



LICENCE NO. PCC/**/****

**LICENCE GRANTED BY THE NIGERIAN COMMUNICATIONS
COMMISSION TO**

XYZ COMPANY

**FOR OPERATION OF PRE-PAID CARD CALLING SERVICE UNDER
SECTION 32**

NIGERIAN COMMUNICATIONS ACT, 2003

THIS LICENCE is issued by The Nigerian Communications Commission (hereinafter referred to as “the Commission”) under section 32 of Act of 2003 (hereinafter referred to as “the Act”) to **XYZ COMPANY** (hereinafter referred to as “the Holder”) to **PROVIDE AND OPERATE PRE-PAID CARD CALLING SERVICE** as set out below:

1. **COMPLIANCE WITH THE ACT AND REGULATIONS**

The Holder shall comply with the provisions of Nigerian Communication Act, 2003 and Regulations made pursuant to same as well as any Direction, Determination or Order made by the Commission thereunder.

2. **DURATION**

This Licence shall enter into force on **xxxxxx, 2004** and shall be of five years duration subject to renewal upon such terms and conditions as may be applicable.

3. **FEES**

On the grant of this Licence, the Holder shall pay to the Commission the sum of One Million Naira (=N=1,000,000.00) as non-refundable Licence fee plus a 5% surcharge (=N=50,000.00) to cover administrative costs and an additional VAT (=N=50,000.00) for its operations for the period covered by this Licence.

- (a) An Annual operating levy which shall represent two and a half (2.5%) per cent of the Licensee’s audited Gross Revenue payable within three months after the end of the first year of the Licence and thereafter quarterly on the Licensee’s assessed net revenue within 30 days of the end of such quarter to be adjusted immediately on receipt of the Audited Annual Financial Statements of the Licensee.

- (b) The most recent Audited Account or where this is not available, the Management Account or any other account or projection of the Licensee's operations will be admitted for the purpose of calculating the gross revenue for the year under consideration and may be duly adjusted when the year's audited account becomes available.
- (c) The Commission shall determine the Licence fee payable for and in respect of any renewal of the Licence.

4. **SCOPE OF OPERATION**

This Licence shall allow the Holder to provide and operate Pre-paid card calling services. Pre-paid card calling service involves providing automated code dialing access to subscribers with allocated Personal Identification numbers to enable them make calls from any telephone facility and be billed by discounting against the subscriber's pre-paid balance.

5. **TECHNICAL STANDARDS**

The Holder shall comply with any technical standards specified or approved by the Commission and shall not alter same except with the prior written approval of the Commission.

6. **APPROVAL OF EQUIPMENT**

The Holder shall ensure that all equipment is Type Approved by the Commission or a body approved by or accredited to the Commission before providing services in relation to such equipment.

7. **DUTY TO FURNISH INFORMATION TO THE COMMISSION**

The Holder shall furnish the Commission in such manner and at such times as it may request, with such documents, accounts, estimates, returns, reports or other information which it may require for the purpose of exercising its functions.

8. **LIMITATIONS**

- 8.1 Pre-paid calling card service shall be provided via:
- a) Pay phone stations supplied by payphone operators licensed by NCC
 - b) Network platform provided by pre-paid card calling service Operators or Network Operators licensed by NCC.
- 8.2 Appointment of Vendors of the cards must be with the approval of NCC.
- 8.3 The Licence shall not be transferable except with the prior written approval of the Commission.
- 8.4 The Licence shall not be used as authority for providing call back services or any other form of call by-pass service.
- 8.5 This Licence shall not be used as authority to provide any other service except the services for which this Licence is issued.

9. **REVOCAATION**

The Commission may at any time after giving the Holder one month notice to that effect, revoke this Licence if any of the following events occurs:

- a. If the Holder is in breach of any of the Conditions attached to this Licence and such breach has not been rectified within 14 days after the Commission has notified the Holder of same;
- b. If the Holder requests the Commission in writing to revoke this Licence;
- c. If the Holder ceases to carry on the activity for which this Licence is granted
- d. If the Type Approval Certification for the Holder's equipment lapses or is revoked,
- e. If the Holder fails to duly pay any Charges imposed by the Commission.

- f. If the Holder is unable to pay its debts, enters into liquidation or is otherwise declared insolvent.

DR. EUGENE JUWAH
EXECUTIVE VICE CHAIRMAN