



Q4 Conference Call
February 2, 2007

Forward Looking Statements

The presentation and answers today may contain certain forward-looking statements related to the future financial conditions and results of operations of Bell Aliant. Consequently, please refer to the Bell Aliant Regional Communications Income Fund and Bell Aliant Regional Communications Holdings LP management's discussion and analysis for the period ending September 30, 2006 as filed on SEDAR, and in particular those sections entitled "Forward-Looking Information" and "Risk and risk management". All of the forward-looking statements made in the course of this presentation are qualified by the cautionary statements found in those documents, and there can be no assurance that the results or developments anticipated by us will be realized, or, even if substantially realized, they will have the expected consequences for us. Except as may be required by applicable law, we disclaim any intention and assume no obligation to update or revise any forward looking statements even if new information becomes available, as a result of future events or for any other reason. Participants should not place undue reliance on any forward-looking statements.



Stephen Wetmore
President & CEO

Highlights

- February 20th Business Review
- Cash distribution increase
- Legislative and regulatory changes
- Strong financial performance
- Operational stability and performance

Cash Distribution Increase

- Annualized cash distribution will increase 2.9 percent to **\$2.82** per unit
- Effective with February distribution which will be paid in March



Legislative and Regulatory Changes

- Minister of Finance (Oct 31) tax changes
- Regulatory changes
 - Government policy direction for a more market oriented approach to regulation
 - Government proposes new forbearance criteria
 - De-regulation of VoIP services
 - Rate ranges for local exchange

2006 Financial Highlights *(pro forma)*

<i>\$ millions</i>	Q4		2 nd Half	
	Y/Y change	2006	Y/Y change	2006
Revenue	2.0%	\$ 852	1.9%	\$ 1,692
Distributable Cash	(2.6)%	\$ 184	2.7%	\$ 370
Capital Intensity		15.4%		15.6%

“ . . . Achieved guidance targets since Bell Aliant was formed ”

Local & Access *(pro forma)*

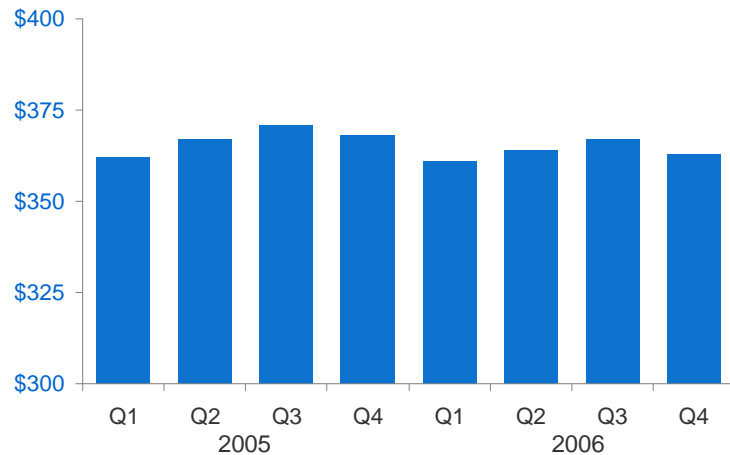
Local Revenue (\$ millions)

NAS (000's) – end of period

	Q4		2 nd Half	
	Y/Y change	2006	Y/Y change	2006
Local Revenue (\$ millions)	(1.5%)	\$ 363	(1.2%)	\$ 730
NAS (000's) – end of period	(2.0%)	3,309		

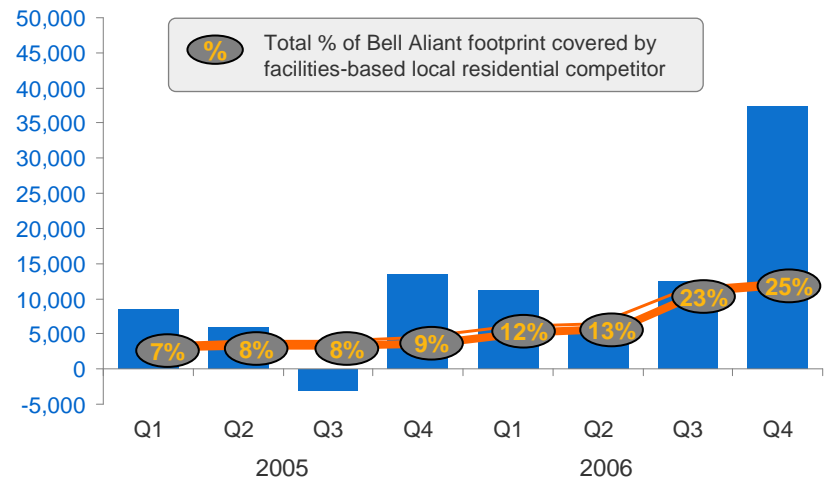
Local Revenue

Local Revenue (\$ millions)



NAS Declines

NAS Declines (000s)



Long Distance *(pro forma)*

<i>\$ millions</i>	Q4		2 nd Half	
	Y/Y change	2006	Y/Y change	2006
Long Distance Revenues	(7.3%)	\$ 118	(6.0%)	\$ 248
Long Distance Minutes <i>(000's)</i>	(4.1%)	1,235	(3.3%)	2,476

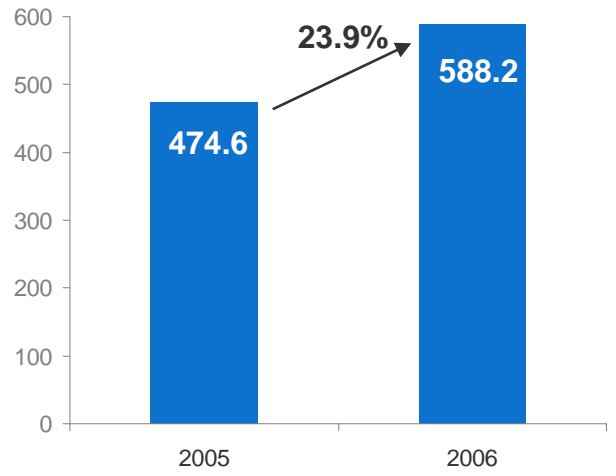
“ . . . Substitution to alternate technologies mitigated by customer retention programs, unlimited and block of time packages”

Internet *(pro forma)*

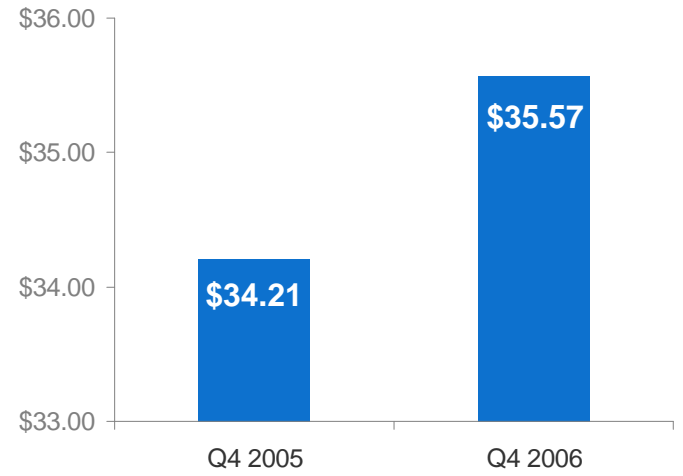
\$ millions

	Q4		2 nd Half	
	Y/Y change	2006	Y/Y change	2006
Internet Revenues	17.5%	\$ 80	18.1%	\$ 157
Homes Passed - end of period	3.0%	71%		

High Speed Customers
(in Thousands)



High Speed Internet ARPC
(Residential)



Information Technology *(pro forma)*

<i>\$ millions</i>	Q4		2 nd Half	
	Y/Y change	2006	Y/Y change	2006
IT (xwave) revenues	27.1%	\$ 73	20.0%	\$ 133

“ . . . Strong growth through acquisition of new contracts and expansion of existing contracts ”

Operational Overview

- Bell Nordiq Privatization complete
- Operational Stability and Customer Service Improvements through our focus on
 - getting it right the first time
 - being easy to reach
 - meeting our commitments



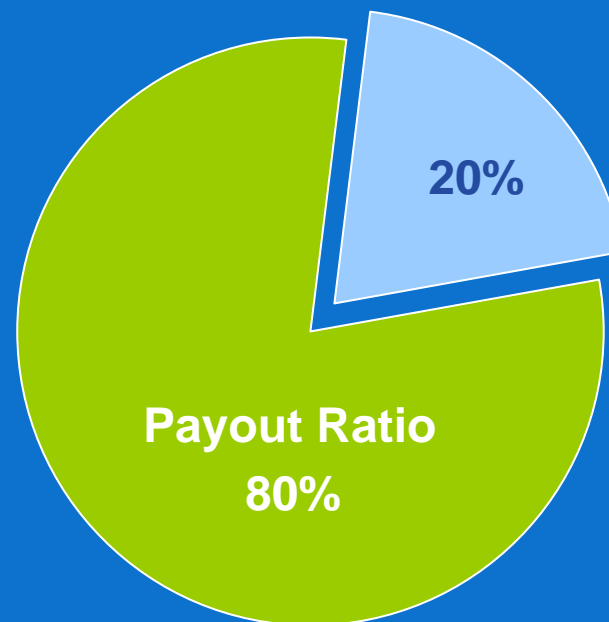
Glen LeBlanc
Chief Financial Officer

Distributable Cash

- Distributable cash up 2.7% in 2nd half of 2006 over 2005

Distributable Cash (\$ millions) since Bell Aliant was formed

EBITDA (pro forma)	750
Plus (Minus)	
Pension current service cost	(33)
Normalization of cash taxes	6
Interest	(67)
BNQ minority interest	(31)
Capital expenditures	(253)
Other adjustments	(2)
DISTRIBUTABLE CASH	370
Distributable cash per unit	\$ 1.65
Distributions per unit	\$ 1.31
Payout ratio	80%



Financial performance *(pro forma)*

\$ millions

Revenue growth

1.9%

1% - 2 %

Distributable cash growth

2.7%

2% - 3%

Capital intensity

15.6%

15 - 16%

Debt / EBITDA *(Dec '06)*

1.8 times

2 times

Payout ratio

80%

90%



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