

Jersey Competition Regulatory Authority

Final Notice to Jersey Telecom Limited

Under Article 11 of the Telecommunications (Jersey) Law 2002

Regarding Condition 33.2 of Jersey Telecom Limited's Licence

On 17 September 2008, the Jersey Competition Regulatory Authority ("JCRA") issued an Initial Notice to Jersey Telecom Limited ("JT") under Article 11(1) of the Telecommunications (Jersey) Law 2002 ("the Law") concerning a proposed Decision and Determination to apply a Price Control to certain of JT's retail telecommunications products. Written representations or objections were invited to be made regarding this matter. One representation was received, from Cable & Wireless Jersey Limited ("CWJ").

In its representation, CWJ states that while there was merit in the scope of the JCRA's proposed retail Price Control, it wants the JCRA to initiate a more active and effective regulation of JT's wholesale services, including leased lines and broadband. CWJ also states that the JCRA should require JT to publish its regulated accounts.

Concerning both of these representations, the JCRA already has stated its intentions to (1) review JT's wholesale pricing, and (2) consider whether JT should be required to publish its separated accounts. The JCRA plans to consider both matters soon, and if specific proposals are considered, interested parties will have the opportunities provided under the Law to consider and respond to them. Based on this, the JCRA concludes that there are no grounds to alter or delay the implementation of the proposed Decision and Determination to apply a Price Control to certain of JT's retail telecommunications products.

Therefore, the JCRA now intends to exercise the specified regulatory function as proposed in the Initial Notice, and the Decision and Determination shall come into effect on 28 November 2008.

Copies of this Final Notice are available for inspection at the offices of the JCRA at 2nd Floor, Salisbury House, Union Street, St Helier, Jersey JE2 3RF between the hours of 9.00 am and 5.00 pm Monday to Friday, or on the JCRA website www.jcra.je.

24 October 2008

By Order of the Board of the JCRA