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BellAliant

Forward-looking Caution

The presentation and discussion today may contain forward-looking statements related to the future financial condition and results of operations of Bell Aliant. Consequently, please refer to the “Forward-looking information” section of our 2008 Earnings/2009 Guidance news release dated February 2, 2009, as well as the Management’s Discussion and Analysis (MD&A) for Bell Aliant Regional Communications Income Fund and Bell Aliant Regional Communications Holdings, LP for the first and second quarters of 2009 as posted on www.bellaliant.ca and as filed on SEDAR, and in particular those sections explaining the assumptions made in the preparation of our forward-looking statements and the material risks that could affect our business and results.

All of the forward-looking statements made in the course of this presentation describe management’s expectations at September 17, 2009, and are qualified by the cautionary statements found in the above mentioned 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 Canadian securities laws, 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.

The views and opinions provided in this presentation and discussion reflect those of the individual presenter, and are provided for information purposes only.

Agenda

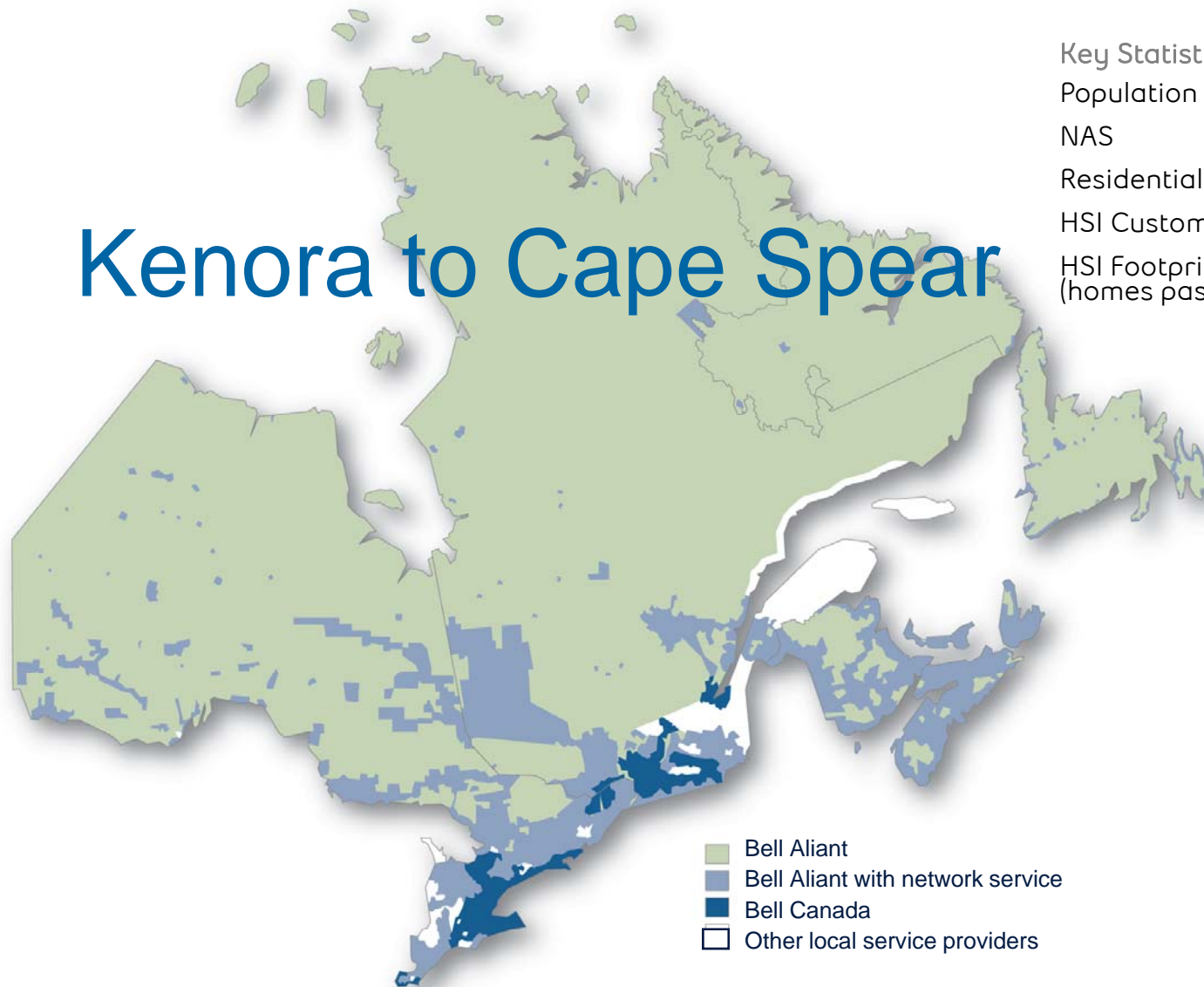
- 1** Profile of Bell Aliant
- 2** Strategy Update and 2009 Outlook
- 3** Market Performance
- 4** Conversion to Corporation
- 5** Questions

Profile of Bell Aliant

As At June 30
2009

Kenora to Cape Spear

Key Statistics	Bell Aliant
Population	5.3M
NAS	3.0M
Residential NAS	2.0M
HSI Customers	783K
HSI Footprint (homes passed)	75%



- Bell Aliant
- Bell Aliant with network service
- Bell Canada
- Other local service providers

Business Model

Scale and Stability

- 3rd largest ILEC in Canada
- One of North America's largest regional telcos
- Annual revenues of \$3.2 billion
- Strong and stable cash flows
 - Distributable cash > \$750 million
 - Stable capital investment requirements

Regional Focus

- Community involvement
- Understand needs of regional customers
- Product and service offerings targeted to regional needs
- Improved efficiency

Relationship with BCE and Bell Canada

Commercial Agreements

- Access to additional scale and leading products
- BCE has 44 per cent interest in Bell Aliant
 - BCE rights linked to commercial agreements in place
 - Consent rights for certain transactions at 20 per cent ownership
 - Appoint majority of Board and Trustees at 30 per cent ownership

Governance Structure

- Independent directors
- Independent audit committee

Strategy Update and 2009 Outlook

Bell Aliant – Competitive Assessment

Strengths

- Large customer base
- Robust portfolio of products and services
- Strong brand recognition
- Benefits of strong relationship with Bell Canada
- Solid financial position

Challenges

- Competitive intensity
- Changing revenue mix / declining margins

Bell Aliant Strategic Priorities

The customer experience

Retain our customers

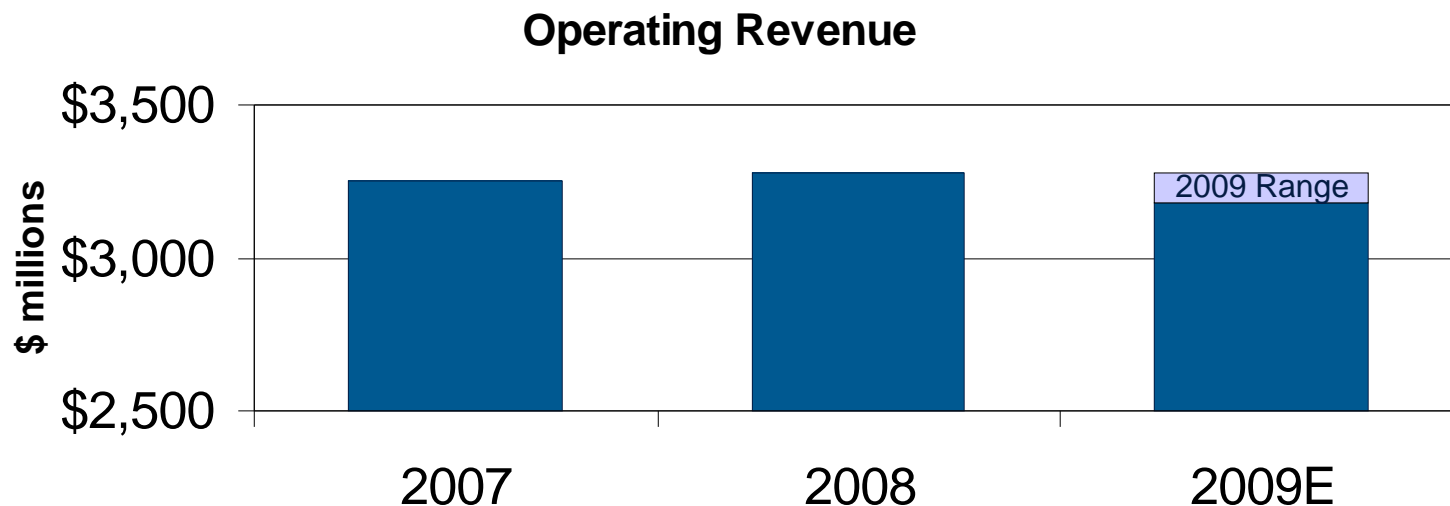
Grow broadband

Reset the cost structure

Engage employees

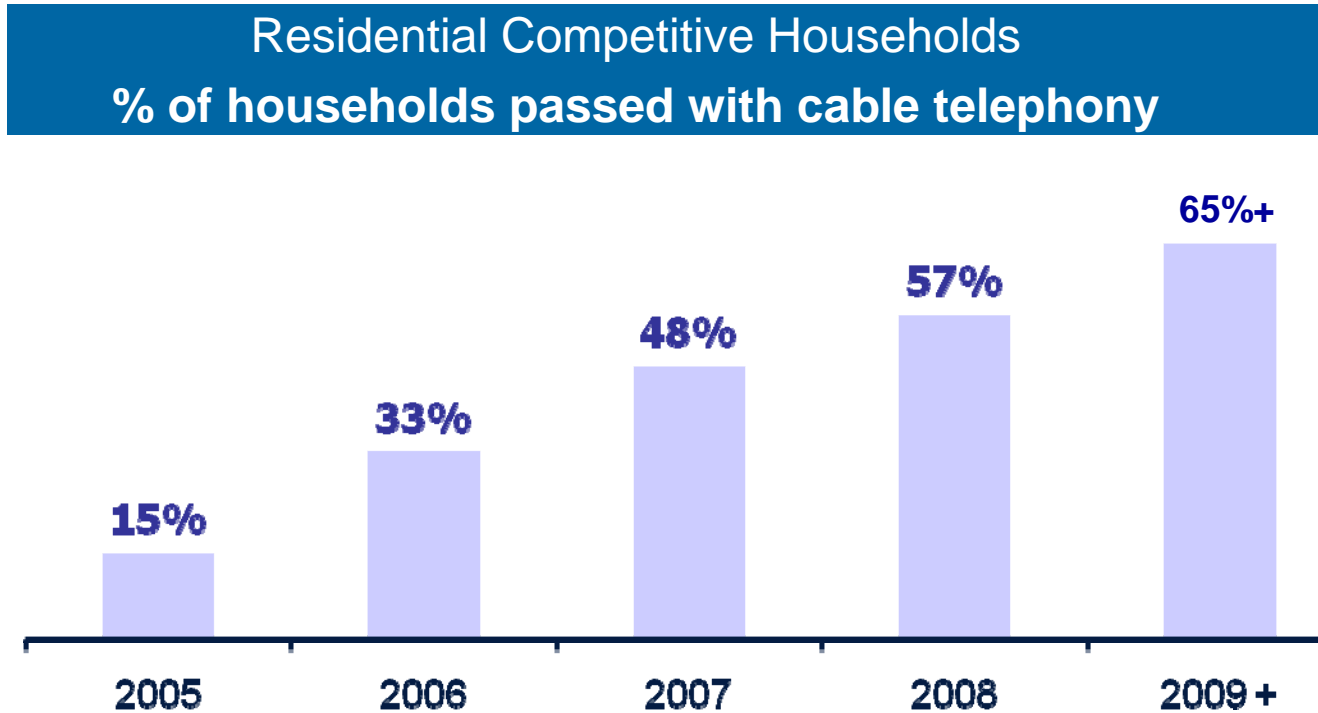
Revenue Outlook

(\$ millions)	2007	2008	2009 Guidance
Revenue	\$ 3,253	\$3,282	\$3,180 - \$3,280



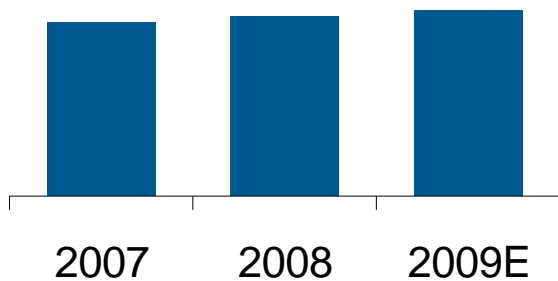
Growth in Internet and wireless
 Declining local and long distance
 Lower outsourcing revenues
 Stable IT revenues

Bell Aliant Competitive Footprint

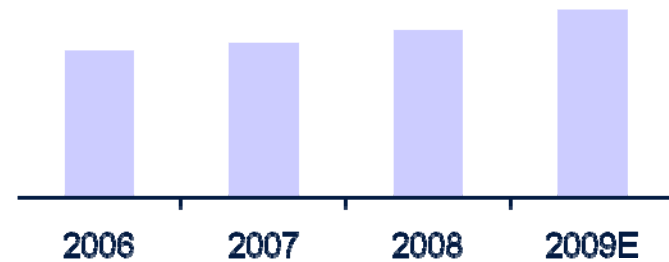


Internet

ARPC



Homes passed - Internet

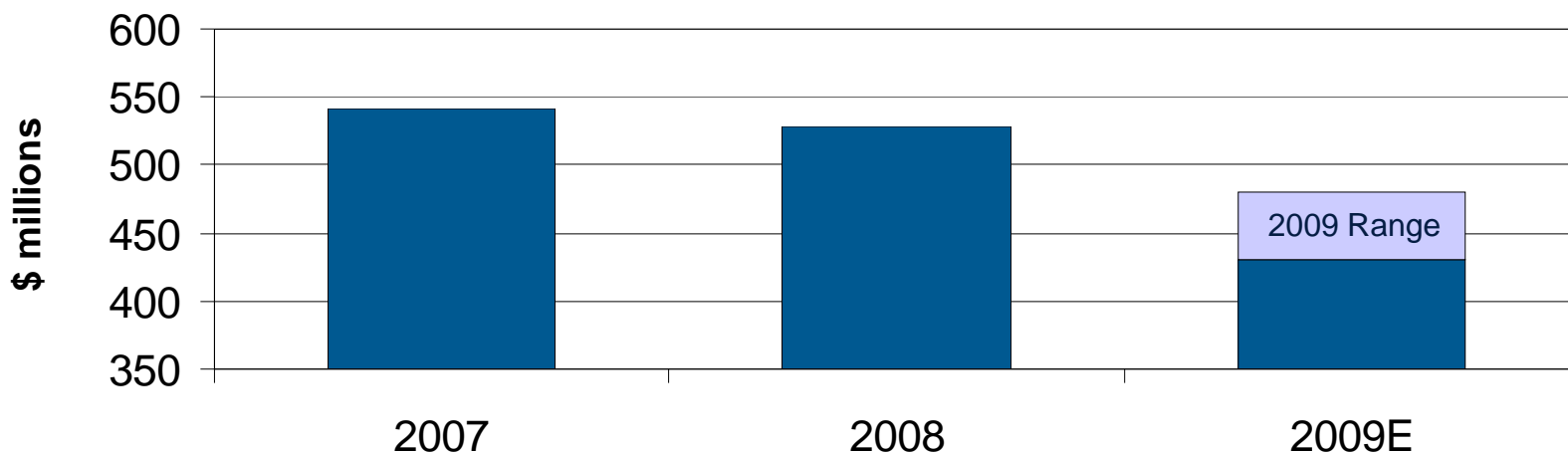


Footprint expansion
Service expansion – FTTH launch
Increasing HS customers and ARPC
Increased TV penetration

Capital Intensity

	2007	2008	2009 Guidance
Capital intensity	16.7%	16.1%	13.5 – 14.5%

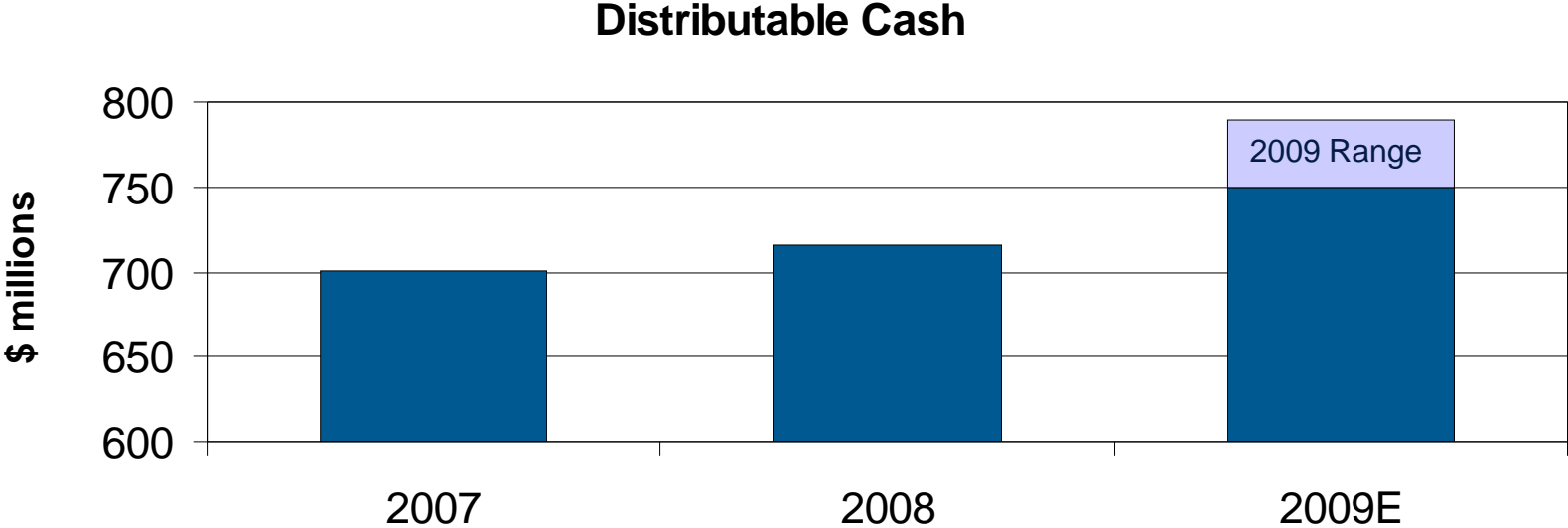
Capital Spending



Broadband investment continues
Includes Mobility data network build
Productivity reductions

Distributable Cash

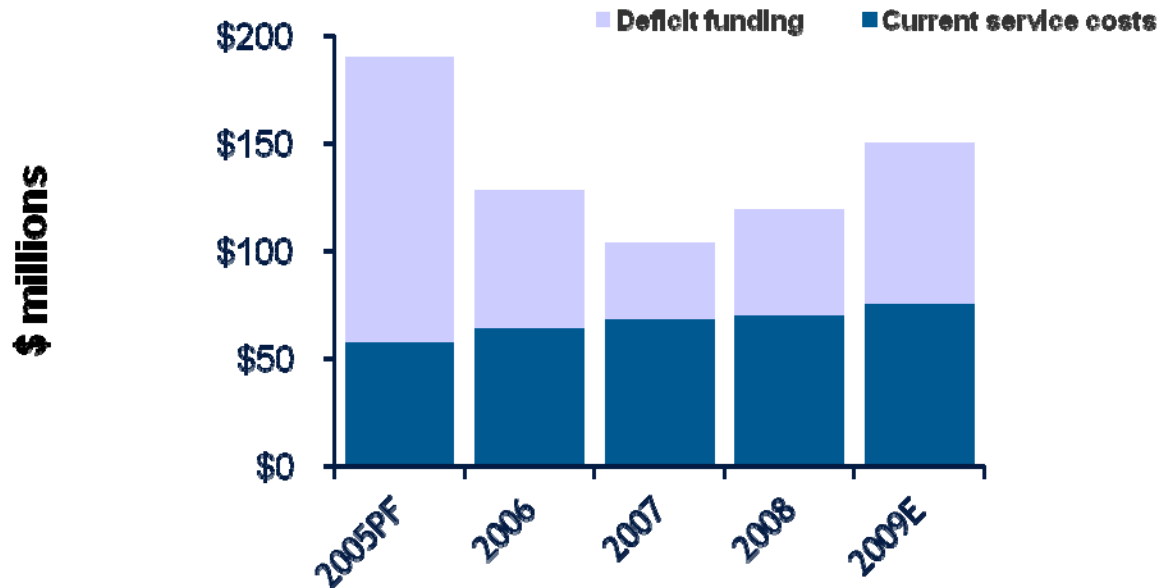
<i>(\$ millions)</i>	2007	2008	2009 Guidance
Distributable Cash	\$701	\$716	\$750 - \$790



Lower capital spending
Increased operating efficiency

Pension Funding

Annual Funding



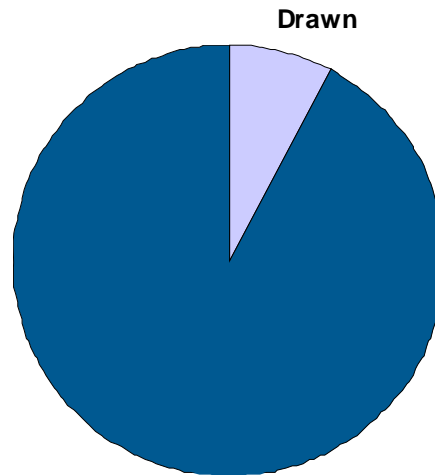
Deficit payments between \$70-80 million in 2009
Can be funded with dedicated credit facility

Credit Position

(\$ millions)

	Maturity	Facility Size
Revolving operating line	July 2011	\$550
Pension reserve facility	July 2011	\$450

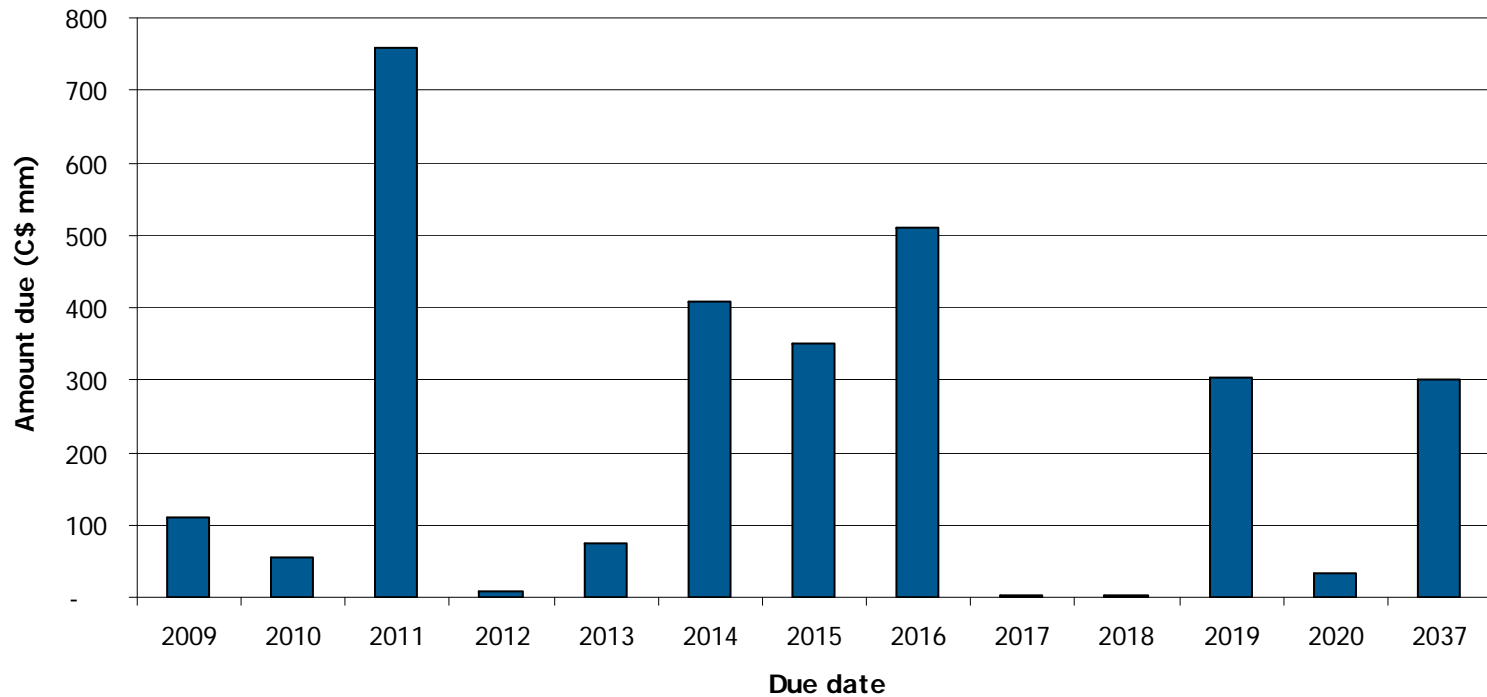
Credit facilities



Strong balance sheet with access to credit facilities
Successful \$350M MTN issue In May

Re-financing Outlook

Long-term Debt Maturity Profile

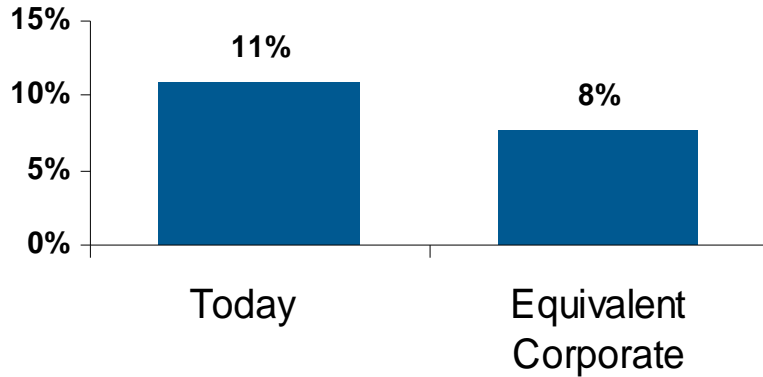


No significant re-financings until 2011

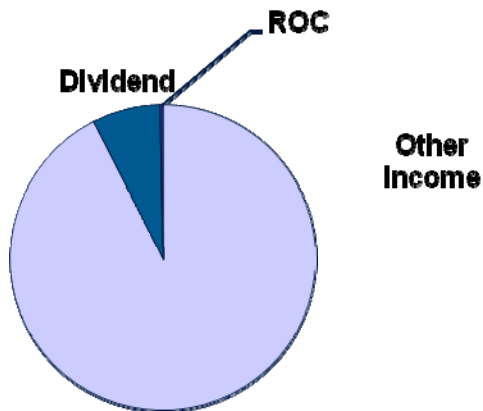
Market Performance

Bell Aliant Unit Performance

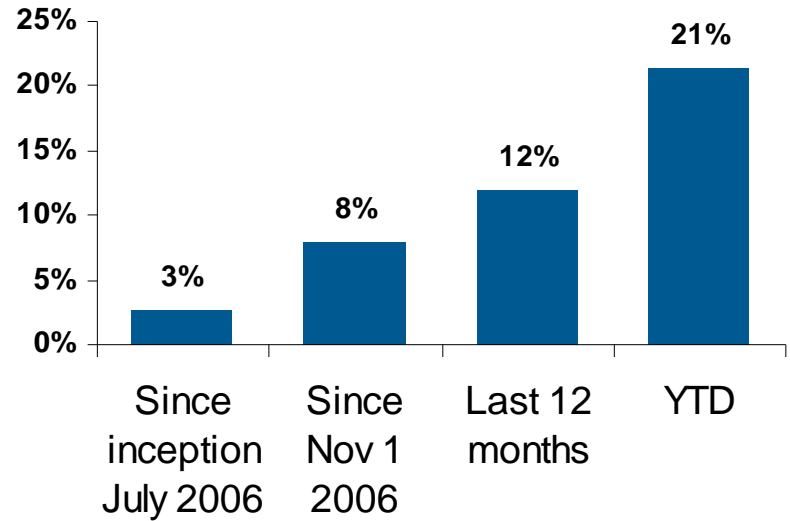
Yield



Distribution taxability breakdown Attractive for TFSA



Total Unitholder Return (price and distributions)



Conversion to a Corporation

Conversion Planned by January 2011

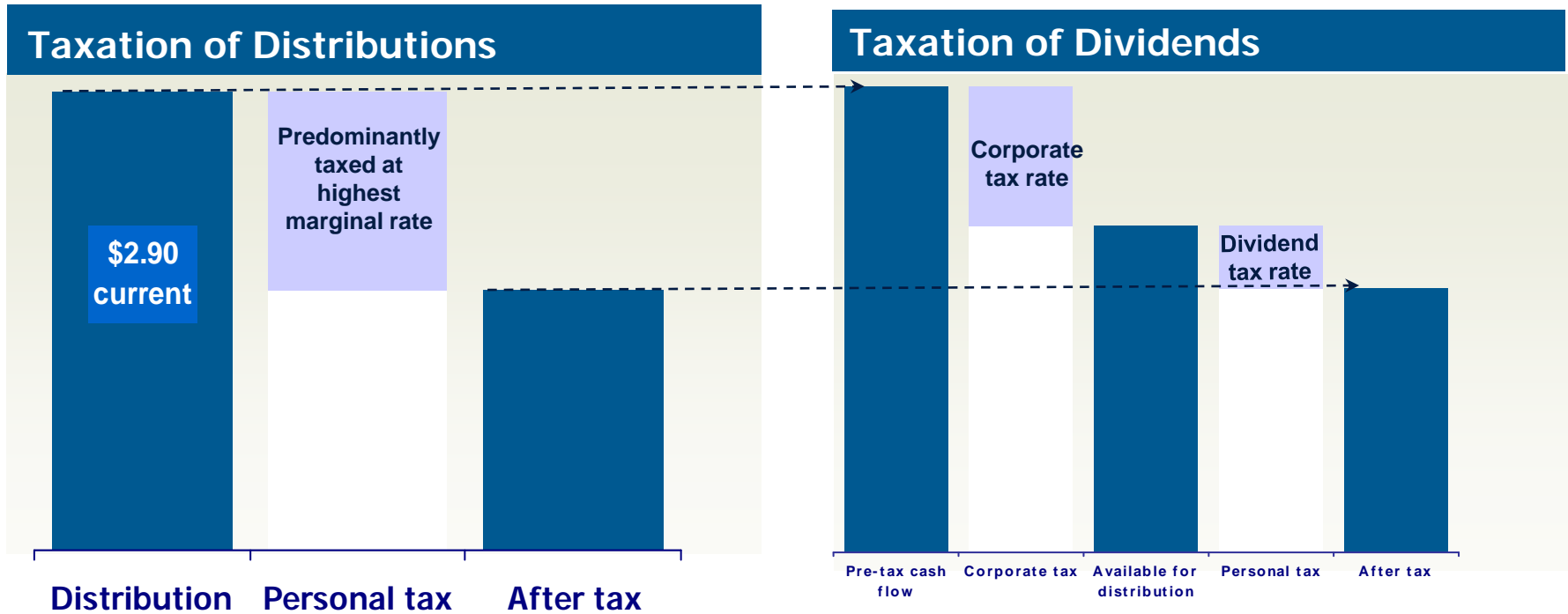
Why

- Subject to corporate income tax beginning 2011
 - Trust structure loses tax benefits
- Trust structure is complex
 - High administration
 - Not well understood by investors

Implications

- Corporate structure will be simpler
- Distributions become dividends
- Different tax treatment for taxable investors
 - 55% retail investor base

Implications for Taxable Investors



The net cash to taxable investors is expected to be virtually unchanged from today due to dividend tax credit

Our goal has not changed: deliver on our commitment to maximize cash available for distributions through execution of our business model

Questions

Investor Relations
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