

SERVICE LEVEL AGREEMENT ATTACHMENT FOR BUSINESS ETHERNET SERVICE ("Service")

1. STRUCTURE OF THE AGREEMENT

This document ("SLA") forms an attachment to the Specific Terms and Conditions for the Service and part of the Agreement between Pacnet and Customer, which comprises the following:-

- (a) General Terms and Conditions for Pacnet Service (Business Market) ("GC"),
- (b) Specific Terms and Conditions for the Service ("SC"),
- (c) Order Form properly filled out and duly executed by Customer ("SOF"), and
- (d) any other documents attached to or referenced in GC, SC or SOF, including any acceptable use and securities policies referenced therein.

2. DEFINITIONS

In this SLA, the initial capitalized term shall have the following meanings ascribed to them:

- 2.1 "Clause" means the relevant clause of this SLA.
- 2.2 "Fault" means occurrence of unavailability of the Service reported to Pacnet by Customer and acknowledged by Pacnet via the issue of a Ticket.
- 2.3 "Month" means the billing month of the Service as set forth in the first invoice from Pacnet which may be revised by Pacnet from time to time; The expression "Monthly" shall have the corresponding meaning.
- 2.4 "Monthly Recurring Charges" or "MRC" means the monthly charges of the Service in the relevant Month as specified in the SOF, excluding the charges of any third party telecommunications service or access providers which are not supplied to the customer by Pacnet.
- 2.5 "Non Recurring Charges" or "NRC" means the one-time charges of the Service.
- 2.6 "Outage" means a Fault: (a) in the event that the Fault is reported by the Customer to Pacnet, commencing from the time Customer reports the Fault to Pacnet and a Ticket is opened as per Clause 4.3, (b) in the event that the Fault is detected by Pacnet, commencing from the time Pacnet recognizes the Fault, both up to the time the Service(s) is restored to Customer either partially or completely.
- 2.7 "POP" means one of the designated points of presence at Pacnet network or the network of Pacnets' partners providing the Service.
- 2.8 "PSC" means Pacnet Service Centre of Pacnet or the relevant Pacnet subsidiary or affiliate which is providing the Single Point of Contact service support for all Pacnet customers of the Service(s).
- 2.9 "Service Level" or "SL" means the service level commitments as described in Annex A of this SLA, which are either "Guaranteed SL" or "Target SL" as described in Clause 3.3.
- 2.10 "SLA Credit" means a rebate in percentage against Customer's MRC and/or Customer's NRC (see Annex A of this SLA) in corresponding Month for which Service affected

by non-fulfillment of a "Guaranteed SL"; computation of SLA Credit is set forth in Clause 6.

Initial capitalized terms that are used in this SLA but not defined herein will have their corresponding meanings ascribed to them in the GC or SOF.

3. SERVICE LEVEL COMMITMENTS

- 3.1 Provided that Customer fulfills each and every obligation and covenant under the Agreement (including make any payment when due), Pacnet commits to meet the Service Level described in Annex A of this SLA. The Service Level commitments hereunder may be amended, cancelled or withdrawn by Pacnet at anytime without notice and without liability to Customer, except for any credit claims accrued and due to Customer prior to the date of such amendment, cancellation or withdrawal.
- 3.2 In the event that Pacnet fails to meet the Service Level as described in Annex A of this SLA, then subject to the terms and conditions of this SLA, Pacnet shall compensate Customer the applicable SLA Credit.
- 3.3 Service Level mentioned in this SLA may be either "Guaranteed SL" or "Target SL". For <u>Guaranteed SL</u>, Pacnet shall ensure the performance and offer SLA Credit for nonfulfillment of Guaranteed Service Level. For <u>Target SL</u>, Pacnet will use its commercially reasonable endeavors to achieve the performance but offer no SLA Credit for nonfulfillment of Target SL.

4. MONITORING, SUPPORT, FAULT REPORTING

- 4.1 <u>Service(s) Monitoring</u>: Where applicable and necessary, Pacnet shall monitor the Service on a 24 hours a day and 7 days a week basis.
- 4.2 <u>Network Report</u>: Pacnet will grant Customer access to the online network traffic report, which enables Customer to check the utilization of the Service. The details of the report will be provided after successful provisioning of the Service. The availability of the report is dependent upon the type of Service ordered by Customer and is only available for sites covered under service coverage of Region 1 only.
- 4.3 Reporting and Information: When reporting any Fault to Pacnet, Customer shall furnish to Pacnet via PSC: (a) full name of Company; (b) Caller information; (c) Service Information; (d) Pacnet Circuit ID or IP address; (e) Fault details and duration; and (f) any other information required by Pacnet to identify Customer and/or the Fault, and for the purposes of Fault rectification. Upon Customer furnishing of sufficient information as mentioned above and upon the PSC's confirmation of the validity of the Fault based on information by Customer, Pacnet will issue a trouble ticket ("Ticket") for the Fault so reported by Customer. PSC shall act as single point of contact for the management of the Fault and shall arrange for problem investigation and resolution.
- **4.4** Response Time: After receiving a report of Fault, Pacnet shall use its commercially reasonable endeavor to provide Customer with progress update.



4.5 Scheduled and Ad Hoc Maintenance:

- (a) To avoid degradation of the level of Service(s), Pacnet will conduct regular maintenance in accordance with the following:
 - Pacnet shall provide advance notice of at least ten working days in relation to any suspension of the Services for the purpose of conducting major works, routine maintenance, remedial work or network upgrades ("Scheduled Maintenance") where Pacnet is the sole provider involved. When Scheduled Maintenance is initiated by Pacnet's partner, Pacnet shall use reasonable endeavors to provide such notice.
 - ii) Pacnet shall use its reasonable endeavors to arrange the Scheduled Maintenance in the service non-peak hours.
 - iii) In addition to Scheduled Maintenance, Pacnet may suspend the Service to conduct emergency maintenance to restrict the possibility of impending Outages ("Unscheduled Maintenance").
 - iv) Pacnet will use reasonable endeavours to:
 - ensure Unscheduled Maintenance is conducted in the service non-peak hours in the country where the Services are being provided;
 - (2) notify you as soon as reasonably practicable after Pacnet becomes aware of the need for Unscheduled Maintenance; and
 - (3) answer any reasonable questions you have about the extent and duration of the Unscheduled Maintenance.
- (b) Where practicable, Pacnet will arrange the scheduled maintenance of the Service during non-peak hours.
- (c) In addition, Pacnet reserves the right to conduct ad-hoc, emergency and/or impromptu maintenance work (collectively, "Ad hoc Maintenance") without any prior notice to you under urgent circumstances for the purposes of rectification of any fault in the network. In such event, Customers' Service(s) availability may also be interrupted. No compensation or SLA Credit shall be payable by Pacnet for any loss or damage caused by such service interruption.

5. EXCLUSIONS

- 5.1 Pacnet's obligations under this SLA are subject to the following:
- (a) Customer has not committed any breach of the terms of the Agreement or any other terms and conditions that are applicable to the Service.
- (b) Customer shall render all such reasonable assistance and cooperation to Pacnet (including provide access to the applicable site) and do all such acts as reasonably necessary to enable Pacnet to resolve the Outage.
- 5.2 The granting of SLA Credit to Customer constitutes the sole and exclusive liability of Pacnet and the sole and exclusive remedy of Customer in relation to the performance, nonperformance, quality, degradation, suspension or termination of the Service. Save as to the SLA Credit as expressly mentioned herein, Pacnet shall not be liable for any loss (whether direct, indirect, incidental, special, or consequential

- loss or damages, including loss of revenue or profits or loss of business or opportunities, or other economic loss or damages) sustained by Customer.
- 5.3 This SLA shall not apply to Fault in any equipment provided by Pacnet or by Pacnet through any third party telecommunication service provider.
- 5.4 <u>Fault exclusions</u>: Any Service unavailability arising from any of the following events shall be excluded in the determination of an Outage for the purposes of calculating SLA Credit:-
 - (a) Any Fault due to scheduled maintenance or Ad Hoc Maintenance as mentioned in Clause 4.5.
 - (b) Any Fault attributable in whole or in part to Customer or any third party's software applications, equipment, cabling network, network/ computer facilities, as well as local access facilities not provided to the Customer by Pacnet.
 - (c) Any Fault caused by external causes including but not limited to hacking or security lapses on the Customer's servers or networks.
 - (d) Any Fault arising from force majeure events as defined in the GC.
 - (e) Any Fault (whether partial or in whole) arising from or in connection with any third party telecommunications service providers.
 - (f) Any Fault that is reported by Customer but is not acknowledged or confirmed by Pacnet as a Fault.
 - (g) Disconnection or suspension of Service due to nonpayment of any charges due and owing by Customer to Pacnet, and/or use of Service by Customer in breach of the Agreement, this SLA or any other terms and conditions applicable to the Service.
 - (h) Inability or delay of Customer to grant to Pacnet access to Customer's site causing a delay in the restoration of the Service and in such case, the duration of time that such Service restoration had been delayed shall not be included in the determination of an Outage.
 - Interruptions of Service as agreed upon by Customer.
 - (j) Any Fault attributable in whole or in part to any act, omission, negligence or willful misconduct of Customer or any third party, including but not limited to, Customer's agents, contractors or vendors.
 - (k) Any Fault due to Customer-owned and maintained equipment and/or cabling network.
 - (I) Any Service provided on a trial and/or temporary basis.



6. SLA CREDIT COMPUTATION

6.1 SLA Credits for Non-Fulfillment of Guaranteed SL

- (a) Pacnet shall (acting reasonably) determine the nonfulfillment of Service Level for each service affecting month, and the Service Credits due shall be calculated based on the computation set out in Annex A
- (b) In the event that any Guaranteed SL set forth in Annex A of this SLA is not met in a given Month, Customer shall be entitled to SLA Credit. The Service Credit for the affected Service is calculated as follows:-
 - as a percentage of the MRC for non-fulfillment of Service Availability target.
 - as a % of the NRC for non-fulfillment of Service Delivery.
- (c) Customer agrees and acknowledges that Pacnet's determination of the duration of any Outage shall be final and conclusive.
- (d) In calculating the SLA Credit, all discounts and other special pricing arrangements, government fees, taxes, surcharges, and similar additional charges shall be deducted from the SLA Credit before crediting into Customer's account.

6.2 Maximum SLA Credit Per Month

(a) Notwithstanding anything to the contrary herein contained, Customer acknowledges and agrees that for any given Month, Customer is entitled to claim up to a certain maximum SLA Credit for non-fulfillment of Service Availability in Table 2 below:-

Table 2 (Maximum SLA Credit)			
Product	Region	Maximum SLA Credit (1)	
Business Ethernet	Australia	20%	

(1) As a % of the MRC in a Month

(b) SLA Credit provided for hereunder is not cumulative with respect to all the affected sites. If Customer experiences more than one non-fulfillment of Service Level in the same Month, Customer will receive only the highest applicable single credit per Site.

6.3 Service Level Claim

- (a) Customer agrees that any SLA Credit offered for Service affected by non-fulfillment of Service level commitments shall be in the form of a rebate against the:
 - MRC of the affecting Month only for the nonfulfillment of Service Availability; and
 - (ii) NRC for the non-fulfillment of Service Delivery

and shall be credited to Customer following the Month in which a SLA Credit claim has been successfully made.

(b) All claims for SLA Credit must be:-

- Submitted by Customer in writing to Pacnet within the first 14 days of the following Month in which such nonfulfillment of Service Level Commitment occurs; and
- Accompanied by Pacnet's fault report and the duly written request in such manner as may be prescribed by Pacnet from time to time.
- (c) Pacnet will only issue SLA Credit of the affected Month in one lump sum in any Month following the claims are confirmed by Pacnet, regardless of the frequency of SLA Credit claim in the relevant Month.
- (d) Any SLA Credit accrued but remaining unused after termination of the applicable Service may only be applied to charges accruing for other Pacnet services. All unused SLA Credit will expire 6 Months after their accrual. Termination of the Service due to your non-payment or other breach will irrevocably void all accrued but unused SLA Credit.

ANNEX A:

SLA PARAMETERS FOR THE SERVICE

1. TARGET SERVICE LEVELS

The Target Service Levels are described in Table 3 below.

Table 3 Target Service Levels			
Parameter	Target		
Service Availability	99.95%		
Mean Time to Restore	4 hours		

2. SERVICE AVAILABILITY

- 2.1 Pacnet's Service Availability refers to the actual service availability of the Service ordered by Customer in any Month and is measured PREM-to-POP.
- 2.2 The target service availability ("TSA") in a Month is calculated as follows, subject to Clause 5 (Exclusions):-

Service		M - U	
Availability	= _		X 100%
(%)		M	

"M" Is the number of hours in a calendar month

"U" Is the aggregated Outage Time for the calendar Month



3. TIME TO RESTORE

- 3.1 Pacnet's Mean Time to Restore ("MTTR") refers to the actual average time to restore any network outage of the service availability of the Service.
- 3.2 Customer entitlement for SLA Credit is calculated based on Table 4 below; the calculation thereof is strictly based on the definition of "Outage", and "Service Availability".

Table 4 Mean Time to Restore		
MTTR	SLA Credit Entitlement	
>2≤4 hours	5%	
>4≤6 hours	10%	
>6≤12 hours	15%	
>12 hours	20%	

4. SERVICE DELIVERY

- 4.1 Pacnet guarantees that the Customer's ordered Service will be provided based on the agreed committed delivery date ("CCD") where the target CCD is twenty (20) business days or as other advised by Pacnet during the course of processing the order for the Service.
- 4.2 Customer entitlement for SLA Credit is calculated based on the Table 5 below:

Table 5 Guaranteed CCD				
CCD	Business Days Past CCD	SLA Credit as a % of NRC		
20 Business Days	1 to 5	25%		
	6 to 10	50%		
	11 to 20	75%		
	More than 20	100%		