

For Immediate Release

Nortel Recognizes Telrad Networks with "Most Innovative Supplier" Award

Lod, Israel – September 4, 2007 - Telrad Networks, a developer of carrier-grade telecommunications equipment, announced today that it recently won Nortel's Europe, Middle East and Africa (EMEA) Supplier Recognition Award for Innovation. The award is presented annually at Nortel's EMEA Supplier Forum conference to strengthen best practices and successful relationships among Nortel's suppliers.

A veteran expert in a wide range of telecom hardware, Telrad has increasingly specialized in solutions to bridge the TDM-IP gap, including various ATCA cards and gateways, as well as OEM and integration solutions. With its broad base of experience, Telrad has developed a long-lasting and close relationship with Nortel, ranging from research and development to implementation in each of these areas.

"The credit for this goes to our development and supply chain teams," said Yossi Ben Harosh, President and CEO at Telrad Networks. "Over 30 years we've proven ourselves as a reliable and innovative developer of carrier-grade OEM equipment for Nortel. We are honored – but not surprised. For us, providing innovative and flexible solutions is our top priority."

About Nortel

Nortel is a recognized leader in delivering communications capabilities that make the promise of Business Made Simple a reality for our customers. Nortel's next-generation technologies, for both service provider and enterprise networks, support multimedia and business-critical applications. Nortel's technologies are designed to help eliminate today's barriers to efficiency, speed and performance by simplifying networks and connecting people to the information they need, when they need it. Nortel does business in more than 150 countries around the world. For more information, visit Nortel on the Web at www.nortel.com. For the latest Nortel news, visit www.nortel.com/news.

ABOUT TELRAD NETWORKS LTD.: Telrad Networks has been developing carrier-grade communications equipment for more than half a century. Telrad provides development capabilities that focus on integration of core technologies into standardized, Tier-1 carrier-class products. Telrad is devoted to providing a highly flexible development team, allowing its partners and customers a high level of control in the development cycle and product roadmap. Telrad's Integrated Network Solutions Division provides professional support services and transition from traditional to next generation networks for operators in emerging markets. Telrad is a privately-owned company founded in 1951. For more information, visit www.telrad.com

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