

BELL ATLANTIC**Consolidated Statements of Income**

(Dollars in Millions, Except Per Share Amounts)

Years Ended December 31,	1997	1996	1995	1994
Operating Revenues				
Local services	\$13,113.20	\$12,559.10	\$12,115.30	\$11,844.90
Network access services	7,158.60	7,112.60	6,952.20	6,684.60
Long distance services	2,190.10	2,373.60	2,474.30	2,636.70
Ancillary services	1,845.40	1,738.00	1,450.80	1,227.60
Directory and information services	2,298.00	2,224.30	2,050.80	1,978.60
Wireless services	3,328.50	2,713.60	2,147.80	1,779.80
Other services	260.1	434	735.6	945.8
Total Operating Revenues	30,193.90	29,155.20	27,926.80	27,098.00
Operating Expenses				
Employee costs	9,047.20	8,703.90	8,811.30	9,424.00
Depreciation and amortization	5,864.40	5,379.00	5,326.10	5,291.20
Taxes other than income	1,606.90	1,499.90	1,589.30	1,534.00
Other operating expenses	8,333.90	7,493.80	6,782.70	6,326.40
Total Operating Expenses	24,852.40	23,076.60	22,509.40	22,575.60
Operating Income	5,341.50	6,078.60	5,417.40	4,522.40
Income (loss) from unconsolidated businesses	-124.1	14.2	-22.1	65.9
Other income and (expense), net	-3.3	-99.6	404.3	73.3
Interest expense	1,230.00	1,082.00	1,264.60	1,230.80
Provision for income taxes	1,529.20	1,782.30	1,708.90	1,205.90
Income from Continuing Operations	2,454.90	3,128.90	2,826.10	2,224.90
Extraordinary items				
Discontinuation of regulatory accounting			-2,919.40	-2,150.00
Early extinguishment of debt, net of tax			-3.5	-6.7
Cumulative effect of change in accounting				
Directory publishing, net of tax		273.1		
Net Income (Loss)	\$2,454.90	\$3,402.00	(\$96.80)	\$68.20
Basic Earnings (Loss) per Share	\$3.16	\$4.40	(\$0.13)	\$0.09
Average common shares outstanding (M)	775.9	773.3	764.3	757.9
Diluted Earnings (Loss) per Share	\$3.13	\$4.36	(\$0.13)	\$0.09
Average common shares outstanding	785.5	780.1	768.2	759.7

Note:

Not adjusted for stock split (2 for 1) on 6/29/98

Basic earnings per common share are based on the weighted average number of shares outstanding during the year.

Diluted earnings per common share include the dilutive effect of shares issuable under our stock-based compensation plans, which represent the only potential dilutive common shares

BELL ATLANTIC**Condensed Consolidated Balance Sheets**

(Dollars in Millions)

At December 31,	1997	1996	1995	1994
Assets				
Current assets				
Cash and cash equivalents	\$322.80	\$249.40	\$462.90	\$280.40
Short-term investments	720.6	300.5	10.9	7
Accounts receivable, net	6,340.80	6,168.90	5,231.50	4,815.20
Inventories	550.3	478.4	362.4	450.8
Prepaid expenses	634	716.3	1,003.90	906.7
Other	432.3	543.3	891.4	1,130.70
Total current assets	9,000.80	8,456.80	7,963.00	7,590.80
Plant, property and equipment				
Less accumulated depreciation	77,437.20	75,679.50	72,034.00	69,110.40
	42,397.80	39,544.70	37,164.20	31,604.60
	35,039.40	36,134.80	34,869.80	37,505.80
Investments in unconsolidated businesses				
Other assets	5,144.20	4,922.20	4,151.50	3,568.30
	4,779.70	3,847.30	3,638.80	5,355.30
Total Assets	\$53,964.10	\$53,361.10	\$50,623.10	\$54,020.20
Liabilities and Shareowners' Investment				
Current liabilities				
Debt maturing within one year	\$6,342.80	\$2,884.20	\$2,622.80	\$4,216.40
Accounts payable and accrued liabilities	5,966.40	6,160.60	5,696.20	5,158.80
Other	1,355.00	1,305.10	1,596.80	2,054.00
Total current liabilities	13,664.20	10,349.90	9,915.80	11,429.20
Long-term debt				
	13,265.20	15,286.00	15,744.10	14,590.20
Employee benefit obligations				
	10,004.40	9,588.00	9,388.40	8,980.20

Deferred credits and other liabilities				
Deferred income taxes	2,106.20	1,846.90	1,677.80	3,508.10
Unamortized investment tax credits	250.7	288.8	346.1	481.1
Other	772.6	865.9	971.2	1,234.90
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	3,129.50	3,001.60	2,995.10	5,224.10
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Minority interest, including a portion subject	911.2	2,014.20	1,221.10	648
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Preferred stock of subsidiary	200.5	145	145	85
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Shareowners' investment				
Common stock	78.8	78.7	77.2	76.2
Common stock issuable	-	-	-	0.1
Contributed capital	13,255.60	13,295.00	12,452.90	12,526.00
Reinvested earnings	1,261.70	1,279.80	184.6	1,750.20
Foreign currency translation adjustment	-553.4	-319.4	-541.3	-327.6
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	14,042.70	14,334.10	12,173.40	14,024.90
Less common stock in treasury, at cost	590.5	589.3	97.9	11
Less deferred compensation-employee stock	663.1	768.4	861.9	950.4
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Total shareowners' investment	12,789.10	12,976.40	11,213.60	13,063.50
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Total Liabilities and Shareowners' Investment	\$53,964.10	\$53,361.10	\$50,623.10	\$54,020.20
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Note:

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