Government of India  
Ministry of Communications and IT  
Department of Telecommunications  
(AS-II Cell)  
Sanchar Bhawan, 20, Ashok Road, New Delhi-110117

No.842-320/2005-VAS-II (Vol.III)/25  
Dated: 10\textsuperscript{th} Feb, 2009

To

1. Bharat Sanchar Nigam Ltd. (All 19 Telecom Circles Service Areas and Chennai and Kolkata Metro Service Areas)
2. Mahanagar Telephone Nigam Ltd. (Delhi and Mumbai Metro Service Areas)

Subject: Amendment to the Cellular Mobile Telephone Service Licence Agreement for Roll-out Obligations.

The issues regarding Roll-Out Obligations and imposition of Liquidated damages in various service areas have been under consideration of the Licensor and the undersigned is directed to convey that in exercise of the power vested in the Licensor under clause 5.1 of Cellular Mobile Telephone Service (CMTS) Licence Agreement, inter-alia, reserving the right to modify at any time the terms and conditions of the LICENCE, in public interest, security of the nation or proper conduct of the SERVICE, the Licensor has prescribed the following criteria for Roll-out obligations and imposition of Liquidated Damages, from the date of the commencement of roll-out obligations as indicated in the license by amending clause 8.1, 36 and 37 of the License:-

(i) Roll-out obligations shall apply for wireless network only and not for wireline network.

(ii) The Licensee shall ensure that metro service area of Delhi, Mumbai, Kolkata and Chennai are covered within one year of date of allocation of start up spectrum.

(iii) In non-metro service areas, the licensee shall ensure that in first phase of roll-out obligation at least 10% of DHQs where startup spectrum has been allocated are covered within one year of such spectrum. The date of allocation of frequency shall be considered for computing a final date of roll-out obligation.

(iv) Further, in second phase of roll-out obligation, the licensee shall ensure that at least 50% of DHQs, where startup spectrum has been allocated are covered within three years of date of allocation of such spectrum in non-metro service areas.

(v) While computing the period of one year under sub-paras (ii) to (iv) above the average delay in SACFA clearance shall be excluded.

(vi) Coverage of a DHQ/town shall mean that at least 90% of the area bounded by the Municipal limits shall get the required street level coverage.
(vii) The date of application for SACFA or date of allocation of frequency, whichever is later, shall be taken into account for the purpose of calculating average delay in SACFA clearance.

(viii) The Licensee is permitted to cover any other town in the District in lieu of the District Headquarters.

(ix) In-building coverage shall not be considered for roll-out obligations as mentioned in sub-paragraphs (ii) to (iv) above and for imposition of liquidated damages.

(x) For calculation of number of DHQs to be covered, the fraction which comes to 0.5 or above shall be rounded off to the next whole number and if the fraction is less than 0.5 it shall be ignored.

(xi) BSNL/MTNL shall produce Coverage Test Certificate issued by their respective Acceptance Testing Wing.

(xii) PBG shall be encashed to the extent of the Liquidated Damages.

Copy to:

1. Secretary, TRAI, New Delhi
2. Wireless Advisor, WPC Wing, New Delhi
3. Sr.DDG(WPF), DoT, New Delhi
4. DDG(Security), DoT, New Delhi
5. DDG(AS-I), DoT, New Delhi
6. DDG(LF), DoT, New Delhi
7. DDG(C&A), DoT for posting on the DoT website