

Summary of Material Modifications Lucent Technologies Inc. Retirement Plan

This notice, called a Summary of Material Modifications (“SMM”), advises you of changes in the information presented in your Summary Plan Description (sometimes called an “SPD”) for the Lucent Technologies Inc. Retirement Plan (the “Pension Plan”).

Please do two things:

1. Read this notice, and
2. Retain a copy of this notice for your records.

The changes are as follows:

1. NEW RECORDKEEPER

Effective January 2, 2015, Aon Hewitt became the new recordkeeper for the Pension Plan. Accordingly, references in your SPD to the “Pension Service Center” and the “PSC,” including contact information, are obsolete. Information about your Pension Plan benefit is accessible, and pension transactions can be initiated, online through the Your Benefits Resources (YBR)™ website at <http://resources.hewitt.com/alcatel-lucent>, 24 hours a day, seven days a week. If you need to speak with a customer service representative, the Alcatel-Lucent Benefits Center is available to you from 9:00 a.m. to 5:00 p.m., ET, Monday through Friday. Call 1-888-232-4111 and select “Retirement and Investments.” For your convenience, an updated list of “Important Contacts” for the Pension Plan is attached.

2. NEW CONTACT INFORMATION FOR QDRO ADMINISTRATION AND NEW ROOM NUMBERS FOR THE PENSION PLAN ADMINISTRATOR, THE EMPLOYEE BENEFITS COMMITTEE, AND THE BENEFIT CLAIM AND APPEAL COMMITTEE

Contact information for the Pension Plan with respect to the administration of “qualified domestic relations orders” (QDROs) has changed. The room numbers for the Pension Plan Administrator, the Alcatel-Lucent Employee Benefits Committee (the EBC), and the Alcatel-Lucent Benefit Claim and Appeal Committee (the BCAC) have also changed. New contact information is shown in the attached updated list of “Important Contacts” for the Pension Plan.

3. WRITTEN CONSENT OF SPOUSE NO LONGER REQUIRED TO ELECT A JOINT-AND-75% SURVIVOR ANNUITY OR A JOINT-AND-100% SURVIVOR ANNUITY

Note: If you are already receiving payment of your Pension Plan benefit, this change does not apply to you.

Effective January 1, 2015, if you are married at the time you seek to commence receiving your benefit under the Pension Plan, you no longer are required to obtain the written consent of your Lawful Spouse (as defined in the Pension Plan) in order to receive payment in the form of a Joint and 75% Survivor Annuity (also sometimes referred to as a Joint and 75% Surviving-Spouse Annuity or a “qualified optional survivor annuity” (QOSA)) or a Joint and 100% Survivor Annuity (also sometimes referred to as a Joint and 100% Surviving-Spouse Annuity).

4. NEW (INCREASED) THRESHOLD FOR AUTOMATIC CASH-OUTS

Effective January 1, 2015, the threshold for automatic payments from the Pension Plan (payments not requiring your written consent and, if applicable, the written consent of your Lawful Spouse) has been increased from \$1,000 to \$5,000. What this means is that, commencing January 1, 2015, if the present value of the pension benefit payable to you under the Pension Plan after termination of your employment with Alcatel-Lucent is \$5,000 or less, it will be paid to you as follows:

- If the present value of your pension benefit is more than \$1,000 but less than \$5,000, it will automatically be rolled over to an Individual Retirement Account (IRA) at the IRA-provider selected by the Plan Administrator (unless you elect to have your benefit paid directly to you or unless you instruct the Alcatel-Lucent Benefits Center to make a rollover distribution of your Pension Plan benefit to an individual retirement account/annuity (IRA) or other tax-qualified plan selected by you).
- If the present value of your pension benefit is \$1,000 or less, it will automatically be paid directly to you (unless you instruct the Alcatel-Lucent Benefits Center to make a rollover distribution of your Pension Plan benefit to an individual retirement account/annuity (IRA) or other tax-qualified plan selected by you).

5. INCREASE TO PENSION BAND MONTHLY BENEFIT EFFECTIVE AS OF OCTOBER 1, 2014

Effective as of October 1, 2014, the pension band monthly benefit amounts were increased with respect to participants who retire on or after October 1, 2014. (Amounts previously described as applying with respect to participants who retire "On or After 1/1/2013" now apply to retirements occurring "On or After 1/1/2013 and Before 10/1/2014.") The pension band monthly benefit amounts for participants retiring on or after January 1, 2013 and before October 1, 2014 and for participants retiring on or after October 1, 2014 are as follows:

Monthly Pension Benefit Table, Effective for Retirement On and After January 1, 2013

Pension Band Number	On or After 1/1/2013 and Before 10/1/2014	On or After 10/1/2014
103	\$36.93	\$38.04
104	\$38.35	\$39.50
105	\$39.79	\$40.98
106	\$41.24	\$42.48
107	\$42.70	\$43.98
108	\$44.11	\$45.43
109	\$45.57	\$46.94
110	\$47.00	\$48.41
111	\$48.44	\$49.89
112	\$49.86	\$51.36
113	\$51.32	\$52.86
114	\$52.72	\$54.30
115	\$54.18	\$55.81
116	\$55.62	\$57.29
117	\$57.04	\$58.75
118	\$58.47	\$60.22
119	\$59.93	\$61.73
120	\$61.35	\$63.19
121	\$62.79	\$64.67
122	\$64.23	\$66.16
123	\$65.65	\$67.62
124	\$67.08	\$69.09
125	\$68.55	\$70.61
126	\$69.93	\$72.03
127	\$71.40	\$73.54
128	\$72.83	\$75.01
129	\$74.29	\$76.52
130	\$75.69	\$77.96
131	\$77.17	\$79.49
132	\$78.57	\$80.93
133	\$80.01	\$82.41
134	\$81.50	\$83.95
135	\$82.87	\$85.36

6. DEFERRED VESTED PENSION

Effective as of May 25, 2014, a participant who completes one (1) or more years of service shall be eligible to receive a deferred vested pension benefit under the Pension Plan, provided that, as of May 25, 2014, the participant was classified as an active employee with a union code of 610 and in a job classification other than that of the Communication Services Installer (CSI).

7. UPDATED LIST OF PARTICIPATING COMPANIES

Effective April 1, 2014, the following companies are Participating Companies with respect the Pension Plan:

- Alcatel-Lucent Investment Management Corporation
- Alcatel-Lucent USA Inc.

Important Contacts

Here is a list of important contacts for the Lucent Technologies Inc. Retirement Plan:

Contact/Service Provided	Address
Alcatel-Lucent Benefits Center— Service-center for the Pension Plan; maintains information regarding your Pension Plan benefit; processes Plan-related transactions such as benefit commencement	Online through the Your Benefits Resources (YBR) [™] website at http://resources.hewitt.com/alcatel-lucent , 24 hours a day, seven days a week. By phone from 9:00 a.m. to 5:00 p.m., ET, Monday through Friday. Call 1-888-232-4111 and select “Retirement and Investments.”
Benefit Claim and Appeal Committee— Serves as the final review committee for all Disability Pension benefit appeals	Employee Benefit Claim and Appeal Committee Alcatel-Lucent 600-700 Mountain Avenue Room 6D-401C Murray Hill, NJ 07974 USA
Employee Benefits Committee— Serves as final review committee for all Pension Plan benefit appeals (other than Disability Pension benefit appeals).	Employee Benefits Committee Alcatel-Lucent 600-700 Mountain Avenue Room 6C-402A Murray Hill, NJ 07974 USA
Law Division— Authorized agent for service of all legal papers (including subpoenas) for the Pension Plan, the Benefit Claim and Appeal Committee, the Employee Benefits Committee, and the Plan Administrator.	Alcatel-Lucent Law Division Alcatel-Lucent 600-700 Mountain Avenue Room 3A-206 Murray Hill, NJ 07974 USA
Plan Administrator— Administers the Pension Plan; adjudicates claims for benefits; responsible for certain disclosure to Plan Participants regarding their benefits.	Pension Plan Administrator Alcatel-Lucent 600-700 Mountain Avenue Room 6C-402A Murray Hill, NJ 07974 USA
QDRO Administrator— Handles matters relating to domestic relations orders affecting, or purporting to affect, Pension Plan benefits.	Send all draft or court certified orders to: Alcatel-Lucent QDRO/QMCSO Center P.O. Box 1433 Lincolnshire, IL 60069-1433 USA Fax: 1-847-883-9313 For information or if you have questions: visit the Qualified Order Center website at www.qocenter.com , email your questions to QOCenter@aonhewitt.com , or contact the Alcatel-Lucent Benefits Center (see above).