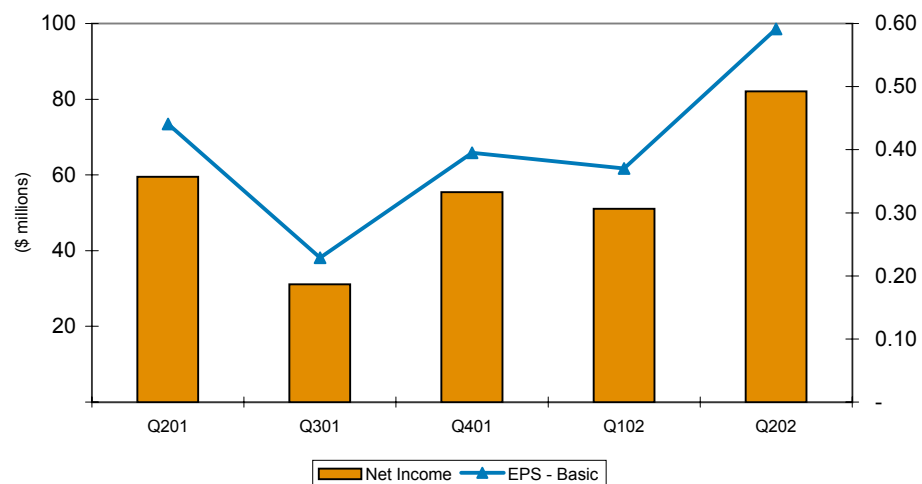
Basic excluding Goodwill Amortization

Cash Flow per Common Share⁵

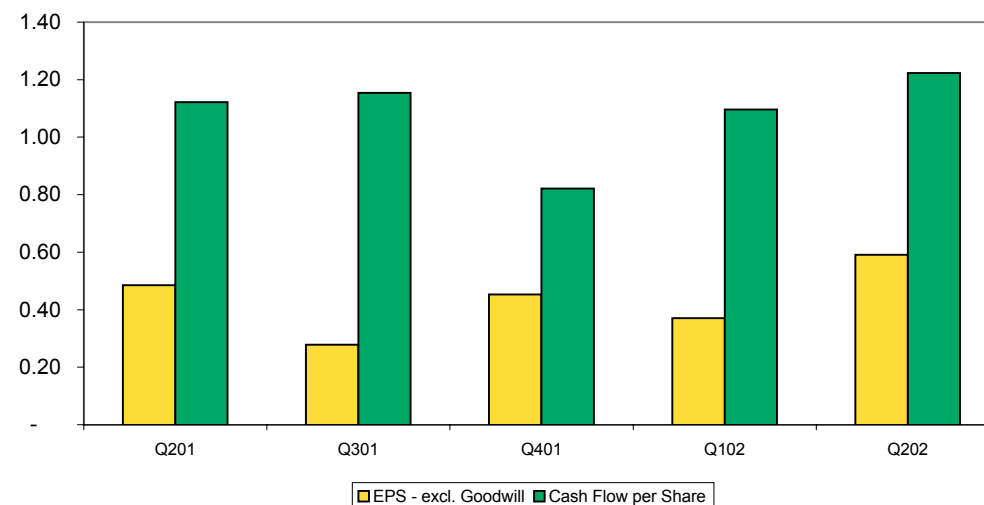
2002		
Q2	Q1	Total
\$82,117	\$51,069	\$133,186
\$82,117	\$51,069	\$133,186
138,891	137,885	138,355
0.59	0.37	0.96
0.59	0.37	0.96
1.22	1.10	2.32

2001				
Q4	Q3	Q2	Q1	Total
\$55,458	\$31,111	\$59,524	\$14,357	\$160,450
\$62,006	\$37,778	\$65,538	\$20,511	\$185,833
136,861	135,975	135,111	134,572	135,615
0.40	0.23	0.44	0.11	1.18
0.45	0.28	0.49	0.15	1.37
0.82	1.15	1.12	1.01	4.10

Net Income applicable to Common Shares



EPS (excluding Goodwill) and Cash Flow per Share



ALIAN T INC.

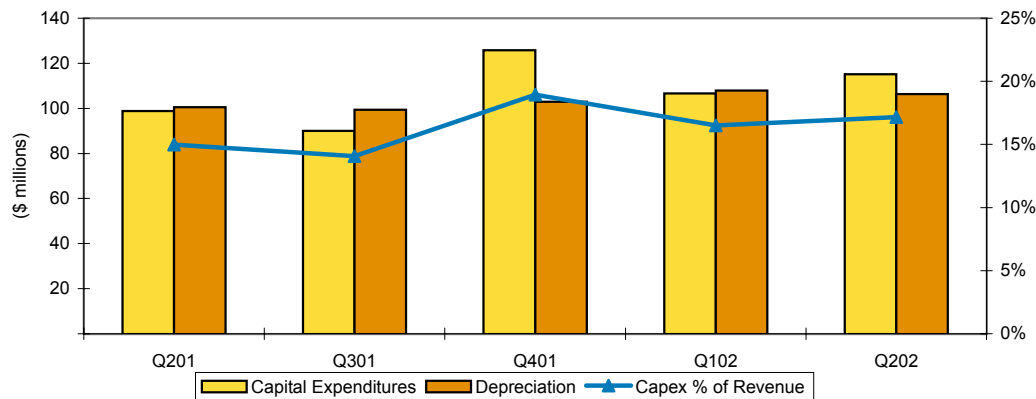
Supplemental Investor Information - Second Quarter 2002 (unaudited)

Consolidated Capital Expenditures and Depreciation

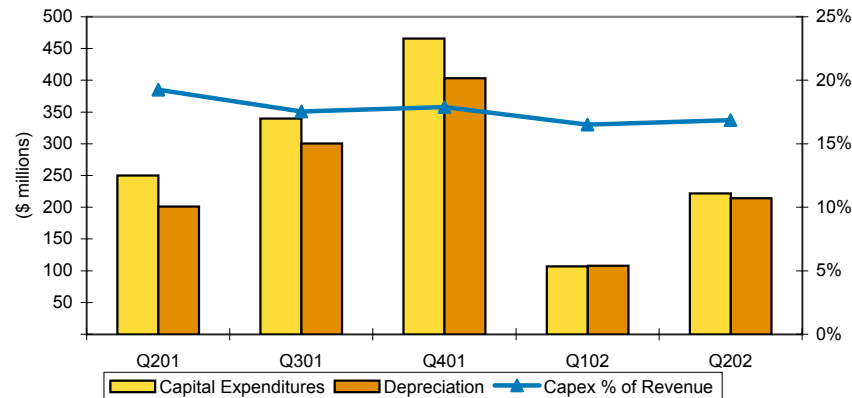
(Thousands of Canadian dollars, except otherwise indicated)

	2002			2001				
	Q2	Q1	Total	Q4	Q3	Q2	Q1	Total
Capital Expenditures								
Telecommunications	\$103,316	\$86,830	\$190,146	\$110,230	\$66,653	\$76,110	\$139,964	\$392,957
Information Technology	3,367	946	4,313	491	5,783	1,188	3,982	11,444
Remote Communications	8,004	14,193	22,197	6,793	7,478	7,845	651	22,767
Emerging Business	159	4,583	4,742	6,193	9,212	13,471	6,407	35,283
Other and Intercompany Eliminations	241	100	341	2,033	932	189	37	3,191
Total Capital Expenditures	\$115,087	\$106,652	\$221,739	\$125,740	\$90,058	\$98,803	\$151,041	\$465,642
Depreciation Expense(excluding goodwill amortization)								
Telecommunications	\$90,135	\$91,327	\$181,462	\$87,383	\$86,140	\$87,830	\$87,895	\$349,248
Information Technology	2,945	2,855	5,800	3,103	2,897	2,283	2,372	10,655
Remote Communications	10,176	9,757	19,933	9,015	8,616	9,098	9,000	35,729
Emerging Business	2,893	3,594	6,487	3,336	1,590	1,216	1,023	7,165
Other and Intercompany Eliminations	223	318	541	109	85	81	75	350
Total Depreciation Expense	\$106,372	\$107,851	\$214,223	\$102,946	\$99,328	\$100,508	\$100,365	\$403,147
Capital Expenditures % of Revenue								
Telecommunications	22.8%	21.0%	21.9%	23.4%	14.3%	16.1%	31.9%	21.3%
Information Technology	3.2%	0.8%	1.9%	0.6%	6.8%	1.3%	3.6%	3.1%
Remote Communications	6.2%	11.2%	8.7%	5.2%	6.7%	7.2%	0.6%	5.0%
Emerging Business	0.7%	17.0%	9.4%	23.4%	32.4%	37.6%	16.8%	27.4%
Other and Intercompany Eliminations	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Total Capital Expenditures % of Revenue	17.2%	16.5%	16.9%	18.9%	14.1%	15.0%	23.7%	17.9%

Capex / Depreciation - by Quarter



Capex / Depreciation - YTD



(Thousands of Canadian dollars, except otherwise indicated)

	2002			2001				
	Q2	Q1	Total	Q4	Q3	Q2	Q1	Total
Interest Charges								
Interest on Long-Term Debt	\$32,523	\$33,343	\$65,866	\$34,847	\$36,043	\$39,425	\$38,417	\$148,732
Other Interest	(88)	402	314	(209)	2,713	2,508	3,745	8,757
Total Interest Charges	\$32,435	\$33,745	\$66,180	\$34,638	\$38,756	\$41,933	\$42,162	\$157,489
Capital Structure								
Equity	50.0%	47.3%		47.9%	46.4%	45.3%	39.0%	
Non-controlling Interest	4.6%	1.9%		1.8%	1.8%	2.1%	2.0%	
Debt	45.4%	50.8%		50.3%	51.8%	52.6%	59.0%	
Total Capital Structure	100.0%	100.0%		100.0%	100.0%	100.0%	100.0%	
Coverages²								
Interest (i)	4.0	3.6		3.1	3.1	3.5	3.6	
Debt to Trailing EBITDA (ii)	1.56	1.76		1.71	1.91	2.02	2.30	
EBITDA to Interest (iii)	7.1	6.7		6.2	6.0	6.1	6.4	
Cash Flow to Interest (iv)	4.2	3.8		3.5	3.8	3.7	4.1	

Definitions

(i) Operating Income plus Other Income divided by Total Interest Charges (Current Quarter plus three (3) previous Quarters).

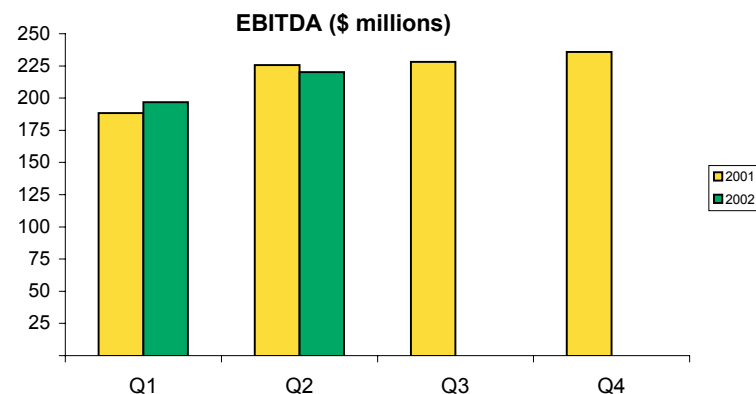
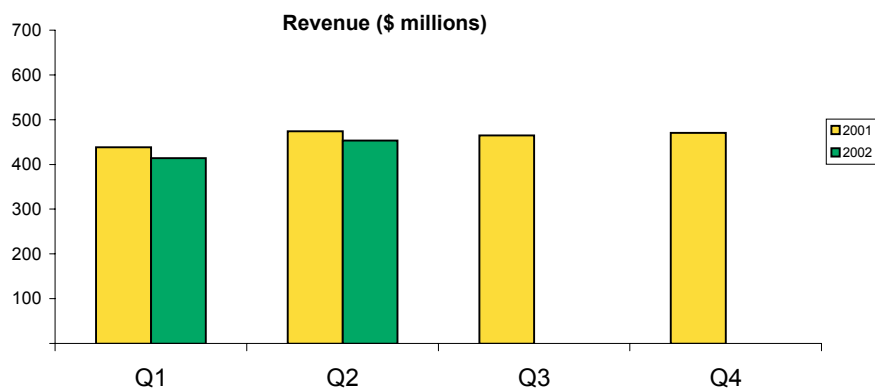
(ii) Total Debt (including Bank Indebtedness) divided by Current Quarter plus three (3) previous Quarters' EBITDA.

(iii) EBITDA divided by Total Interest Charges (Current Quarter plus three (3) previous Quarters).

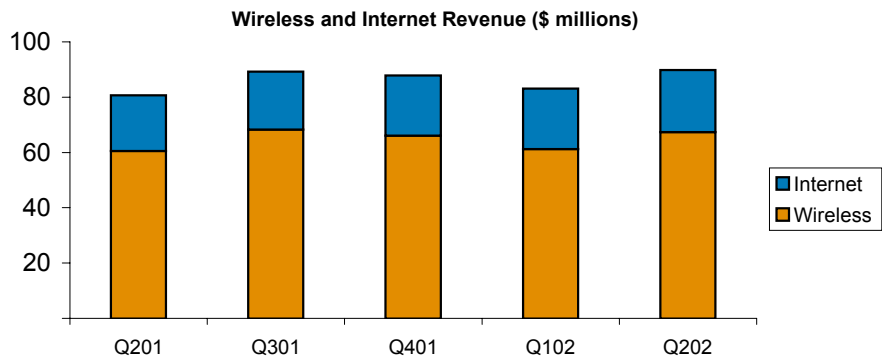
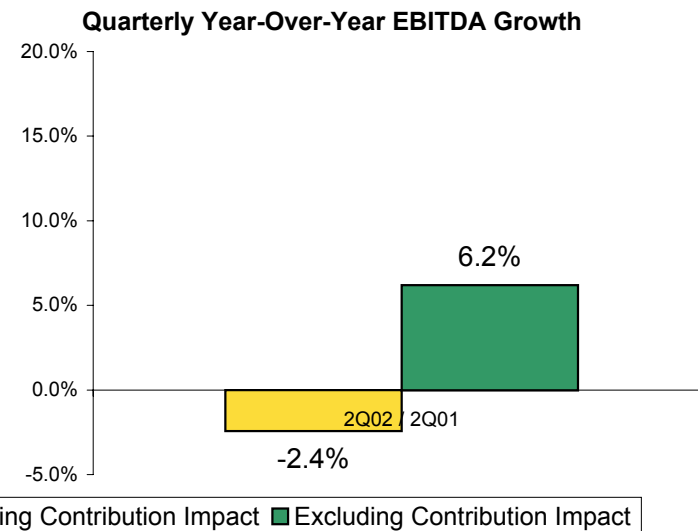
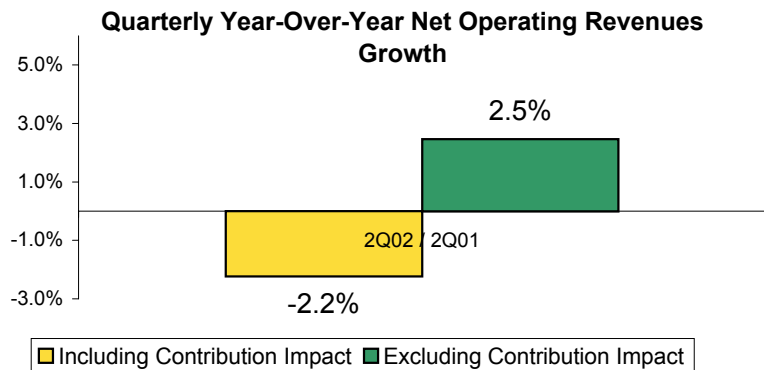
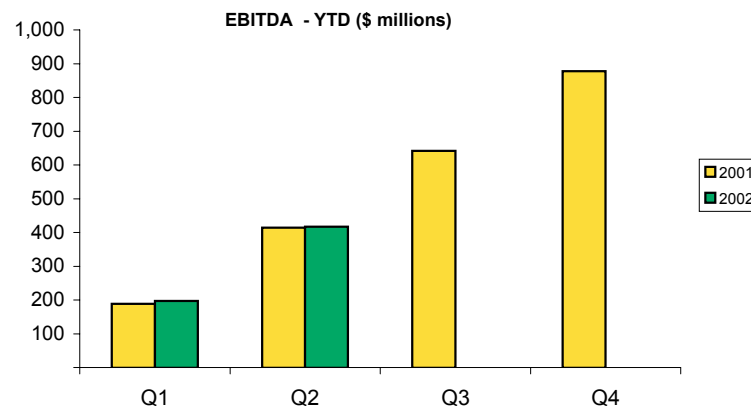
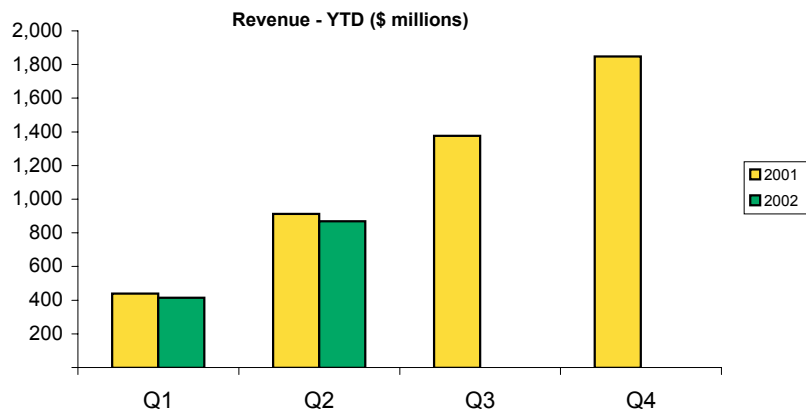
(iv) Cash from Operations (before change in non-cash working capital) divided by Total Interest Charges (Current Quarter plus three (3) previous Quarters).

(Thousands of Canadian dollars, except otherwise indicated)

	2002			2001				
	Q2	Q1	Total	Q4	Q3	Q2	Q1	Total
Revenue								
Local	\$193,514	\$189,959	\$383,473	\$218,961	\$219,341	\$218,358	\$211,764	\$868,424
Long Distance	101,539	101,545	203,084	102,069	100,392	101,927	104,269	408,657
Wireless	67,404	61,224	128,628	66,083	68,317	60,585	54,912	249,897
Internet	22,439	21,848	44,287	21,750	20,910	20,094	16,084	78,838
Product Sales	24,663	18,732	43,395	33,797	26,869	27,541	27,509	115,716
Other	44,049	20,976	65,025	27,952	29,108	45,485	23,754	126,299
Total Revenue	\$453,608	\$414,284	\$867,892	\$470,612	\$464,937	\$473,990	\$438,292	\$1,847,831
Cash Operating Expenses and Cost of Revenue	\$233,319	\$217,354	\$450,673	\$234,882	\$236,865	\$248,268	\$249,992	\$970,007
EBITDA								
Wireline	\$190,710	\$167,109	\$357,819	\$201,553	\$196,340	\$201,687	\$167,342	\$766,922
% of Revenue	49.4%	47.3%	48.4%	49.8%	49.5%	48.8%	43.6%	48.0%
Wireless	29,579	29,821	59,400	34,177	31,732	24,035	20,958	110,902
% of Revenue	43.9%	48.7%	46.2%	51.7%	46.4%	39.7%	38.2%	44.4%
Total	\$220,289	\$196,930	\$417,219	\$235,730	\$228,072	\$225,722	\$188,300	\$877,824
% of Revenue	48.6%	47.5%	48.1%	50.1%	49.1%	47.6%	43.0%	47.5%
Net Income	\$64,755	\$51,134	\$115,889	\$72,583	\$63,342	\$60,621	\$41,619	\$238,165
Earnings per Aliant Common Share	\$ 0.47	\$ 0.37	\$ 0.84	\$ 0.53	\$ 0.47	\$ 0.45	\$ 0.31	\$ 1.76
Interest Coverage	5.8	5.6		5.4	5.0	4.9	4.8	
Debt to Trailing EBITDA	1.24	1.30		1.25	1.34	1.49	1.50	
Capital Structure								
Equity	52.3%	50.5%		52.7%	51.5%	48.4%	49.2%	
Non-controlling Interest	0.2%	0.1%		0.1%	0.1%	0.1%	0.1%	
Debt	47.5%	49.4%		47.2%	48.4%	51.5%	50.7%	



(Thousands of Canadian dollars, except otherwise indicated)



(Thousands of Canadian dollars, except otherwise indicated)

Network Access Service (restated ⁶)

Business
Residential

Total Network Access Service

Number of Bundled Subscribers - Business / Residential

Estimated Market Share

Local (number of lines based)
Long Distance (minute based)

Long Distance Minutes (Thousands)

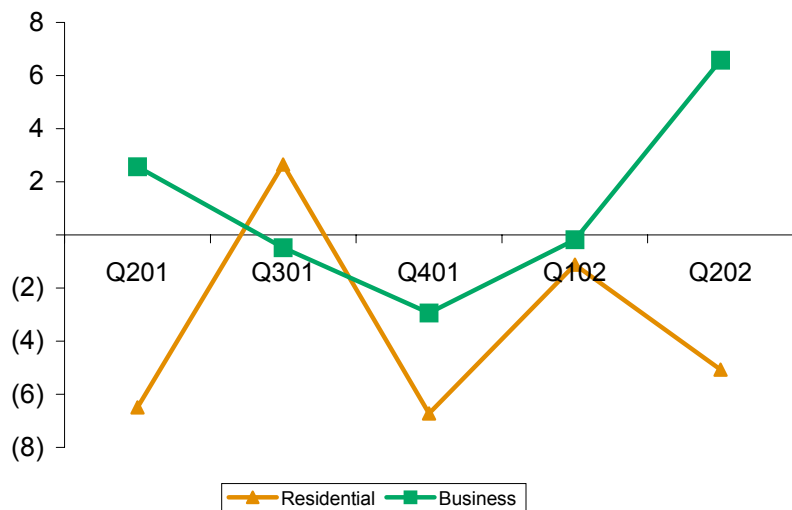
Revenue per Long Distance Minute

Call Centre

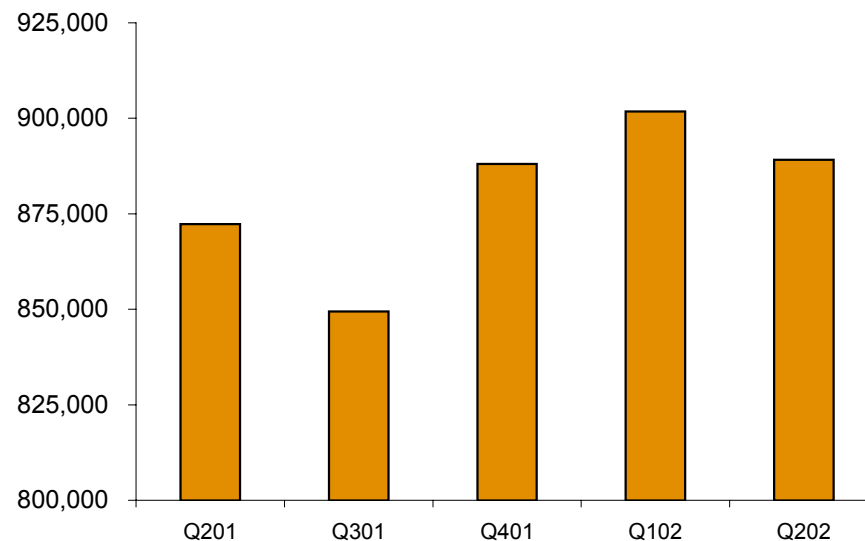
Revenue
Revenue Growth (year over year)

2002		2001			
Q2	Q1	Q4	Q3	Q2	Q1
594,068	587,487	587,672	590,606	591,084	588,522
932,685	937,760	938,877	945,597	942,941	949,437
1,526,753	1,525,247	1,526,549	1,536,203	1,534,025	1,537,959
311,162	296,693	278,517	265,694	246,373	238,470
97.1%	97.5%	97.5%	97.6%	97.9%	98.2%
88.4%	88.5%	89.0%	87.5%	87.9%	88.3%
889,156	901,773	888,044	849,438	872,343	886,979
\$0.08	\$0.08	\$0.08	\$0.09	\$0.09	\$0.09
\$21,794	\$22,118	\$23,172	\$22,810	\$22,199	\$22,432
-1.8%	-1.4%	15.3%	15.6%	20.4%	35.1%

NAS Growth (000's)



Long Distance Minutes (000's)



(Thousands of Canadian dollars, except otherwise indicated)

WIRELESS

Subscribers

Analog
 Digital
 Prepaid

Total Subscribers

Net Subscriber Additions

Digital
 All

Market Share (Estimated)

Churn (Blended pre/post-paid)

Revenue Growth (Year over Year)

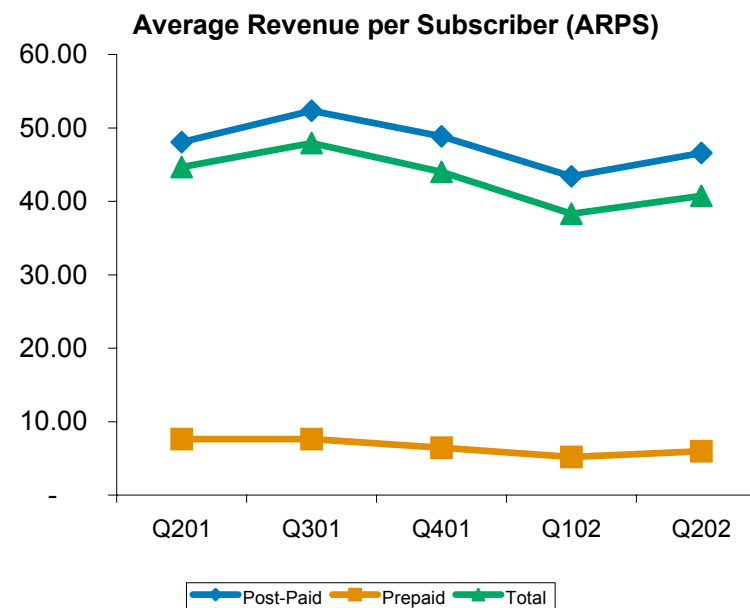
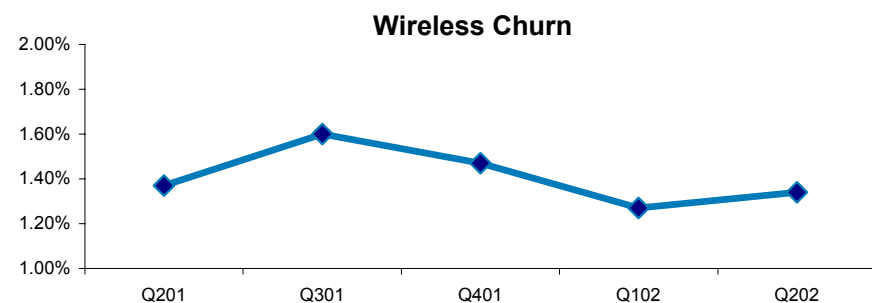
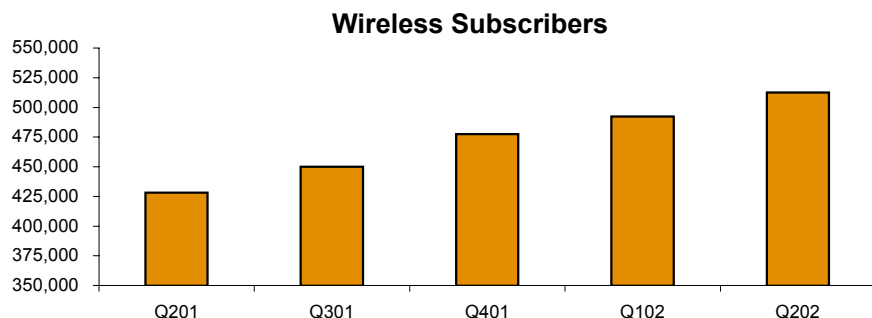
Per Subscriber

Average Revenue (ARPS) (\$)

Post-Paid
 Prepaid
 Total

Average Minutes of Use (MOU)

2002		2001			
Q2	Q1	Q4	Q3	Q2	Q1
262,688	267,886	280,462	293,563	304,020	307,159
176,783	155,286	137,509	109,236	85,392	66,314
73,164	69,217	59,593	47,335	38,887	31,228
512,635	492,389	477,564	450,134	428,299	404,701
21,497	17,777	28,273	23,844	19,078	11,702
20,246	14,825	27,430	21,835	23,598	15,157
74.6%	74.6%	75.0%	75.0%	74.9%	74.8%
1.34%	1.27%	1.47%	1.60%	1.37%	1.46%
11.3%	11.5%	11.6%	14.1%	18.2%	19.6%
\$46.60	\$43.39	\$48.86	\$52.34	\$48.08	\$44.43
5.99	5.18	6.45	7.61	7.62	7.84
40.76	38.29	44.00	47.94	44.68	41.86
209	185	197	202	194	174



(Thousands of Canadian dollars, except otherwise indicated)

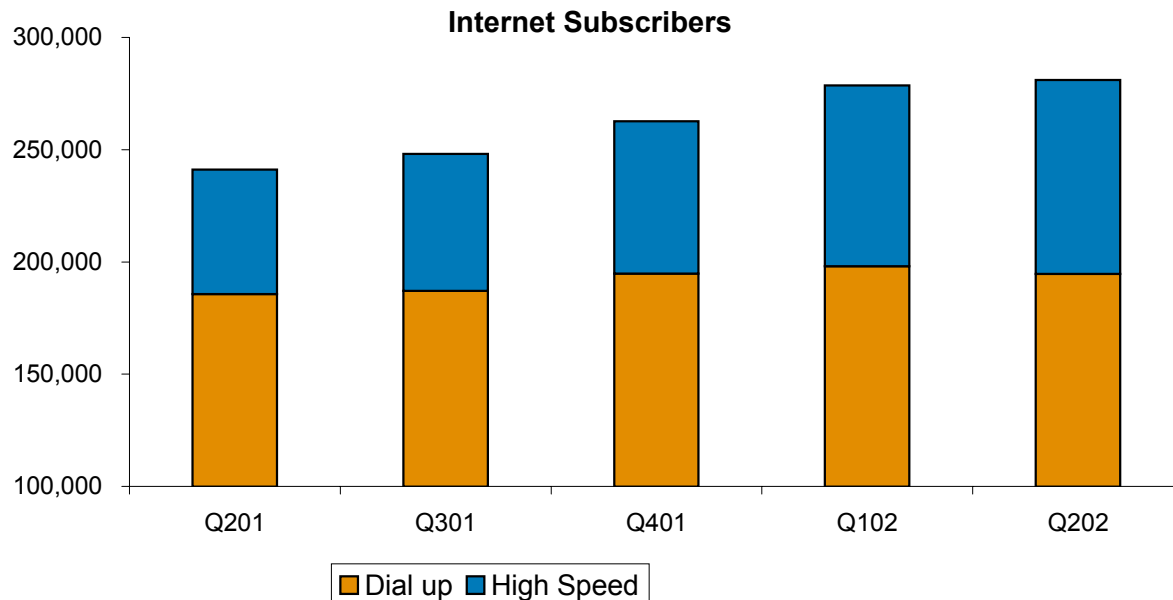
INTERNET
Subscribers
Dial up
High Speed
Total Subscribers

Estimated Market Share

Churn

Per Subscriber
Average Revenue (ARPS) (\$)
Consumer Dial up
Consumer High Speed
Business Dial up
Business High Speed

2002		2001			
Q2	Q1	Q4	Q3	Q2	Q1
194,648	198,045	194,782	187,058	185,669	186,185
86,362	80,560	67,827	61,111	55,426	47,334
281,010	278,605	262,609	248,169	241,095	233,519
67%	67%	67%	67%	67%	67%
3.5%	2.8%	3.6%	2.1%	2.5%	2.8%
\$18.77	\$18.06	\$19.21	\$18.94	\$18.59	\$16.81
30.03	33.73	37.19	38.42	33.01	32.68
58.46	67.49	75.20	74.25	73.63	77.22
114.53	111.63	146.00	145.50	143.49	199.75



ALIAN T INC.
Supplemental Investor Information - Second Quarter 2002 (unaudited)

Information Technology Financial Highlights
(before restructuring charge²)

(Thousands of Canadian dollars, except otherwise indicated)

Revenue Segment

IT Services
 Fulfillment

Total Revenue by Segment

Source

External Customers
 Other Aliant Lines of Business

Total Revenue by Source

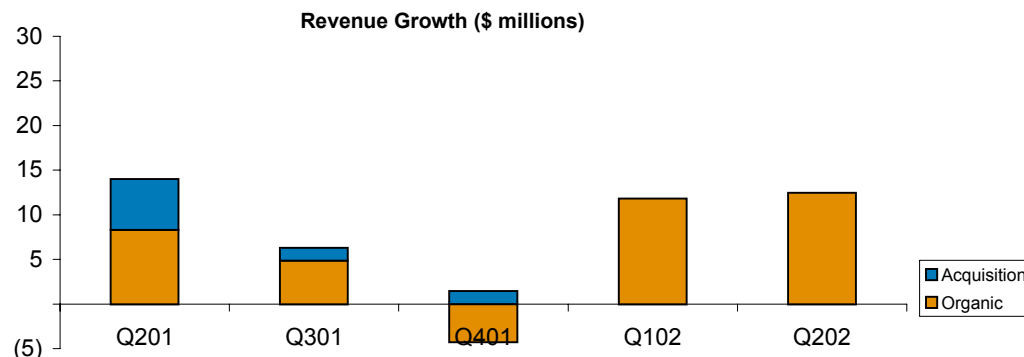
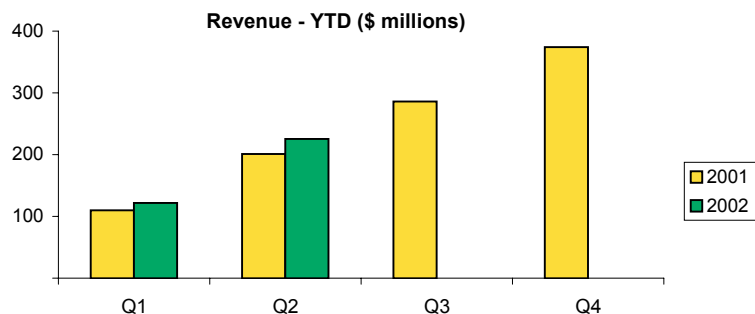
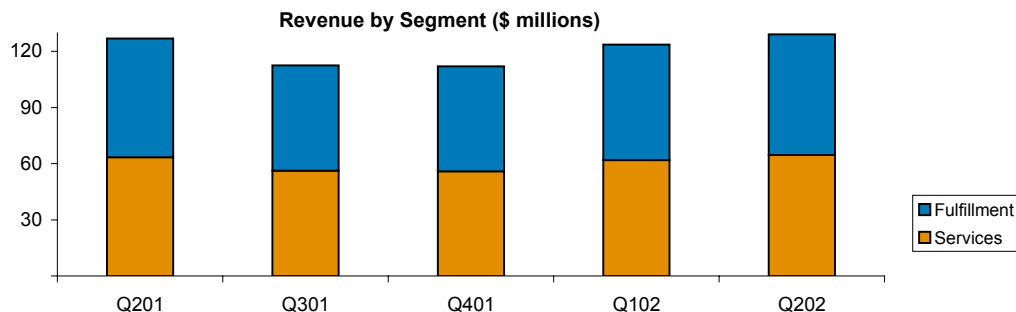
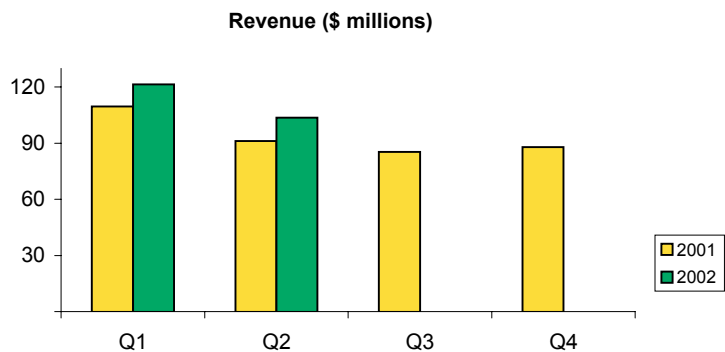
Year over Year Revenue Growth

Acquisition (up to one year post acquisition date)
 Organic

Total Revenue Growth

2002		
Q2	Q1	Total
\$64,589	\$61,861	\$126,450
39,066	59,665	98,731
\$103,655	\$121,526	\$225,181
\$66,872	\$83,502	\$150,374
36,783	38,024	74,807
\$103,655	\$121,526	\$225,181
-	-	-
\$12,463	\$11,812	\$24,275
\$12,463	\$11,812	\$24,275

2001				
Q4	Q3	Q2	Q1	Total
\$56,013	\$56,263	\$63,470	\$65,101	\$240,847
31,909	29,053	27,722	44,613	133,297
\$87,922	\$85,316	\$91,192	\$109,714	\$374,144
\$44,119	\$48,759	\$53,438	\$74,724	\$221,040
43,803	36,557	37,754	34,990	153,104
\$87,922	\$85,316	\$91,192	\$109,714	\$374,144
\$1,471	\$1,457	\$5,709	\$9,309	\$17,946
(4,242)	4,850	8,313	15,892	24,813
(\$2,771)	\$6,307	\$14,022	\$25,201	\$42,759



(Thousands of Canadian dollars, except otherwise indicated)

Cost of Fulfillment Revenue

Cash Operating Expenses

Gross Margin %

IT Services
 Fulfillment

2002		
Q2	Q1	Total
\$35,430	\$55,260	\$90,690
\$59,390	\$57,686	\$117,076
29.2%	33.0%	30.1%
9.3%	7.4%	8.1%

2001				
Q4	Q3	Q2	Q1	Total
\$28,944	\$26,633	\$24,865	\$40,406	\$120,848
\$51,976	\$52,096	\$57,301	\$58,688	\$220,061
34.0%	29.6%	33.2%	35.0%	31.0%
9.3%	8.3%	10.3%	9.4%	9.3%

EBITDA

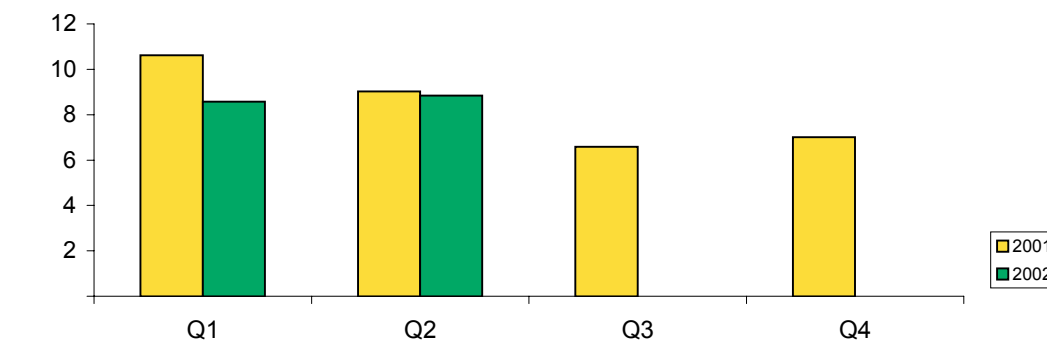
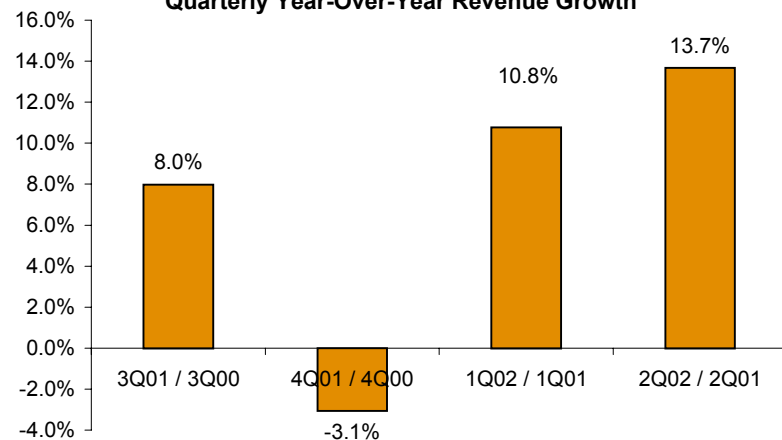
% of Revenue

\$8,835	\$8,580	\$17,415
8.5%	7.1%	7.7%

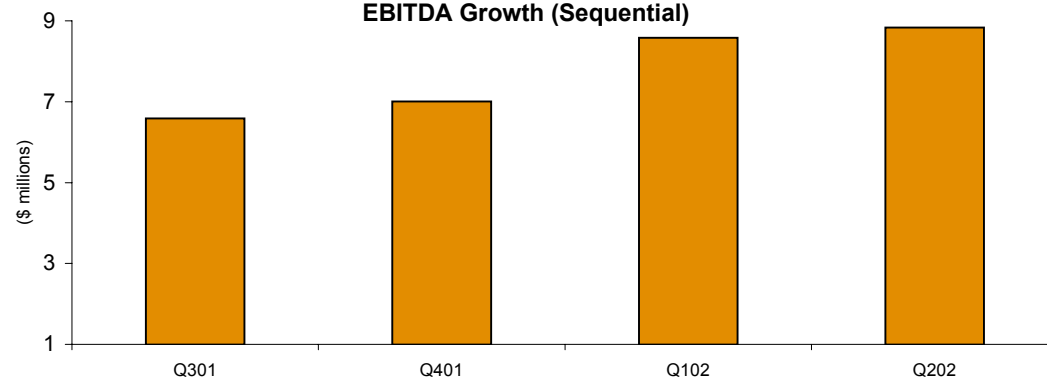
\$7,002	\$6,587	\$9,026	\$10,620	\$33,235
8.0%	7.7%	9.9%	9.7%	8.9%

EBITDA (\$ millions)

Quarterly Year-Over-Year Revenue Growth



EBITDA Growth (Sequential)



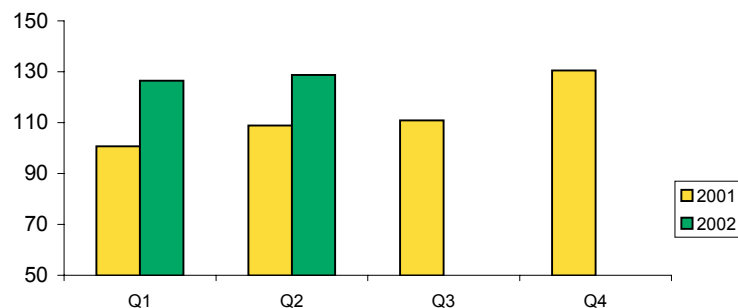
ALIAN'T INC.
Supplemental Investor Information - Second Quarter 2002 (unaudited)

Remote Communications Financial Highlights
(Restated³)

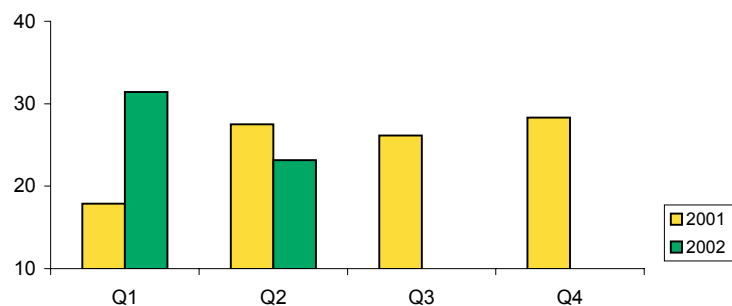
(Thousands of Canadian dollars, except otherwise indicated)

	2002			2001				
	Q2	Q1	Total	Q4	Q3	Q2	Q1	Total
Revenue	\$128,749	\$126,540	\$255,289	\$130,514	\$110,831	\$108,918	\$100,641	\$450,904
Cash Operating Expenses / Cost of Revenue	\$105,605	\$95,127	\$200,732	\$102,209	\$84,698	\$81,431	\$82,760	\$351,098
EBITDA	\$23,144	\$31,413	\$54,557	\$28,305	\$26,133	\$27,487	\$17,881	\$99,806
<i>% of Revenue</i>	18.0%	24.8%	21.4%	21.7%	23.6%	25.2%	17.8%	22.1%
Net Income (Loss)	\$12,486	\$7,972	\$20,458	(\$3,769)	(\$18,729)	\$10,452	(\$26,736)	(\$38,782)
Earnings (Loss) per Aliant Common Share	\$0.09	\$0.06	\$0.15	(\$0.03)	(\$0.14)	\$0.08	(\$0.20)	(\$0.29)
Interest Coverage	1.1	1.0		0.6	0.4	0.1	(0.4)	
Debt to Trailing EBITDA	3.26	4.60		5.21	6.64	9.22	19.09	

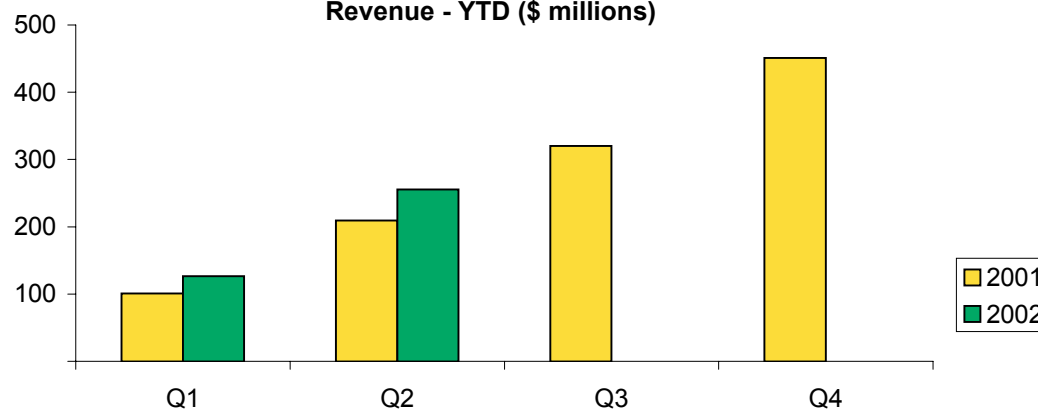
Revenue (\$ millions)



EBITDA (\$ millions)



Revenue - YTD (\$ millions)



ALIAN T INC.

Supplemental Investor Information - Second Quarter 2002 (unaudited)

(Thousands of Canadian dollars, except otherwise indicated)

Emerging Business Financial Highlights

(before restructuring charge²)

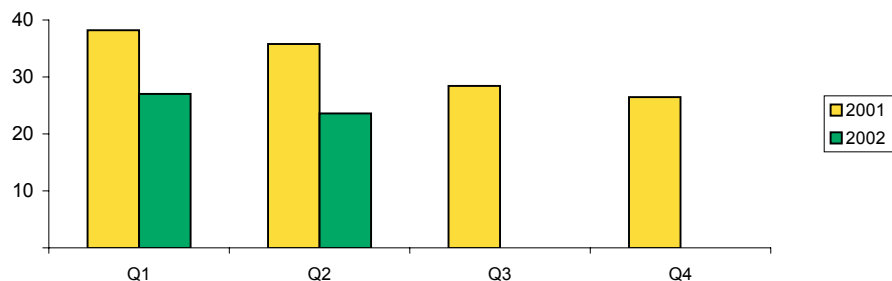
Revenue

	2002			2001				
	Q2	Q1	Total	Q4	Q3	Q2	Q1	Total
Innovatia	\$6,542	\$7,273	\$13,815	\$5,508	\$8,425	\$10,908	\$11,345	\$36,186
AMI Offshore	13,489	15,845	29,334	17,002	17,482	19,363	20,770	74,617
Prexar	3,655	4,134	7,789	4,074	2,798	5,806	3,915	16,593
Aliant Horizons	-	-	-	-	1	24	2,431	2,456
Eliminations	(75)	(220)	(295)	(123)	(272)	(315)	(255)	(965)
Total Revenue	\$23,611	\$27,032	\$50,643	\$26,461	\$28,434	\$35,786	\$38,206	\$128,887

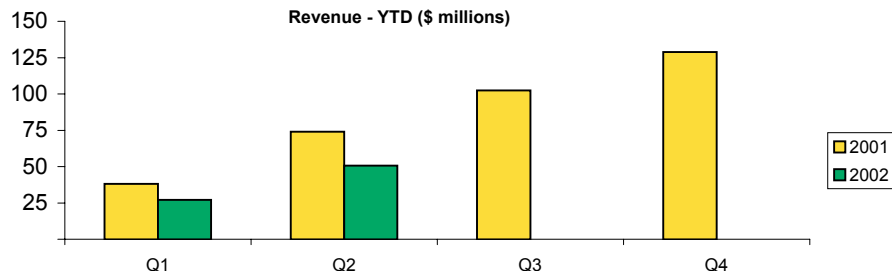
EBITDA

Innovatia	(193)	(1,610)	(1,803)	268	(258)	(4,293)	(293)	(4,576)
% of Revenue	-2.9%	-22.1%	-13.0%	4.9%	-3.1%	-39.4%	-2.6%	-12.6%
AMI Offshore	1,005	1,904	2,909	1,744	1,126	1,071	1,126	5,067
% of Revenue	7.4%	12.0%	9.9%	10.3%	6.4%	5.5%	5.4%	6.8%
Prexar	(843)	(858)	(1,701)	(175)	(4,268)	(473)	(564)	(5,480)
% of Revenue	-23.1%	-20.8%	-21.8%	-4.3%	-152.5%	-8.1%	-14.4%	-33.0%
Aliant Horizons	(38)	(40)	(78)	(2,005)	(97)	(33)	2,260	125
% of Revenue	n/a	n/a	n/a	n/a	-9700.0%	-137.5%	93.0%	5.1%
Total EBITDA	(\$70)	(\$604)	(\$674)	(\$168)	(\$3,497)	(\$3,728)	\$2,529	(\$4,864)
% of Revenue	-0.3%	-2.2%	-0.3%	-0.6%	-12.3%	-10.4%	6.6%	-3.8%

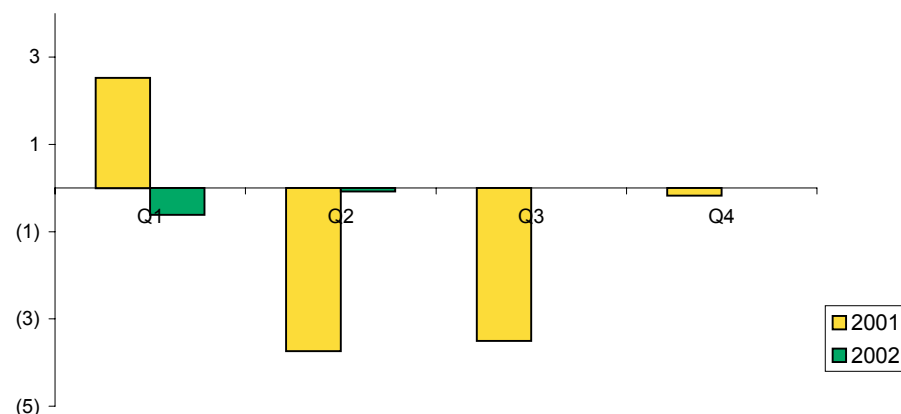
Revenue (\$ millions)



Revenue - YTD (\$ millions)



EBITDA (\$ millions)



(Thousands of Canadian dollars, except otherwise indicated)

	Year Ended December 31			Three Months Ended December 31		
	<u>2001</u> (Before)	Restructuring Charge	<u>2001</u> (After)	<u>2001</u> (Before)	Restructuring Charge	<u>2001</u> (After)
Contribution to EBITDA						
Telecommunications	\$877,824	(\$76,448)	\$801,376	\$235,730	(\$76,448)	\$159,282
Information Technology	33,235	(25,755)	7,480	7,002	(25,755)	(18,753)
Remote Communications	99,806	-	99,806	28,305	-	28,305
Emerging Business	(4,864)	(3,034)	(7,898)	(168)	(3,034)	(3,202)
Other and Intercompany Eliminations	(28,964)	(6,000)	(34,964)	(5,632)	(6,000)	(11,632)
Total Contribution to EBITDA	\$977,037	(\$111,237)	\$865,800	\$265,237	(\$111,237)	\$154,000
EBITDA Margin						
Telecommunications	47.5%	-4.1%	43.4%	50.1%	-16.2%	33.8%
Information Technology	8.9%	-6.9%	2.0%	8.0%	-29.3%	-21.3%
Remote Communications	22.1%	0.0%	22.1%	21.7%	0.0%	21.7%
Emerging Business	-3.8%	-2.4%	-6.1%	-0.6%	-11.5%	-12.1%
Other and Intercompany Eliminations	n/a	n/a	n/a	n/a	n/a	n/a
Total EBITDA Margin	37.6%	-4.3%	33.3%	40.0%	-16.8%	23.2%
Net Income Applicable to Common Shares						
Lines of Business	\$191,023	(\$59,556)	\$131,467	\$62,401	(\$59,556)	\$2,845
Other, Preferred Share Dividends and Eliminations	(30,573)	(3,413)	(33,986)	(6,943)	(3,413)	(10,356)
Total Net Income Applicable to Common Shares	\$160,450	(\$62,969)	\$97,481	\$55,458	(\$62,969)	(\$7,511)
Earnings per Average Common Share (Basic)						
Lines of Business	\$1.41	(\$0.44)	\$0.97	\$0.45	(\$0.44)	\$0.01
Other, Preferred Share Dividends and Eliminations	(0.23)	(0.03)	(0.25)	(0.05)	(0.02)	(0.08)
Total Earnings per Average Common Share (Basic)	\$1.18	(\$0.46)	\$0.72	\$0.40	(\$0.46)	(\$0.06)
Weighted Average Common Shares Outstanding			135,614,538			136,860,809

Accompanying Notes

1. EBITDA is defined by the Company as operating income plus depreciation and amortization expense. The Company has included information concerning EBITDA because it believes it is used by certain investors as one measure of the Company's financial performance. EBITDA should not be construed as an alternative measure of liquidity.
2. The results for 2001 have been provided before the fourth quarter restructuring charge. A reconciliation to the amounts reported in the Company's consolidated financial statements has been provided on page 19.
3. Effective January 1, 2002 Aliant adopted the new CICA standards for foreign currency translation. As required, the standard was adopted on a retroactive basis and accordingly, all exchange gains or losses arising from the translation of 2001 foreign currency denominated items are included in 2001 income. For more detailed information, see note 2 to Aliant's consolidated financial statements.
4. Free Cash Flow is defined as cash from operations plus or minus cash from investing (including capital expenditures) less common and preferred dividends paid in cash.
5. Cash Flow per Common Share is defined as cash from operations (before the change in non-cash working capital balances related to operations) divided by the average number of common shares outstanding during the period. Cash Flow per Common Share is not a measure of financial performance under Canadian generally accepted accounting principles and is not necessarily comparable to similarly titled measures used by other companies.
6. In the first quarter of 2002, Aliant Telecom aligned methodologies for counting network access services to be consistent across the four Atlantic provinces. Previously, one of the predecessor companies included additional inbound only lines in their NAS count. As a result, the restated NAS numbers are lower by approximately 19,000. NAS revenues were not impacted.
7. Certain amounts presented in these schedules are rounded. Accordingly, the columns and rows may not add to the totals presented.
8. The comparative financial information has been restated to conform to the presentation adopted for 2002.

Corporate Information

<p>Shareholder and Investor Inquiries</p> <p>Linda Forbrigger Manager, Investor Relations</p> <p>Aliant Investor Relations PO Box 1113, Station Central RPO Halifax, NS, Canada B3J 2X1</p> <p>Tel: 1.877.248.3113 Fax: 1.877.498.2464</p> <p>e-mail: linda.forbrigger@aliant.ca</p>	<p>Share Transfer Agents and Registrar</p> <p>Share Listings</p> <p>Preferred Share Ratings</p> <p>Aliant Telecom Long-term Debt Ratings</p> <p>Commercial Paper Ratings</p> <p>Auditors</p>	<p>CIBC Mellon Trust Company Investor Correspondence PO Box 7010 Adelaide Street Postal Station Toronto, ON M5C 2W9 Tel: 1.800.387.0825 e-mail: inquiries@cibcmellon.com</p> <p>Toronto Stock Exchange Common: AIT Preferred: AIT.PR.A</p> <p>Standard & Poor's <i>P-2 stable outlook</i> Dominion Bond Rating Service <i>Pfd-2 (Low) stable trend</i></p> <p>Standard & Poor's <i>A stable outlook</i> Dominion Bond Rating Service <i>A stable trend</i></p> <p>Standard & Poor's <i>A-1 stable outlook</i> Dominion Bond Rating Service <i>R-1 (Low) stable trend</i></p> <p>Ernst & Young LLP Chartered Accountants St. John's, NF</p>
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About Aliant

Aliant Inc. (TSX:AIT) is a recognized leader in communications and information technology. From its headquarters in eastern Canada, Aliant develops pacesetting telecommunications technologies and commercializes them for customers, and for export through partners worldwide. Aliant complements its industry-leading telecommunications business with strengths in developing information technology and knowledge management applications. The company's 10,500 employees collaborate to deliver the highest quality of customer service, while consistently demonstrating innovative capabilities that drive growth in existing and new markets.

Aliant is a TSX 100 company with a market capitalization of approximately \$4 billion. With strong operations, and an equally strong financial position, Aliant offers investors sound growth prospects, while providing a growing sustainable dividend. More information on Aliant may be found on our Web site at www.aliant.ca