UNIFIED CARRIER LICENCE TELECOMMUNICATIONS ORDINANCE (Chapter 106)

WTT HK LIMITED ("WTT")

L3. Rent to Own of Centrex Terminal Equipment Effective date: 7/6/97

A range of Centrex Terminal Equipment ("CTE") is available for rent to own by Customers of WTT's Centrex Service. Customers must have signed a contract with WTT for the Centrex Service in order to be eligible to enter into a rent to own contract for CTE (the "Contract").

Charge: HK\$150.00 per month per CTE payable per calendar month for 36 consecutive calendar months. The charge includes installation and maintenance of the CTE. Minimum rental period is 3 years.

The following Special Conditions shall apply to the rent to own of CTE:

- (a) CTE on rent to own is for the sole use of the Customer and may only be used in connection with the Customer's use of the Centrex Service. The CTE may not be resold or used with any other services or products without WTT's prior written consent.
- (b) During the term of the Contract, WTT will at its own option and cost replace and repair the CTE or any parts of the CTE except replacements and repairs required as a result of any of the following events in which case the Customer must pay to WTT the repair or replacement cost and other testing or handling charges in respect of the CTE or any part thereof:
 - (i) accident, negligence or improper use of the CTE or any part of the CTE;
 - (ii) alteration, modification or repair of the CTE by persons not authorised by WTT;
 - (iii) removal or relocation of the CTE without the prior written consent of WTT; or
 - (iv) non compliance with the environmental conditions for the installation of the CTE.

The Customer shall follow the instructions from WTT with respect to any repair required to the CTE or any return thereof.

- (c) WTT may terminate the Contract in respect of any item of CTE, or in respect of all items of CTE which a Customer has acquired under the Contract, if, in relation to any item of CTE that has been provided to the Customer:
 - (i) any alteration, modification or repair is made to the CTE without the authorisation of WTT;
 - (ii) any parts not approved by WTT have been used in connection with the CTE;
 - (iii) the serial number on the CTE have been removed, defaced or altered; or
 - (iv) the CTE is re-sold, removed or transferred by the Customer without the prior written consent of WTT.
- (d) Risk of loss or damage to the CTE shall pass to the Customer on installation. Title to the CTE shall remain with WTT until such time as the Customer has made the last payment under the Contract, at which time the title to the CTE shall transfer to the Customer.
- (e) The Customer shall provide a suitable environment for installation of the CTE as instructed by WTT.
- (f) If the Customer terminates the subscription to Centrex service at any time during the term of the Contract, the Contract shall immediately terminate and Customer must pay to WTT the difference between the total cost of the provision of the CTE under the Contract and the sum of all payments made by the Customer under the Contract prior to termination.
- (g) During the first 6 calendar months of the term of the Contract the Customer may add additional items of CTE to the same Contract. If the Customer wishes to add additional items of CTE after the first 6 months, the Customer will be required to enter into a separate contract, for a term of 36 months, in relation to that CTE.

(Extended Warranty for CTE was withdrawn as of 1/12/99)