LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES

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Exhibit A

LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited; amounts in millions, except per share amounts)

	Three months ended		
	March 31, 2003	**December 31, 2002**	**March 31, 2002**
REVENUES			
Products	$ 1,988	$ 1,607	$ 2,789
Services	415	468	727
Total revenues	2,403	2,075	3,516
COSTS			
Products (a)	1,274	1,218	2,146
Services	367	403	568
Total costs	1,641	1,621	2,714
Gross margin	762	454	802
Gross margin %	31.7%	21.9%	22.8%
OPERATING EXPENSES			
Selling, general and administrative, before amortization of goodwill and other acquired intangibles and provision for (recovery of) bad debts and customer financings	462	482	615
Amortization of goodwill and other acquired intangibles	5	5	69
Provision for (recovery of) bad debts and customer financings	24	(91)	192
Selling, general and administrative	491	396	876
Research and development	382	389	524
Business restructuring charges (reversals) and asset impairments, net	(131)	(19)	(59)
Total operating expenses	742	766	1,341
Operating income (loss)	20	(312)	(539)
Other income (expense), net	(489)	22	(37)
Interest expense	79	94	80
Loss from continuing operations before income taxes	(548)	(384)	(656)
Benefit from income taxes	(197)	(120)	(61)
Loss from continuing operations	(351)	(264)	(595)
Income from discontinued operations, net	-	-	100
Net loss	(351)	(264)	(495)
Conversion expense - 8.00% redeemable convertible preferred stock	(166)	(100)	-
Preferred dividends and accretion	(36)	(25)	(40)
Net loss applicable to common shareowners	$ (553)	$ (389)	$ (535)
Basic and diluted loss per share from continuing operations applicable to common shareowners	$ (0.14)	$ (0.11)	$ (0.19)
Basic and diluted net loss per share applicable to common shareowners	$ (0.14)	$ (0.11)	$ (0.16)
Weighted average number of common shares outstanding	3,945.2	3,581.2	3,422.6

(a) For the periods presented, costs include a net business restructuring charge/(reversal) related to inventory write-downs of $(11), $5 and $(1), respectively.

LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited; amounts in millions, except per share amounts)

	Six months ended March 31,	
	2003	**2002**
REVENUES		
Products	$ 3,595	$ 5,600
Services	883	1,495
Total revenues	4,478	7,095
COSTS		
Products (a)	2,492	4,656
Services	770	1,202
Total costs	3,262	5,858
Gross margin	1,216	1,237
Gross margin %	27.2%	17.4%
OPERATING EXPENSES		
Selling, general and administrative, before amortization of goodwill and other acquired intangibles and provision for (recovery of) bad debts and customer financings	944	1,335
Amortization of goodwill and other acquired intangibles	10	143
Provision for (recovery of) bad debts and customer financings	(67)	643
Selling, general and administrative	887	2,121
Research and development	771	1,145
Business restructuring charges (reversals) and asset impairments, net	(150)	(138)
Total operating expenses	1,508	3,128
Operating loss	(292)	(1,891)
Other income (expense), net	(467)	503
Interest expense	173	177
Loss from continuing operations before income taxes	(932)	(1,565)
Benefit from income taxes	(317)	(547)
Loss from continuing operations	(615)	(1,018)
Income from discontinued operations, net	-	100
Net loss	(615)	(918)
Conversion expense - 8.00% redeemable convertible preferred stock	(266)	-
Preferred dividends and accretion	(61)	(82)
Net loss applicable to common shareowners	$ (942)	$ (1,000)
Basic and diluted loss per share from continuing operations applicable to common shareowners	$ (0.25)	$ (0.32)
Basic and diluted net loss per share applicable to common shareowners	$ (0.25)	$ (0.29)
Weighted average number of common shares outstanding	3,763.2	3,419.4

(a) For the periods presented, costs include a net business restructuring charge/(reversal) related to inventory write-downs of $(6) and $10, respectively.

LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited; $ in millions except share amounts)

	March 31, 2003	December 31, 2002	September 30, 2002
Assets:			
Cash and cash equivalents	$ 2,205	$ 2,408	$ 2,894
Short-term investments	1,234	1,330	1,526
Receivables, less allowances of $313, $321 and $325, respectively	1,542	1,466	1,647
Inventories	965	1,093	1,363
Contracts in process, net	221	172	10
Other current assets	1,574	1,774	1,715
Total current assets	7,741	8,243	9,155
Property, plant and equipment, net	1,800	2,036	1,977
Prepaid pension costs	4,328	4,184	4,355
Goodwill and other acquired intangibles, net	221	219	224
Other assets	1,633	1,753	2,080
Total assets	$ 15,723	$ 16,435	$ 17,791
Liabilities:			
Accounts payable	$ 1,179	$ 1,114	$ 1,298
Payroll and benefit-related liabilities	731	843	1,094
Debt maturing within one year	271	193	120
Other current liabilities	3,341	3,397	3,814
Total current liabilities	5,522	5,547	6,326
Postretirement and postemployment benefit liabilities	4,976	4,949	5,230
Pension liability	2,483	2,691	2,752
Long-term debt	3,170	3,234	3,236
Company-obligated mandatorily redeemable preferred securities of subsidiary trust	1,152	1,532	1,750
Other liabilities	1,330	1,526	1,551
Total liabilities	18,633	19,479	20,845
Commitments and contingencies			
8.00% redeemable convertible preferred stock (a)	960	1,298	1,680
Shareowners' deficit:			
Common stock (b)	41	37	35
Additional paid-in capital	21,978	21,164	20,606
Accumulated deficit	(22,640)	(22,289)	(22,025)
Accumulated other comprehensive income (loss)	(3,249)	(3,254)	(3,350)
Total shareowners' deficit	(3,870)	(4,342)	(4,734)
Total liabilities, redeemable preferred stock and shareowners' deficit	$ 15,723	$ 16,435	$ 17,791

(a) $1.00 per share par value; 972,937 shares issued and outstanding as of March 31, 2003, 1,318,112 shares issued and outstanding as of December 31, 2002, and 1,710,500 shares issued and outstanding as of September 30, 2002; $1,000.00 per share redemption value.

(b) $0.01 per share par value; 10,000,000,000 authorized shares; 4,053,789,823 issued and 4,052,501,697 outstanding as of March 31, 2003, 3,714,625,955 issued and 3,713,350,863 outstanding as of December 31, 2002, and 3,491,585,126 issued and 3,490,310,034 outstanding as of September 30, 2002.

LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited; $ in millions)

	Three months ended		Six months ended March 31,	
	March 31, 2003	**December 31, 2002**	**2003**	**2002**
Operating Activities				
Net loss	(351)	(264)	(615)	(918)
Less: Income from discontinued operations	-	-	-	100
Loss from continuing operations	(351)	(264)	(615)	(1,018)
Adjustments to reconcile loss from continuing operations to net cash used in operating activities, net of effects of dispositions of businesses:				
Non-cash portion of business restructuring reversals	(142)	(31)	(173)	(39)
Depreciation and amortization	298	254	552	807
Provision for (recovery of) bad debt and customer financing	24	(91)	(67)	643
Deferred income taxes	-	-	-	(44)
Net pension and postretirement benefit credit	(173)	(134)	(307)	(476)
Gains on sales of businesses	(29)	-	(29)	(583)
Other adjustments for non-cash items	200	(71)	129	153
Changes in operating assets and liabilities:				
(Increase) decrease in receivables	(108)	179	71	1,398
Decrease in inventories and contracts in process	89	116	205	1,289
Increase (decrease) in accounts payable	56	(191)	(135)	(332)
Changes in other operating assets and liabilities	(157)	(509)	(666)	(2,270)
Net cash used in operating activities from continuing operations	(293)	(742)	(1,035)	(472)
Investing Activities				
Capital expenditures	(33)	(155)	(188)	(199)
(Acquisitions) dispositions of businesses, net of cash	(23)	-	(23)	2,445
Sales and maturities of short-term investments	97	200	297	-
Other investing activities	43	77	120	80
Net cash provided by investing activities from continuing operations	84	122	206	2,326
Financing Activities				
Issuance of company-obligated mandatorily redeemable preferred securities of subsidiary trust	-	-	-	1,750
Repayments of credit facilities	-	-	-	(1,000)
Net proceeds from (repayments of) other short-term borrowings	4	109	113	(69)
Payment of preferred dividends	-	-	-	(73)
Other financing activities	-	(1)	(1)	(19)
Net cash provided by financing activities from continuing operations	4	108	112	589
Effect of exchange rate changes on cash and cash equivalents	2	26	28	5
Net cash (provided by) used in continuing operations	(203)	(486)	(689)	2,448
Net cash used in discontinued operations	-	-	-	(14)
Net (decrease) increase in cash and cash equivalents	(203)	(486)	(689)	2,434
Cash and cash equivalents at beginning of period	2,408	2,894	2,894	2,390
Cash and cash equivalents at end of period	$ 2,205	$ 2,408	$ 2,205	$ 4,824

LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES
SUMMARY FINANCIAL DATA
(Unaudited; $ in millions)

Exhibit E

Summary of significant items impacting results

	Three months ended		
	March 31, 2003	December 31, 2002	March 31, 2002
Business restructuring reversals (charges) and asset impairments, net	$ 142	$ 14	$ 60
Amortization of goodwill and other acquired intangibles	(5)	(5)	(69)
Legal settlement related to Consumer Products business	-	80	-
Legal settlement of shareowner lawsuits	(415)	-	-
Recoveries on customer financings	-	80	-
OFS disposition reserve	42	-	-
Income from discontinued operations	-	-	100
Impact of debt extinguishment and 8% convertible preferred stock and 7.75% convertible trust preferred securities shares retired in exchange for common shares			
Impact (gross of tax impact)	(253)	(131)	-
Related tax impacts and other discrete tax items	237	105	(163)
Total	$ (252)	$ 143	$ (72)
Per share impact	$ (0.06)	$ 0.04	$ (0.02)

	Q2 03	Q1 03
Other inc (exp) - 7.75% securities	(98)	(31)
Conversion expense - 8% securities	(166)	(100)
Debt retirement	11	-

Customer Financing

	March 31, 2003		
	Total Loans and Guarantees	Loans	Guarantees
Drawn commitments	$ 586	$ 428	$ 158
Available but not drawn	57	16	41
Not available	1	1	-
Total	$ 644	$ 445	$ 199
Reserves	$ 513		

	December 31, 2002		
	Total Loans and Guarantees	Loans	Guarantees
Drawn commitments	$ 683	$ 500	$ 183
Available but not drawn	61	18	43
Not available	-	-	-
Total	$ 744	$ 518	$ 226
Reserves	$ 567		

	March 31, 2002		
	Total Loans and Guarantees	Loans	Guarantees
Drawn commitments	$ 1,204	$ 987	$ 217
Available but not drawn	804	787	17
Not available	216	201	15
Total	$ 2,224	$ 1,975	$ 249
Reserves	$ 675		

LUCENT TECHNOLOGIES INC. AND SUBSIDIARIES
SUMMARY FINANCIAL DATA
(Unaudited; $ in millions)

Exhibit E

		Three months ended		
		March 31, 2003	December 31, 2002	March 31, 2002
Results by Segment *				
Total Revenues	Integrated Network Solutions (INS)	$ 1,024	$ 1,015	$ 1,763
	Mobility Solutions (Mobility)	1,260	1,008	1,579
	Other	119	52	174
	Total revenues	$ 2,403	$ 2,075	$ 3,516
U.S. Revenues				
	INS	$ 560	$ 548	$ 970
	Mobility	780	668	1,337
	Other	111	76	126
	Total revenues - U.S.	$ 1,451	$ 1,292	$ 2,433
Non-U.S. Revenues				
	INS	$ 464	$ 467	$ 793
	Mobility	480	340	242
	Other	8	(24)	48
	Total revenues - Non-U.S.	$ 952	$ 783	$ 1,083
Operating income (loss)				
	INS	$ (90)	$ (133)	$ (479)
	Mobility	212	13	208
	Total segment operating income (loss)	122	(120)	(271)
	Amortization of goodwill and other acquired intangibles	(5)	(5)	69
	Business restructuring and asset impairments, net	142	14	(60)
	Other	(239)	(201)	(277)
	Total operating income (loss)	$ 20	$ (312)	$ (539)
Products and Services Revenues				
	Wireless	$ 1,095	$ 723	$ 1,350
	Switching and access	600	655	901
	Optical networking	174	174	366
	Services	415	468	727
	Other	119	55	172
	Total revenues	$ 2,403	$ 2,075	$ 3,516

* Segment information for the three months ended March 31, 2002, has been reclassified to conform to the current period's presentation.