APPENDIX C- EQUIPMENT PAYMENT PLAN

1. TELECHOICE MOBILE EQUIPMENT PAYMENT PLAN (ALSO KNOWN AS HANDSET REPAYMENT PLAN) EFFECTIVE FROM 29 OCTOBER 2015

In this appendix, a reference to *equipment* includes, without limitation, a *mobile phone* and other mobile equipment including a *mobile phone* car kit, a voice and data handset and a data only handset and an accessory or modem to facilitate connecting a PC to *our network*.

- (a) You may purchase a *mobile phone* and other mobile accessories from *us* or a participating agent by paying *us* the full purchase price for that equipment.
- (b) If you are an approved customer* we will allow you to pay for the cost of a mobile phone you purchase from us or a participating agent in monthly instalments over a specified period ('equipment term'). This offer is known as the handset repayment plan.
 - *To be an approved customer *you* will need to meet *our* credit requirements and meet the eligibility requirements of the *pricing* plan you wish to connect to.
- (c) The handset repayment plan is only available on the condition that you connect the mobile phone to the service on an approved pricing plan.
- (d) Different handset repayment plans are available depending on the mobile phone you choose and the approved pricing plan you connect to.
- (e) Details of the *handset repayment plans* and approved *pricing plans* vary from time to time and are available from *us* and *our* participating agents.
- (f) Depending on your pricing plan:
 - (i) you may have to pay the full cost of your equipment (that is, all equipment charges owing on your mobile phone and related equipment) under your handset repayment plan by paying us monthly instalments by the due date in the bills we send you.
 - (ii) With some postpaid *pricing plans:*
 - (A) so long as you pay the minimum monthly spend (which includes a handset subsidy) and comply with the terms of your pricing plan, you won't have any additional payments (except any upfront

repayments which must be paid in addition to the monthly cost of *your pricing plan*) for *your mobile phone* so long as *you* pay the *minimum monthly spend* and comply with the terms of *your pricing plan*.

- (B) so long as you stay connected to and comply with the terms of your pricing plan, you will only have to pay the equipment charges owing on your mobile phone under your handset repayment plan by paying us monthly instalments by the due date in the bills we send you. If you change your pricing plan to another eligible handset pricing plan you will continue to be charged the monthly handset repayment amount for the term of your original contract. If you change your pricing plan or upgrade your mobile phone or cancel your service, from one of the eligible handset pricing plans you will have to pay the balance of the full postpaid price of your mobile phone.
- (g) You must pay any monthly equipment charges to us by the due date in the bills we send you for the equipment term. The equipment term for your handset repayment plan will be set out in your application or in the promotional material applicable to the pricing plan you connect to.
- (h) If the *service* is cancelled before the expiry of the *minimum term*, other than under clauses 12.1 (a) (ii) or 12.1(b) of TeleChoice's *General Terms*, you will be required to pay us:
 - (i) your usage charges or minimum monthly spend (incurred to the date on which you notify us you wish to cancel the service); plus
 - (ii) the cancellation fee payable under your Agreement (if any); plus
 - (iii) the sum of unpaid equipment charges owing on your mobile phone under this handset repayment plan (if any).
- (i) If the service is cancelled after the expiry of the minimum term, but before the expiry of the equipment term, you will be required to pay us the sum of unpaid equipment charges owing on your mobile phone under this handset repayment plan (if any) plus any outstanding usage charges.
- (j) You will own the mobile phone from when you receive it. Risk in the mobile phone passes to you when you receive it. You are responsible for the maintenance and repair of the mobile phone (and any accessories you purchase from us), subject to any manufacturer's warranty, and for any insurance for the mobile phone (if you wish the mobile phone to be insured). You may not return the mobile phone or other accessories to us if you cancel the service.

- (k) You must use the *mobile phone* for *your* own personal or business purposes and must not resupply the *mobile phone* to anyone else (other than *your personnel*) unless agreed by *us* in writing.
- (I) From time to time, we may offer you an option to upgrade your mobile phone. We may require you to pay any remaining handset repayments if you are still within the minimum term of your Agreement.

2 EQUIPMENT PAYMENT PLAN (ALSO KNOWN AS HANDSET REPAYMENT PLAN) CONTRACTED PRIOR TO 1 SEPTEMBER 2015

(a) If you elect to enter into an Equipment Payment Plan in respect of mobile handsets or other equipment to use in conjunction with a service, the terms of that Equipment Payment Plan will be as set out in the agreement/s between you and that financier.

TeleChoice's preferred supplier for customers to enter into an Equipment Payment Plan in respect of mobile handsets or other equipment to use in conjunction with a *service* is Thorn Australia Pty Ltd. However, customers are free to choose any financier whatsoever if they wish to enter into an Equipment Payment Plan.

For full terms and conditions of the preferred supplier Equipment Payment Plan can be found at www.telechoice.com.au/legal/handset-repayment-option