

LIME. For Living. Everyday.



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Our Ref: GRRCR/GR/15.19

21 February 2012

Mr. David Archbold
Managing Director
Information and Communications Technology Authority
P.O. Box 2502
3rd Floor, Alissta Towers
Grand Cayman, KY1-1104

Dear Mr. Archbold,

Re: ICTA Decision 2011-3 – Directions to LIME and Further Process

Cable and Wireless (Cayman Islands) Limited, trading as LIME ("LIME") is submitting the attached documentation, as set forth in ICTA Decision 2011-3, ¶ 330. LIME previously submitted documentation with the Authority and the FLLRIC distribution list on 7 February 2012. This submission completes LIME's documentation requirements under ICTA Decision 2011-3.

Also attached is a confidential revised version of the mobile modules to the FLLRIC model. A redacted version of the revised mobile modules will be provided for the public record.

Please do not hesitate to contact the undersigned if you should have any questions.

Yours faithfully,
Cable and Wireless (Cayman Islands) Limited, trading as LIME

'Signed'

Anthony Ritch
General Manager

c.c. Frans Vandendries, VP Legal Regulatory and Corporate Affairs
FLLRIC distribution list

LIME DOCUMENTATION OF CHANGES TO THE FLLRIC MODEL

Per the Authority's directions in Decision 2011-3, ¶ 365, LIME presents herein the remaining required documentation to the FLLRIC model. LIME previously filed documentation with the Authority and the FLLRIC distribution list on 7 February 2012.

ICTA Request:

ICTA Decision 2011-3, paragraph 330 directs LIME to "[p]rovide detailed documentation for the inclusion of a 60% mark-up to equipment cost to account for direct mobile interconnect planning considering the planning costs included in 'FLLRIC Interrog 15 attachment 10_09_01 Conf.xls'."

LIME Response:

The 60% planning percentage is a derived figure, the documentation of which can be found in spreadsheet "FLLRIC Interrog 15 attachment 10_09_01 Conf.xls," tab "Joining Services - Inputs," cells H15:H18, and D15:D18. The planning percentage is determined by dividing the sum of planning expense in cells H15:H18 by the sum of Equipment cost in cells D15:D18. The planning percentage is then applied individually to each component of MTM interconnection equipment identified the "Cost Assumptions" tab of the 2G module (rows 173:187) and the 3G module (rows 215:229). Further information on how these planning expenses are determined is presented in the attached spreadsheet "2012 02 20 MTM Interconnect Costs_Conf.xlsx."

The application of the planning percentage to each component of MTM interconnection equipment may overstate planning expenses, since the documentation indicate that not all of the components of MTM interconnection equipment are charged a planning expense. Accordingly, we have replaced the derived planning percentage of 60% with the actual planning expense of C\$12,500, which on a percentage basis, works out to a planning percentage of 7.84%.

The revised 2G and 3G modules of the FLLRIC model that employ the 7.84% planning percentage are attached. This change does not impact the fixed module of the FLLRIC model, hence, it need not be resubmitted. Please note that this change has an immaterial impact on the mobile service costs outputs to the FLLRIC model.