JERSEY COMPETITION REGULATORY AUTHORITY

INITIAL NOTICE TO INTERACTIVE ONLINE LIMITED

Under Article 11 of the Telecommunications (Jersey) Law 2002

The JCRA is issuing this Initial Notice to Interactive Online Limited under Article 11(1) of the Telecommunications (Jersey) Law 2002 (the 'Law'). Interactive Online Limited currently holds a Class I Licence under the Law. In this Initial Notice, the JCRA proposes to modify Condition 1.1 of Interactive Online Limited's Licence by changing the Licence's term to expire on 2 January 2009.

The term of Interactive Online Limited's Licence currently is defined as a period of ten years from the Licence's commencement date of 31 December 2002; thus expiring on 30 December 2012. As a result of the integration of the business into that operated by Newtel Limited, Interactive Online's parent company by virtue of the purchase of 100% of its share capital in May 2005, the JCRA has come to understand that Interactive Online Limited no longer runs a telecommunications system within the Bailiwick of Jersey. Thus, the need for Interactive Online Limited to hold a Licence under the Law is no longer required. Accordingly, in the interests of the proper administration of the Law and to reduce the administrative burden on Newtel Limited, the JCRA proposes to modify Interactive Online Limited's Licence by changing the term to expire at 11:59 pm on 2 January 2009.

The proposed modification will take effect on 3 May 2008, unless the JCRA receives representations or objections about the proposal prior to that date, in which case the effective date will be specified in any final notice issued by the JCRA under Article 11(4) of the Law.

The documents that would give effect to the proposed modification are Annex 1 (a copy of Interactive Online Limited's Licence before modification) and Annex 2 (a copy in draft form of this Licence as modified). These documents have been provided to Newtel Limited and also are available for inspection at the JCRA's offices and on its website (www.jcra.je).

Any written representations or objections in respect of this matter may be made by midnight on 2 May 2008 to the JCRA at:

Jersey Competition Regulatory Authority 2nd Floor, Salisbury House 1-9 Union Street St Helier, Jersey JE2 4JD

or by email to enquiries@jcra.je, or by fax to +44 (0) 1534 514991.