

Adelphia Recovery Trust
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INFORMATION FOR 2007 U.S. FEDERAL INCOME TAX PURPOSES

This letter provides information relating to your share of income, gain, deductions and loss ("Tax Items") of the Adelphia Recovery Trust (the "Trust") to be reported on your 2007 U.S. Federal and State income tax returns. The Internal Revenue Service has issued a ruling that the Trust will be treated as a grantor trust for tax purposes. Therefore, each interest holder will be treated as having a direct interest in its allocable portion of each asset and liability of the Trust. In addition, an allocable portion of the Tax Items must be reported on your tax return. Tax Items are calculated with respect to each class of interest in the Trust. Your share of the Tax Items must be determined with reference to the appropriate worksheet for your class of interest.

In general, if you acquired your interests in the Trust in the restructuring of Adelphia Communications Corporation and did not dispose of any of them during 2007, you should calculate your share of the Trust Tax Items with respect to your interests from February 14 to December 31, 2007. If you acquired your interests after the restructuring ("subsequent interest holder") or if you disposed of any of them, calculate your share of Trust Tax Items for the taxable periods you held your interests in the Trust. Income earned as proceeds from the litigation will be taxed at ordinary income rates. Tax Items will be determined using the cash method of accounting.

The Trust has taken the position that it is entitled to recover its basis in the Trust assets before recognizing any gain. As a result, based on the recoveries in 2007 and the Trust's tax basis in its assets, no income will be reported to you as a result of those recoveries; however, you will be allocated other income and expenses of the Trust, i.e. interest income and administrative expense.

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