

BASIC SERVICES TARIFF SCHEDULE (Cont.)

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SECTION 12 - DEPOSITS

12.1 General

12.1.1 The Company may request a deposit under the conditions contained in these regulations, in the following cases:

- (A) In the case of new applicants for telephone service, and temporary service installations or in cases where the credit of the customer is insufficient or his economic solvency inadequate.
- (B) In the case of customers whose telephone service has been suspended for lack of payment.
- (C) In the case of a customer who increases his/her telephone facilities to the extent that his/her basic rentals increase by double or more.
- (D) In the case of a customer whose credit is adversely affected, either by changes in his payment habits or by confidential adverse credit references received.

12.1.2 Amount of Deposit

- (A) New applicants with good credit standards - The amount of the deposit shall be the one shown in the attached schedule.
- (B) New applicants whose credit is insufficient or his economic solvency inadequate - The amount of the deposit shall be two times the charges for local calls and long distance calls of the average month based on the type of class of business for such service application.
- (C) Temporary service installations - The amount of the deposit shall be two times the charges for local calls and long distance calls of the average month based on the type or class of business for such service application.
- (D) Customers with telephone service suspended for lack of payment or whose credit is adversely affected - The amount of the deposit shall not be more than twice the charges for local service and long distance calls (including overseas calls, but no including charges for Directory advertising) of the average month, based on the billing of the last six month period.

12.1.3 Interest on Deposits

- (A) The deposit will earn simple interest at the rate from time to time specified by the Company. Said interest will be computed from the date the deposit is made by the customer to the date the same is refunded. The Company at its discretion will pay the customer or credit to his/her account the accrued interest as soon as circumstances so warrant it.

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BASIC SERVICES TARIFF SCHEDULE (Cont.)

SECTION 12 - DEPOSITS (Cont.)

12.1 General (Cont.)

12.1.4 Return of Deposit

The Company shall return a deposit plus its accumulated interest under the following conditions:

- (A) Upon the customer's request, when his telephone service has not been disconnected for lack of payment for the last twelve consecutive months. The refunding of the deposit will be made within a period of 60 days following the customer's request.
- (B) When the service is discontinued, either by the Company or upon the customer's request, except that when there are charges for telephone service due to the Company, the deposit will be applied against said charges and the excess will be refunded.
- (C) The deposit may be refunded at the discretion of the Company, at any time.

12.1.5 Effect of Deposit

- (A) The fact that a deposit has been made shall in no way relieve the customer from complying with the Company's regulations as to prompt payment of bills on presentation or constitute a waiver or modification of the regular practices of the Company providing for the discontinuance of service for non-payment of any sums due to the Company for services rendered or to be rendered.
- (B) Those applicants that qualify for "Lifeline" assistance program, and comply with all requirements, as contained in General Provisions, Section 28 (Universal Service) of this Tariff Regulations, will be exempt from paying deposit.

12.2 Rates and Charges

The following are the minimum deposits applicable to the schedules for local service area:

	Minimum Deposit	
Business	\$ 50.00	(T)
Residence	20.00	(T)
Private Switchboard and other Miscellaneous Equipment	1	(T)
Other Special Services, unless otherwise stipulated	1	(T)

¹ Twice the basic monthly rent