



Table 1

Global Crossing Limited and Subsidiaries
 Unaudited Summary of Consolidated Revenues, Cost of Access, and Adjusted Gross Margin by Operating Segment
 (\$ in millions)

	Quarter Ended June 30, 2007					Quarter Ended March 31, 2007			Quarter Ended June 30, 2006		
	GCUK	GC Impsat	ROW ¹	Eliminations	Total	GCUK	ROW ¹	Total	GCUK	ROW ¹	Total
Revenue:											
Enterprise, carrier data and indirect channels	\$ 139	\$ 47	\$ 246	\$ -	\$ 432	\$ 141	\$ 240	\$ 381	\$ 103	\$ 196	\$ 299
Wholesale voice	2	1	111	-	114	3	119	122	3	157	160
Other	-	-	1	-	1	-	1	1	-	2	2
Intersegment revenue	-	2	1	(3)	-	-	-	-	-	-	-
Consolidated revenue	<u>\$ 141</u>	<u>\$ 50</u>	<u>\$ 359</u>	<u>\$ (3)</u>	<u>\$ 547</u>	<u>\$ 144</u>	<u>\$ 360</u>	<u>\$ 504</u>	<u>\$ 106</u>	<u>\$ 355</u>	<u>\$ 461</u>
Cost of access:											
Enterprise, carrier data and indirect channels	\$ (40)	\$ (12)	\$ (128)	\$ -	\$ (180)	\$ (40)	\$ (134)	\$ (174)	\$ (31)	\$ (113)	\$ (144)
Wholesale voice	(1)	(1)	(99)	-	(101)	(3)	(107)	(110)	(3)	(139)	(142)
Intersegment cost of access	-	(1)	(1)	2	-	-	-	-	-	-	-
Consolidated cost of access	<u>\$ (41)</u>	<u>\$ (14)</u>	<u>\$ (228)</u>	<u>\$ 2</u>	<u>\$ (281)</u>	<u>\$ (43)</u>	<u>\$ (241)</u>	<u>\$ (284)</u>	<u>\$ (34)</u>	<u>\$ (252)</u>	<u>\$ (286)</u>
Adjusted gross margin:											
Enterprise, carrier data and indirect channels	\$ 99	\$ 35	\$ 118	\$ -	\$ 252	\$ 101	\$ 106	\$ 207	\$ 72	\$ 83	\$ 155
Wholesale voice	1	-	12	-	13	-	12	12	-	18	18
Other	-	-	1	-	1	-	1	1	-	2	2
Intersegment adjusted gross margin	-	1	-	(1)	-	-	-	-	-	-	-
Consolidated adjusted gross margin	<u>\$ 100</u>	<u>\$ 36</u>	<u>\$ 131</u>	<u>\$ (1)</u>	<u>\$ 266</u>	<u>\$ 101</u>	<u>\$ 119</u>	<u>\$ 220</u>	<u>\$ 72</u>	<u>\$ 103</u>	<u>\$ 175</u>

Impsat acquisition May 9, 2007

On May 9, 2007, the company announced that it had acquired Impsat Fiber Networks Inc. and since that date their results have been consolidated into Global Crossing's results as GC Impsat.

¹Rest of World (ROW) represents operations of Global Crossing Limited and subsidiaries excluding Global Crossing (UK) Telecommunications Ltd. and subsidiaries (GCUK) and GC Impsat Holdings I Plc and subsidiaries (GC Impsat).

Table 2

Global Crossing Limited and Subsidiaries
 Unaudited Condensed Consolidated Statements of Operations by Operating Segment
 (\$ in millions)

	Quarter Ended June 30, 2007					Quarter Ended March 31, 2007					Quarter Ended June 30, 2006			
	GCUK	GC Impsat	ROW ¹	Eliminations	Total	GCUK	GC Impsat	ROW ¹	Eliminations	Total	GCUK	ROW ¹	Eliminations	Total
REVENUES	\$ 141	\$ 50	\$ 359	\$ (3)	\$ 547	\$ 144	\$ -	\$ 360	\$ -	\$ 504	\$ 106	\$ 355	\$ -	\$ 461
COST OF REVENUE (EXCLUDING DEPRECIATION):														
Cost of access	(41)	(14)	(228)	2	(281)	(43)	-	(241)	-	(284)	(34)	(252)	-	(286)
Real estate, network and operations	(26)	(6)	(70)	1	(101)	(24)	-	(64)	-	(88)	(17)	(56)	-	(73)
Third party maintenance	(9)	(3)	(13)	-	(25)	(9)	-	(15)	-	(24)	(7)	(14)	-	(21)
Cost of equipment sales	(14)	(2)	(7)	-	(23)	(18)	-	(7)	-	(25)	(10)	(3)	-	(13)
Total cost of revenue	(90)	(25)	(318)	3	(430)	(94)	-	(327)	-	(421)	(68)	(325)	-	(393)
Selling, general and administrative	(23)	(16)	(89)	-	(128)	(18)	-	(88)	-	(106)	(16)	(69)	-	(85)
Depreciation and amortization	(20)	(8)	(35)	-	(63)	(18)	-	(32)	-	(50)	(10)	(26)	-	(36)
Total operating expenses	(133)	(49)	(442)	3	(621)	(130)	-	(447)	-	(577)	(94)	(420)	-	(514)
OPERATING INCOME (LOSS)	8	1	(83)	-	(74)	14	-	(87)	-	(73)	12	(65)	-	(53)
OTHER INCOME (EXPENSE)														
Interest income	3	2	3	(2)	6	2	1	5	(2)	6	1	5	(1)	5
Interest expense	(18)	(6)	(25)	2	(47)	(17)	(3)	(17)	2	(35)	(13)	(14)	1	(26)
Other income (expense), net	3	(5)	26	-	24	-	(2)	(4)	-	(6)	9	(11)	-	(2)
INCOME (LOSS) BEFORE REORGANIZATION ITEMS AND PROVISION FOR INCOME TAXES	(4)	(8)	(79)	-	(91)	(1)	(4)	(103)	-	(108)	9	(85)	-	(76)
Net, gain on preconfirmation contingencies	-	-	-	-	-	-	-	-	-	-	-	13	-	13
INCOME (LOSS) BEFORE PROVISION FOR INCOME TAXES	(4)	(8)	(79)	-	(91)	(1)	(4)	(103)	-	(108)	9	(72)	-	(63)
Provision for income taxes	-	(2)	(7)	-	(9)	(1)	-	(11)	-	(12)	-	(13)	-	(13)
NET INCOME (LOSS)	(4)	(10)	(86)	-	(100)	(2)	(4)	(114)	-	(120)	9	(85)	-	(76)
Preferred stock dividends	-	-	(1)	-	(1)	-	-	(1)	-	(1)	-	(1)	-	(1)
INCOME (LOSS) APPLICABLE TO COMMON SHAREHOLDERS	\$ (4)	\$ (10)	\$ (87)	\$ -	\$ (101)	\$ (2)	\$ (4)	\$ (115)	\$ -	\$ (121)	\$ 9	\$ (86)	\$ -	\$ (77)

Impsat acquisition May 9, 2007

On May 9, 2007, the company announced that it had acquired Impsat Fiber Networks Inc. and since that date their results have been consolidated into Global Crossing's results as GC Impsat. The results of GC Impsat for the quarter ended March 31, 2007 relate to the results of the GC Impsat Holdings I Plc, which issued debt in anticipation of consummating the acquisition of Impsat Fiber Networks Inc.

¹Rest of World (ROW) represents operations of Global Crossing Limited and subsidiaries excluding Global Crossing (UK) Telecommunications Ltd. and subsidiaries (GCUK) and GC Impsat Holdings I Plc and subsidiaries (GC Impsat).

Global Crossing Limited and Subsidiaries
Condensed Consolidated Balance Sheets
(\$ in millions)

Table 3

	June 30, 2007 (unaudited)	December 31, 2006
ASSETS:		
Current assets:		
Cash and cash equivalents	\$ 462	\$ 459
Restricted cash and cash equivalents	32	3
Accounts receivable, net of allowances of \$55 and \$43	303	251
Prepaid costs and other current assets	122	84
Total current assets	<u>919</u>	<u>797</u>
Restricted cash and cash equivalents	27	3
Property and equipment, net of accumulated depreciation of \$521 and \$407	1,408	1,132
Intangible assets, net (including goodwill of \$158 and \$2)	192	26
Other assets	107	86
Total assets	<u>\$ 2,653</u>	<u>\$ 2,044</u>
LIABILITIES:		
Current liabilities:		
Short-term debt	\$ 6	\$ 6
Accounts payable	262	283
Accrued cost of access	119	107
Current portion of long-term debt	14	6
Accrued restructuring costs - current portion	31	30
Deferred revenue - current portion	131	128
Other current liabilities	455	336
Total current liabilities	<u>1,018</u>	<u>896</u>
Debt with controlling shareholder	265	275
Long term debt	1,262	661
Obligations under capital leases	114	106
Deferred revenue	205	163
Accrued restructuring costs	55	61
Other deferred liabilities	97	77
Total liabilities	<u>3,016</u>	<u>2,239</u>
SHAREHOLDERS' DEFICIT:		
Common stock, 110,000,000 and 85,000,000 shares authorized, \$.01 par value, 36,970,650 and 36,609,236 shares issued and outstanding as of June 30, 2007 and December 31, 2006, respectively	-	-
Preferred stock with controlling shareholder, 45,000,000 shares authorized, \$.10 par value, 18,000,000 shares issued and outstanding	2	2
Additional paid-in capital	909	857
Accumulated other comprehensive loss	(29)	(29)
Accumulated deficit	(1,245)	(1,025)
Total shareholders' deficit	<u>(363)</u>	<u>(195)</u>
Total liabilities and shareholders' deficit	<u>\$ 2,653</u>	<u>\$ 2,044</u>

Global Crossing Limited and Subsidiaries
Condensed Consolidated Statements of Cash Flows
(\$ in millions)

Table 4

	Six Months Ended June 30, 2007	Six Months Ended June 30, 2006
Cash flows provided by (used in) operating activities:		
Net loss	\$ (220)	\$ (184)
Adjustments to reconcile net loss to net cash used in operating activities:		
Loss (gain) on sale of property and equipment and marketable securities	1	(1)
Gain on settlement of contracts due to Impsat acquisition	(27)	-
Non-cash income tax provision	18	23
Non-cash stock compensation expense	34	19
Depreciation and amortization	113	73
Provision for doubtful accounts	3	3
Amortization of prior period IRUs	(5)	(3)
Gain on preconfirmation contingencies	-	(19)
Changes in assets and liabilities and other	(33)	10
Net cash used in operating activities	<u>(116)</u>	<u>(79)</u>
Cash flows provided by (used in) investing activities:		
Purchases of property and equipment	(77)	(34)
Purchases of marketable securities	-	(20)
Proceeds from sale of marketable securities	4	1
Payment for Impsat, net of cash acquired	(75)	-
Change in restricted cash and cash equivalents	(53)	2
Net cash used in investing activities	<u>(201)</u>	<u>(51)</u>
Cash flows provided by (used in) financing activities:		
Proceeds from issuance of common stock	-	240
Proceeds from long-term debt	597	144
Repayment of capital lease obligations	(20)	(6)
Repayment of long-term debt	(238)	(5)
Proceeds from exercise of stock options	3	3
Finance costs incurred	(23)	(17)
Cash flows provided by financing activities	<u>319</u>	<u>359</u>
Effect of exchange rate changes on cash and cash equivalents	1	3
Net increase in cash and cash equivalents	3	232
Cash and cash equivalents, beginning of period	459	224
Cash and cash equivalents, end of period	<u>\$ 462</u>	<u>\$ 456</u>
Non-cash investing and financing activities:		
Capital lease and debt obligations incurred	<u>\$ 43</u>	<u>\$ 31</u>
Accrued interest converted to convertible notes	<u>\$ 6</u>	<u>\$ 6</u>
Business acquisitions:		
Fair value of assets acquired	\$ 519	\$ -
Less: liabilities assumed	<u>389</u>	<u>-</u>
Net assets acquired	130	-
Less: cash acquired	28	-
Less: non-cash gain associated with settlement of pre-existing relationships	27	-
Payment for Impsat, net of cash acquired	<u>\$ 75</u>	<u>\$ -</u>

Pursuant to the SEC's Regulation G, the following table provides a reconciliation of adjusted cash EBITDA, which is considered a non-GAAP (Generally Accepted Accounting Principles) financial metric, to net income, which is the most directly comparable GAAP measure. Global Crossing's calculation of its adjusted cash EBITDA measure may not be consistent with EBITDA measures of other companies. Management believes that adjusted cash EBITDA is a relevant indicator of operating performance, especially in a capital-intensive industry such as telecommunications. Adjusted cash EBITDA is an important aspect of the company's internal reporting and is also used by the investment community in assessing financial performance. This non-GAAP measure should be used in addition to, but not as a substitute for, the analysis provided in the statement of operations.

Table 5

Global Crossing Limited
 Unaudited Reconciliation of Adjusted Cash EBITDA and Adjusted EBITDA to Income (Loss) Applicable to Common Shareholders by Operating Segment
 (\$ in millions)

	Quarter Ended June 30, 2007					Quarter Ended March 31, 2007					Quarter Ended June 30, 2006			
	GCUK	GC Impsat	ROW ¹	Eliminations	Total	GCUK	GC Impsat	ROW ¹	Eliminations	Total	GCUK	ROW ¹	Eliminations	Total
Adjusted cash EBITDA	\$ 30	\$ 9	\$ (31)	\$ -	\$ 8	\$ 34	\$ -	\$ (42)	\$ -	\$ (8)	\$ 22	\$ (32)	\$ -	\$ (10)
Non-cash stock compensation	(2)	-	(17)	-	(19)	(2)	-	(13)	-	(15)	-	(7)	-	(7)
Adjusted EBITDA	28	9	(48)	-	(11)	32	-	(55)	-	(23)	22	(39)	-	(17)
Depreciation and amortization	(20)	(8)	(35)	-	(63)	(18)	-	(32)	-	(50)	(10)	(26)	-	(36)
Interest income	3	2	3	(2)	6	2	1	5	(2)	6	1	5	(1)	5
Interest expense	(18)	(6)	(25)	2	(47)	(17)	(3)	(17)	2	(35)	(13)	(14)	1	(26)
Other income (expense), net	3	(5)	26	-	24	-	(2)	(4)	-	(6)	9	(11)	-	(2)
Net, gain on pre-confirmation contingencies	-	-	-	-	-	-	-	-	-	-	-	13	-	13
Provision for income taxes	-	(2)	(7)	-	(9)	(1)	-	(11)	-	(12)	-	(13)	-	(13)
Preferred stock dividends	-	-	(1)	-	(1)	-	-	(1)	-	(1)	-	(1)	-	(1)
Income (loss) applicable to common shareholders	\$ (4)	\$ (10)	\$ (87)	\$ -	\$ (101)	\$ (2)	\$ (4)	\$ (115)	\$ -	\$ (121)	\$ 9	\$ (86)	\$ -	\$ (77)

Impsat acquisition May 9, 2007

On May 9, 2007, the company announced that it had acquired Impsat Fiber Networks Inc. and since that date their results have been consolidated into Global Crossing's results as GC Impsat. The results of GC Impsat for the quarter ended March 31, 2007 relate to the results of the GC Impsat Holdings I Plc, which issued debt in anticipation of consummating the acquisition of Impsat Fiber Networks Inc.

Definitions:

Adjusted cash EBITDA is earnings before interest, taxes, depreciation and amortization, other income/(expense), net, net gain on pre-confirmation contingencies, preferred stock dividends and non-cash stock compensation.

Adjusted EBITDA is earnings before interest, taxes, depreciation and amortization, other income/(expense), net, net gain on pre-confirmation contingencies and preferred stock dividends.

Pursuant to the SEC's Regulation G, the following table provides a reconciliation of adjusted gross margin, which is considered a non-GAAP financial metric, to gross margin, which is the most directly comparable GAAP measure. Management believes that adjusted gross margin is a relevant indicator of operating performance since it links revenue lines with the largest and most directly related costs incurred to generate such revenue. Adjusted gross margin should be used in addition to, but not as a substitute for, the analysis provided in the statement of operations.

Table 6

Global Crossing Limited and Subsidiaries

Unaudited Reconciliation of Adjusted Gross Margin to Gross Margin by Operating Segment
(\$ in millions)

	Quarter Ended June 30, 2007					Quarter Ended March 31, 2007			Quarter Ended June 30, 2006		
	GCUK	GC Impsat	ROW ¹	Eliminations	Total	GCUK	ROW ¹	Total	GCUK	ROW ¹	Total
Adjusted gross margin	\$ 100	\$ 36	\$ 131	\$ (1)	\$ 266	\$ 101	\$ 119	\$ 220	\$ 72	\$ 103	\$ 175
Real estate, network and operations	(26)	(6)	(70)	1	(101)	(24)	(64)	(88)	(17)	(56)	(73)
Third party maintenance	(9)	(3)	(13)	-	(25)	(9)	(15)	(24)	(7)	(14)	(21)
Cost of equipment sales	(14)	(2)	(7)	-	(23)	(18)	(7)	(25)	(10)	(3)	(13)
Gross margin	\$ 51	\$ 25	\$ 41	\$ -	\$ 117	\$ 50	\$ 33	\$ 83	\$ 38	\$ 30	\$ 68

Impsat acquisition May 9, 2007

On May 9, 2007, the company announced that it had acquired Impsat Fiber Networks Inc. and since that date their results have been consolidated into Global Crossing's results as GC Impsat. The results of GC Impsat for the quarter ended March 31, 2007 relate to the results of the GC Impsat Holdings I Plc, which issued debt in anticipation of consummating the acquisition of Impsat Fiber Networks Inc.

¹Rest of World (ROW) represents operations of Global Crossing Limited and subsidiaries excluding Global Crossing (UK) Telecommunications Ltd. and subsidiaries (GCUK) and GC Impsat Holdings I Plc and subsidiaries.

Definition:

Adjusted gross margin is revenue minus cost of access.