

Vocus Channel Partner Agreement

References throughout this Agreement to "we", "us", "our" or "Vocus" means Vocus as defined below.

References throughout this Agreement to "you" or "you" means the Channel Partner.

1. Definitions and interpretation

1.1 Definitions

In this Agreement:

Accreditation means the successful completion of a course conducted by Vocus in relation to any of the Services in the manner set out in the Procedures.

Agreement means these terms and conditions, and its schedules and annexures.

Application means the application form which must be completed by a person who wishes to purchase the supply of Services, and which is in the form specified by Vocus from time to time.

Channel Partner means the party described in the Channel Partner Application Form.

Channel Partner Application Form means the application form provided by Vocus from time to time.

Channel Partner Level means the level of Channel Partner outlined in Item 5 of the Targets and Commission Schedule of the Channel Partner Application Form.

Commission means the upfront and/or trailing commissions payable to you under this Agreement in respect of Sales made by us in relation to Customers, as calculated in accordance with Commission Terms and Conditions.

Commission Terms and Conditions means terms and conditions attached to this Agreement in Schedule 1.

Competing Service means any telecommunications service which competes with, is similar to or is reasonably substitutable for any of the Services.

Compliance Training means the training developed by Vocus and its advisors in relation to the *Competition and Consumer Act 2010* (Cth), fair trading acts in each State and Territory, the Telecommunications Consumer Protection Code and other applicable laws.

Confidential Information includes:

(a) the terms of this Agreement and any information relating to it;

- (b) any information relating to a Supplier or the Services;
- (c) the businesses or affairs of us or our customers (including the Customers);
- (d) all records relating to names, addresses and other contact, personal details, or usage details concerning Customers or prospective Customers;
- (e) price lists, commissions and commission structures, competitive analyses, strategies, promotional and marketing aids or plans and all information exchanged between us and our Suppliers; and
- (f) excludes information which:
 - (i) is or later becomes information in the public domain (other than by breach of this Agreement); or
 - (ii) becomes known to, or you can prove by your written records was already known by, you independently of us, other than by breach of confidentiality owed to us.

Corporations Act means the *Corporations Act 2001* (Cth).

Customer means a customer introduced by you to us and accepted by us and who has entered into a binding contract with Vocus to acquire Services from us or an entity that has an existing relationship with Vocus.

Customer Contracts means an agreement by a potential customer to proceed with the purchase of a Dealer Product from Vocus which has been facilitated through the Channel Partner and is in the form provided to the Channel Partner by Vocus.

Dealer means a Channel Partner appointed as Vocus agent to sell Dealer Products.

Dealer Products mean the products nominated in writing by Vocus in the Channel Partner Applicable Form and as updated or amended from time to time, and that is available for the Dealer to sign Customer Contracts using sign-on-glass technology or any other technology as directed by Vocus in its absolute discretion.



Documentation means any marketing collateral, brochures, sales literature, blank Customer Contracts, compliance documents, guidelines and related information necessary for the promotion and delivery of the Dealer Products (including any minimum specifications for fit-out and demonstration equipment and the Dealer's obligations in respect of used rental equipment), as supplied to the Dealer by Vocus from time to time.

Encumbrance means:

- (a) an interest or power reserved in or over an interest in an asset, including any retention of title;
- (b) an interest or power created or arising in or over an interest in an asset under a bill of sale, mortgage, charge, lien, pledge, trust or other similar instrument, device or power; or
- (c) any other adverse right, title or interest of any nature, by way of security for the payment of a debt or the performance of any other obligation,

and includes any agreement or arrangement (whether legally binding or not) to grant or create any of the above.

Financial Year means the period from 1 July to 30 June occurring throughout the Term.

Government Agency means any government or any public, statutory, governmental (including a local government), semi-governmental or judicial body, entity, department or authority and includes any self-regulatory organisation established under statute.

GST Law has the meaning given in the *A New Tax System (Goods and Services Tax) Act 1999 (Cth)* and related legislation.

GST means any tax imposed by or through the GST Law on Supply (without regard to any input tax credit).

Insolvency Event means, in relation to you, any one or more of the following events or circumstances:

- (a) being in liquidation or provisional liquidation or under administration;
- (b) having a receiver, receiver and manager, administrator, liquidator or analogous person (whether provisional or otherwise) of yourself or your property appointed or any of your property;

- (c) having anyone else appointed to you or any of your property who (whether or not as your agent) is in possession, or has control, of your property to enforce an Encumbrance;
- (d) being taken under section 459F(1) of the *Corporations Act* to have failed to comply with a statutory demand;
- (e) being unable to pay your debts or being otherwise insolvent:
- (f) becoming an insolvent under administration, as defined in section 9 of the *Corporations Act*;
- (g) entering into a compromise or arrangement with, or assignment for the benefit of, any of your members or creditors;
- (h) any analogous event or circumstance under the laws of any jurisdiction; or
- (i) taking any step or being the subject of any action that is reasonably likely to result in any of the above occurring,

unless such event or circumstance occurs as part of a solvent reconstruction, amalgamation, compromise, arrangement, merger or consolidation approved by us.

Intellectual Property Rights includes both in Australia and throughout the world, any copyright, trade or service mark, design, patent, semiconductor or circuit layout right, trade, business or company name, indication of source or designation of origin or other proprietary right, or any right to registration of such rights and Intellectual Property has a corresponding meaning.

Marketing Fax has the meaning given to that term in section 5B of the *Do Not Call Register Act 2006 (Cth)*, and Fax Market and Fax Marketing shall have a corresponding meaning.

Misconduct includes but is not limited to:

- (a) a failure to comply with any applicable policy or procedure; or
- (b) any breach of the Agreement;
- (c) fraud (whether or not fraud has been proven in a court of competent jurisdiction); or
- (d) offensive behaviour, harassment or discrimination; or
- (e) any breach of any applicable Law; or
- (f) submitting fictitious, incomplete or unauthorised Customer Contracts;



- (g) claiming Commission in respect of a fictitious, incomplete or unauthorised Customer Contract;
- (h) any negligent act or omission; or
- (i) any act or omission of the Channel Partner or a Representative of the Channel Partner that Vocus reasonably believes brings its reputation into disrepute; or
- (j) any act or omission of the Channel Partner or a Representative of the Channel Partner that Vocus reasonably believes may damage its relationship with its suppliers; or
- (k) varying or purporting to vary the terms and conditions (including the details of any plan) on which Vocus is prepared to supply Dealer Products to a Customer or prospective Customer; or
- (I) any conduct substantially similar to (a) to (j) above.

Records means any records or documentation (in any format) relating to the provision of Sales Activities by Channel Partner and its representatives, including but not limited to:

- (a) any documentation generated or received by Representatives in connection with providing the Sales Activities or interacting with Customers or potential customers, including notes and recording of any telephone conversations;
- (b) time, sheets, documents relating to training and assessment of Representatives; and
- (c) complaints.

Procedures mean the procedures governing the manner and process by which Accreditation takes place and you must undertake your duties and functions under this Agreement as notified or provided to you by us or as amended by us from time to time.

Prohibited Marketing Campaign means an active sales, marketing or advertising programme or campaign including direct mail, direct marketing or tele-marketing and mass media campaigns aimed at inducing a migration, churn or transfer of Customers to any Competing Service by comparing the Competing Service or its provider with the Services or Vocus (whether directly or indirectly); and any direct or indirect encouragement given to Customers to migrate, churn or transfer to any Competing Service, which campaign or encouragement utilises our Confidential Information (including

the material contemplated by clause 9.1) to target Customers.

Regulator means the Australian Media Communications and Authority ('ACMA'), the Telecommunications Industry Ombudsman ('TIO'), the Australian Securities Investments Commission Communications Alliance Ltd, the Australian Competition and Consumer Commission ('ACCC') and any other authority or agency which has lawful authority over any of the subject matter of this Agreement.

Related Body Corporate or Related Bodies Corporate has the meaning given in the Corporations Act.

Representatives means the employees, agents, sub-agents, contractors, sub-contractors, partners, representatives, officers and assigns of a party (whether current or former) and expressly includes any call centre engaged or used by the party.

Sale means a binding contract for the supply of Services between Vocus and a Customer.

Sales Activities means discussing the offerings with a prospective customer; procuring that the customer be provided a Dealer product; discussing Dealer Products with a prospective Customer and procuring that Customer to execute a Customer Contract.

Sales Region means the geographical region set out in Item 2 in the Targets and Commission Schedule in the Channel Partner Application Form.

Sales Method Terms means the terms set out in Schedule 2.

Sales Target means the sales target for the Channel Partner Level set out in Item 4 in the Targets and Commission Schedule in the Channel Partner Application Form.

Services means the services supplied by us as specified in Item 1 in the Targets and Commission Schedule in the Channel Partner Application Form (as updated by us from time to time), and for which you have been accredited.

Service Literature means any information or instructions published by us or on our behalf from time to time in connection with the Services or this Agreement including Applications, brochures, Commission Terms and Conditions and Procedures.

Supplier means a supplier of telecommunications goods or services or



other supplier who we use in the course of supplying the Services including by making the supplier's goods or services available to our Customers, Channel Partners or distributors.

Supply means a taxable supply under the GST Law.

Targets and Commission Schedule means the schedule outlined in the Channel Partner Application Form specifying the key variables (including your name and address and the duration of this Agreement) in relation to this Agreement.

Taxes means all taxes, charges, duties and similar imposed by a government or statutory body relating to the supply and use of goods and services or otherwise arising out of this Agreement including sales tax, fringe benefits tax, undistributed profits tax, withholding tax, financial institutions duty, stamp duties and any interest or penalty imposed in connection with any of the preceding items but excluding GST and income taxes.

Telecommunications Act means the *Telecommunications Act* 1997 (Cth).

Telemarketing Call means has the meaning given to that term in section 5 of the *Do Not Call Register Act 2006* (Cth), and **Telemarket** and **Telemarketing** shall have a corresponding meaning.

Vocus means Vocus Pty Ltd ACN 127 842 853 and its Related Bodies Corporate.

Vocus Customer Agreement means the terms and conditions upon which Vocus supply Services to Customers as notified by us to you and as varied by us from time to time.

1.2 Interpretation

In this Agreement, headings are used for convenience only and do not affect the interpretation of this Agreement and unless the context requires otherwise:

- (a) the singular includes the plural and vice versa;
- (b) other grammatical forms of defined words or expressions have corresponding meanings;
- (c) a reference to a document includes the document as modified from time to time and any document replacing it;
- (d) if something is to be or may be done on a day that is not a Business Day then it must be done on the next Business Day;

- (e) the word "person" includes a natural person and any body or entity whether incorporated or not;
- (f) the word "month" means calendar month and the word "year" means 12 months;
- (g) the words "in writing" include any communication sent by letter, facsimile transmission or email or any other form of communication capable of being read by the recipient;
- (h) a reference to all or any part of a statute, rule, regulation or ordinance (statute) includes that statute as amended, consolidated, re-enacted or replaced from time to time;
- (i) wherever "include" or any form of that word is used, it must be construed as if it were followed by "(without being limited to)";
- (j) money amounts are stated in Australian currency unless otherwise specified; and
- (k) a reference to any agency or body, if that agency or body ceases to exist or is reconstituted, renamed or replaced or has its powers or functions removed (defunct body), means the agency or body which performs most closely the functions of the defunct body.
- 1.3 If we have a right to approve, consent to or otherwise exercise a discretion under or vary the terms of this Agreement or any arrangement referred to in this Agreement, we may do so as we think fit (in our absolute discretion) unless expressly otherwise required by this Agreement.

2. Appointment, duration and commission

- 2.1 (a) We hereby appoint you as our dealer to market, promote and solicit Applications for the Services (which you have received Accreditation for) in the Sales Region in accordance with this Agreement.
 - (b) We are entitled to appoint other Channel Partners in the Sales Region.
- 2.2 You agree that to maintain your appointment as our dealer you must:
 - (a) successfully complete the Accreditation course;
 - (b) successfully complete any other Accreditation course as notified by us from time to time during the Term, including the completion of updated or new Accreditation courses; and



- (c) meet the Sales Target for your Channel Partner Level in accordance with clause 3.
- 2.3 Subject to earlier termination, the term of this Agreement is as specified in Item 3 of the Targets and Commission Schedule in the Channel Partner Application Form.
- 2.4 In consideration of you performing your obligations in accordance with this Agreement, we will during the term of this Agreement:
 - (a) pay to you the Commission for your Channel Partner Level in accordance with the Commission Terms and Conditions;
 - (b) to the extent determined by us from time to time, provide you with Service Literature and assist you in marketing the Services which you have received Accreditation for; and
 - (c) to the extent determined by us from time to time, provide support and training and assist in promotional advice and concepts in relation to the Services which you have received Accreditation for.
- 2.5 You must pay all expenses incurred by you in performing your functions under this Agreement. The performance by you of your obligations under this Agreement is at your sole cost.

2.6 We:

- (a) are not obliged by this Agreement to enter into a contract for the supply of Services with every prospective customer proposed by you;
- (b) may reject any Application submitted by you at our sole discretion; and
- (c) may impose special restrictions on Applications from potential Customers and set limits on the number of Applications we will accept from you from time to time.

3. Sales Target and Channel Partner Level

- 3.1 Subject to clauses 3.2 and 3.3, at a minimum, you must meet the Sales Target allocated to your Channel Partner Level in each Financial Year.
- 3.2 If during a Financial Year you exceed the Sales Target allocated to your Channel Partner Level you may qualify to move up to the next Channel Partner Level. Similarly, if during a Financial Year you do not exceed the

- Sales Target allocated to your Channel Partner Level you will be move down to the next Channel Partner Level. Vocus will notify you if you qualify to move up to the next Channel Partner Level (or down to the next Channel Partner Level), and the new Commission for that level. After the date of the notification from Vocus and your acceptance to move to the new Channel Partner Level, the Commission for the next Channel Partner Level will apply (and we may, in our absolute discretion, determine whether the Commissions will apply to all Sales or to future Sales only).
- 3.3 If you move up to a new Channel Partner Level in accordance with clause 3.2, at a minimum, you must meet the Sales Target for the new Channel Partner Level for the remainder of the then current Financial Year and the next Financial Year. You will then be subject to review in accordance with clause 3.4.
- 3.4 During the last quarter of each Financial Year, we will meet with you and discuss such matters including but not limited to your performance during the Term, your compliance with the Agreement or whether you have met and/or are on track to meet the Sales Target for your Channel Partner Level. You agree and accept that:
 - (a) provided you have complied with your obligations under the Agreement and if you have met the Sales Target you may elect to either remain on your current Channel Partner Level or move up to the next Channel Partner Level. If there is no further Channel Partner Levels you will remain on your current Channel Partner Level; and
 - (b) if you have not met the Sales Target during the applicable Financial Year or extended period as required by clause 3.3, you will be reassigned to the Channel Partner Level applicable for the actual Sales Target you have reached. If you do not wish to be reassigned to a different Channel Partner Level you are able to terminate the Agreement in accordance with clause 16.2.
- 3.5 we may notify you of a new Sales Target by providing you no less than 30 days' notice (so long as the new Sales Target is applicable to all Channel Partners within that Partner Level of the Channel Partner program). If you are not satisfied with the new Sales Targets applicable to your Channel Partner Level, then you are able to immediately terminate



the Agreement.

4. Our related bodies corporate

- 4.1 Invoices in respect of the Commission provided under this Agreement by any member of the Vocus group of companies may be rendered by any other member of the Vocus group, and will be deemed issued in respect of the Commission so provided.
- 4.2 You acknowledge and agree that any debt owed under this Agreement is a debt owed to Vocus and that Vocus may take any necessary action in relation to any such debt notwithstanding that the right or obligation giving rise to the debt was satisfied by Vocus' Related Bodies Corporate.

5. Your Obligations

- 5.1 You undertake and agree with us to:
 - (a) market, promote and solicit Applications for the Services which you have received Accreditation for subject to the limitations on your authority as set out in this Agreement;
 - (b) carry out your functions, and ensure that your employees possess the necessary information, skills, experience and qualifications to perform their functions, in a diligent, ethical, efficient and professional manner consistent with industry best practice and in accordance with the Procedures and the Service Literature:
 - (c) send, at your expense such of your employees at such times as we consider necessary on reasonable grounds, to training sessions conducted by us or on our behalf from time to time and otherwise assume full responsibility for training your employees as set out in the Procedures;
 - (d) participate in events, functions and quarterly review meetings arranged by Vocus from time to time;
 - (e) in quoting for the supply of the Services (which you have Accreditation for) to a Customer:
 - (i) clearly identify all applicable charges (including with respect to installation, connection, disconnection, usage, maintenance and commissioning);
 - (ii) ensure that any charges so identified are our current charges in respect of the Services;

- (iii) ensure that the Customer is made aware of all of the material terms of the supply of Services;
- (iv) ensure that you provide Customers with an up to date copy of the Vocus Customer Agreement; and
- (v) make clear to Customers that no Services will be provided unless and until we have accepted an Application by a Customer for Services:
- (f) act in a reputable manner at all times and not misrepresent:
 - (i) the Services in any way;
 - (ii) the prices payable for the Services;
 - (iii) the meaning or effect of any document provided to a prospective Customer (including any Application); and
 - (iv) that you or we are related to or affiliated with any other entity which it is not related to or affiliated with.
- (g) co-operate with us in all aspects of account management, including provisioning, credit checks, collections and Customer services;
- take full responsibility for the actions of your employees in marketing, promoting and soliciting Applications;
- (i) not act or omit to act in a way that disparages our name or reputation or which may cause a Customer to terminate the Services; and
- (j) not engage in any Misconduct; and
- (k) not wholesale or resell any service that is the same as or substantially similar to the services we offer from time to time without our prior written consent.

5.2 You agree and accept that:

- (a) notwithstanding anything else in this Agreement, you may only market, promote and solicit Applications for the Services that you have received Accreditation for; and
- (b) without limiting clauses 5.1(b) and 5.1(c) above, you must send, at your expense, such of your employees required under the Procedures in order to receive Accreditation for any one or more of the Services.



5.3 You agree that:

- (a) we own the Intellectual Property Rights in the Service Literature, the Vocus Customer Agreement and the materials specified in clause 9.
- (b) you must not vary or amend the Service Literature or the Vocus Customer Agreement.

6. Your relationship with us and Customers

- 6.1 You acknowledge and agree that:
 - (a) nothing in connection with this Agreement gives you a contractual relationship with any Customer;
 - (b) you have no right to (and you must not purport to) bind us in contract or otherwise in law;
 - (c) you must ensure that each Application is fully completed by potential Customers in the manner required by us from time to time;
 - (d) each completed Application must be promptly submitted to us once completed by a potential Customer;
 - (e) payment for the Services is to be made to us and not you or a Supplier;
 - (f) you must not bill, or otherwise seek any payments or co-payments from any Customer for the Services provided by us to the Customer as detailed in the Sale, but if any such payments are received by you, you must account for the same immediately to us;
 - (g) you must not, without our prior written consent, offer support to any Customer in relation to the Services or the Customer's use of the Services after the completion of a Sale. We will provide such support to Customers in relation to the Services and the Customer's use of the Services; and
 - (h) we may change, replace or remove the Service Literature in our absolute discretion.
- 6.2 You must not hold yourself out as having or represent, including by omission, that you have a financial or other connection with or an authority from us that you do not have. In particular, but without limitation, you must not represent or hold yourself out as being an agent, employee, or Related Body Corporate of us.
- 6.3 All promotional and marketing material you

- use to advertise the Services must be the current Service Literature or otherwise be previously approved by us in writing.
- 6.4 You must not remove, tamper with or obliterate any trade mark, service mark or trade name or logo on the Service Literature or on or in relation to the Services or their packaging or labelling.

6.5 You must:

- (a) perform your functions and obligations under this Agreement through your own employees; and
- (b) not, without our prior written consent, appoint any other person or entity as an agent, a subagent, representative, subdealer or other person with similar authority to you to carry out your functions and obligations under this Agreement, including for the purposes of marketing or promotional activity relating to the Services.

7. Reporting

- 7.1 You must promptly inform us of any change to your ownership or control, and any change in your organisation or methods of doing business which might affect the performance of your obligations under this Agreement.
- 7.2 You must provide such reports as we may reasonably require from time to time regarding the performance of your obligations under this Agreement.

8. Compliance with regulatory requirements

- 8.1 You must, in performing your obligations and exercising your rights under this Agreement, comply, and ensure that your employees comply, with all applicable legislation, statutory instruments and regulatory obligations, including:
 - (a) the Telecommunications Act including any codes or standards in force under Part 6 of that Act;
 - (b) the Telecommunications (Consumer Protection and Service Standards) Act 1999 (Cth);
 - (c) the *Telecommunications* (Interception and Access) Act 1979 (Cth);
 - (d) the Competition and Consumer Act 2010 (Cth) and state and territory fair trading legislation;
 - (e) the Privacy Act 1988 (Cth);
 - (f) the Do Not Call Register Act 2006 (Cth);



- (g) the Spam Act 2003 (Cth);
- (h) legislation relating to health and safety; and
- (i) any relevant legislation, regulation, guidelines, codes, rules, determination, decision or any other instrument passed or made by any Government Agency or relevant regulatory body.
- 8.2 You must ensure that all persons used by you in connection with the sale of the Services are provided with appropriate and regular training on the regulatory requirements specified in clause 8.1 as relevant to their role and responsibilities, including in particular:
 - (a) privacy obligations;
 - (b) obligations relating to compliance with the *Spam Act 2003 (Cth)*;
 - (c) obligations relating to compliance with the *Do Not Call Register Act 2006 (Cth);*
 - (d) door to door selling laws and regulations;and
 - (e) general obligations not to engage in misleading and deceptive conduct when marketing and promoting the Services (including, in particular, correctly describing the Services, the prices charged for the Services and your identity).
- 8.3 If you cause a person to make telemarketing calls in connection with the sale of the Services, you will take all reasonable steps to ensure that person complies with the *Do Not Call Register Act 2006 (Cth)*, including:
 - (a) maintaining a comprehensive record of all telemarketing activity performed under this Agreement;
 - (b) supplying you with regular compliance reports throughout the term of the Agreement to enable you to assess your compliance with the Do Not Call Register Act 2006 (Cth); and
 - (c) only making telemarketing calls to numbers that have been verified as numbers that are not listed on the Do Not Call Register (as defined in the *Do Not Call Register Act 2006 (Cth)*).
- 8.4 You must, and must procure that all persons you use in connection with the sale of Services, comply with the *Spam Act 2003* (*Cth*), including ensuring that:
 - (a) all your relevant personnel have been adequately trained in order to

- understand and comply with the *Spam Act 2003 (Cth)*; and
- (b) any electronic message that is sent by you to Customers or potential Customers:
 - (i) identifies the sender and authoriser of the message;
 - (ii) includes accurate information about how the customer may contact the sender or authoriser;
 - (iii) contains a functional unsubscribe mechanism; and
 - (iv) is sent only to Customers or potential Customers who have consented to receive the relevant electronic message.
- 8.5 Each party must provide such assistance as the other party reasonably requires to comply with applicable legislation and statutory instruments, including assistance required in relation to the obligations relating to or arising under:
 - (a) the Integrated Public Number Database (as defined in the Telecommunications *Act*);
 - (b) Emergency Call Services (as defined in the *Telecommunications Act*); and
 - (c) Parts 13 and 14 of the Telecommunications Act.
- 8.6 You must, and you must ensure that each of your Representatives do not, do anything which would cause Vocus to be in breach of any applicable legislation, statutory instruments and regulatory obligations, including those specified in this clause 8.

9. Customers

- 9.1 To the extent they relate to the Services, all Customer lists and Customer records shall be and remain the absolute property of ours and shall be our Confidential Information for the purposes of this Agreement.
- 9.2 The Customers, and rights, information and things in relation to Customers, are and will remain our property to the extent they relate to the Services and you have no right or title in relation to them.
- 9.3 Without limiting clause 9.1, you acknowledge and agree that any product, works, materials or information of whatsoever nature produced or developed by you in relation to the Services or this Agreement which contain Confidential Information are and remain our property.



10. Equipment

- 10.1 You undertake and agree, and must ensure, that all equipment used with the Services are certified by us.
- 10.2 You agree to indemnify and will keep us indemnified from and against any losses, damages, costs (including reasonable legal costs), expenses, demands and proceedings sustained, incurred or suffered by us as a result of usage of equipment that is not certified by us with the Services.

11. Trade marks

- 11.1 We grant to you, on terms set out in this Agreement, a non-exclusive licence to use such trade names, trademarks or service marks as may be necessarily required by you for the purpose of your functions in respect of the Services in accordance with this Agreement, such non-exclusive licence to terminate immediately on the termination of this Agreement.
- 11.2 You must use trade names, trademarks, or service marks as we may require for the purpose of your functions under this Agreement in a manner we stipulate in the Procedures or Service Literature or otherwise approved by us in writing.
- 11.3 If you wish to use your own trade names, trademarks or service marks for the purpose of your functions under this Agreement, you must ensure any such trade name, trade mark or service mark is kept entirely separate from our trade names, trademarks and service marks and no composite mark is permitted.
- 11.4 Subject to clause 11.3, you undertake that you will not use trade names, trademarks or service marks of ours other than those trade names, trademarks and service marks which we may require you to use.
- 11.5 You acknowledge our proprietary rights in our trade names, trademarks or service marks and undertake not to do any act either alone or jointly with others which may jeopardise or in any way infringe our rights in respect of any trade names, trademarks or service marks or which might invalidate any registration of such marks.
- 11.6 Upon termination of this Agreement for any reason whatsoever, you must cease to make use of our trade names, trademarks, or service marks and must do and execute all such acts, deeds and things that we require for the purpose of giving effect to the termination or cancellation of the non-exclusive licence granted under this clause

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11.7 You acknowledge that your use of our trade names, trademarks or service marks has not created for yourself any rights in respect of such marks and if any such rights have been created, you undertake to assign such rights to us at our request.

12. Confidentiality

- 12.1 You agree that you will:
 - (a) keep the Confidential Information confidential and not disclose it to anyone without our written consent;
 - (b) only use the Confidential Information for the fulfilment of your obligations under this Agreement and for no other purpose; and
 - (c) not use Confidential Information, including any material provided by us to you or Customer information collected by you under this agreement, to carry on or be associated with, or interested or engaged in any business or part of any which provides a Competing Service.
- 12.2 You must return to us all copies of any Confidential Information immediately on our request, and if required by us, you must also confirm the return of the Confidential Information by providing us with a statutory declaration to that effect executed by your officer.
- 12.3 Clause 12.1 does not apply to Confidential Information which you are required to disclose by law. Before such disclosure, you must use your best endeavours to give us details of the information to be disclosed and seek protective arrangements to restrict the disclosure of the information.

13. Warranties

- 13.1 You warrant and represent to us, and it is a condition of this Agreement, that:
 - (a) you are not bound by any agreement or understanding existing at the date of this Agreement which would restrict or prevent you from soliciting or signing up any person as a Customer or otherwise fully performing your obligations under this Agreement;
 - (b) you have made your own enquiries as to the viability and profitability of your activities under this Agreement and have not relied on any warranties or representations from us in this regard;
 - (c) you have and agree to maintain the experience, capacity and resources to



carry out your obligations under this Agreement, including the following:

- (i) proper financial management of your business;
- (ii) marketing and promoting the Services;
- (iii) installation and support of the Services prior to the completion of the Sale:
- (iv) complying with all applicable laws, regulations, codes and industry standards (including those issued by the Australian Communications and Media Authority, the Telecommunications Industry Ombudsman or the Australian Competition and Consumer Commission); and
- (v) conducting corporate compliance and educational programs for all staff to ensure their compliance with all applicable laws, regulations, codes and industry standards; and
- (d) the information given by you to us prior to the date on which this Agreement becomes binding on the parties about your business, your business plans, your experience and resources and your capacity to act as a Channel Partner of ours was accurate, current, complete and not misleading and you will notify us immediately if you become aware of any material change in your business, your business plans, your experience and resources or your capacity to act as an Channel Partner of ours under this Agreement.

14. Exclusions and limitations of liability

- 14.1 Except as otherwise expressly provided in this Agreement or prohibited by law, we exclude all:
 - (a) statutory liability;
 - (b) liability for:
 - (i) indirect or consequential loss;
 - (ii) economic loss, loss of business, loss of revenue, loss of profits, loss of data, loss of goodwill and loss of opportunity claimed by you whether direct, consequential or indirect and any associated expenses or costs,

arising out of or in connection with this Agreement, negligence or any

- termination or breach of this Agreement; and
- (c) representations, conditions and warranties implied by custom, the general law or statute.
- 14.2 To the extent permitted by law, our maximum liability to you for all loss and damage suffered or incurred by you in connection with this Agreement, whether arising from or in connection with any breach of contract, tort (including negligence) or any other cause of action is limited in aggregate to the Commission paid under this Agreement in the 12 month period preceding the claim.
- 14.3 If the Competition and Consumer Act 2010 (Cth) or any other legislation states that there is a guarantee in relation to any good or service we supply to you under this agreement and our liability in relation to that good or service cannot be excluded but may be limited, then clauses 14.1 and 14.2 do not apply to that liability and instead our liability is limited at our election and to the extent it is fair and reasonable to do so to:
 - in the case of goods, replacing the goods or supplying equivalent goods, repairing the goods or paying the cost of any of those things; and
 - (b) in the case of services, supplying the services again or paying the cost of having the services supplied again.

15. Indemnities

- 15.1 You agree to indemnify us against all losses, expenses, damages and legal costs (on a solicitor and own client basis) incurred by or awarded against us arising directly or indirectly from:
 - (a) any unlawful, negligent or wilful act or omission of yours or your Related Bodies Corporate or an officer, employee or contractor of yours;
 - (b) any breach by you of this Agreement including any breach caused by a negligent act or omission;
 - (c) any incorrect or incomplete Customer details supplied by you or your Related Bodies Corporate to us;
 - (d) any claim made against us by a Supplier to us of any part of the Services which arises from a negligent act or omission of yours or your Related Bodies Corporate or any breach of any instruction given by us or this Agreement



- by you or your Related Bodies Corporate; and
- (e) any claim made against, or any regulatory proceedings or investigation commenced against us arising from any breach of law, regulatory requirement or industry code by you.
- 15.2 Without limiting clause 15, you acknowledge and agree that the indemnity in clause 15 requires you to indemnify us for all settlements, fines, costs and charges in connection with Telecommunications Industry Ombudsman disputes arising directly or indirectly from the matters set out in clause 15.
- 15.3 You must not make any claim against a Supplier in connection with this Agreement or the Services which would result in us becoming liable to that Supplier. You indemnify us for all loss incurred by us arising from any breach of this clause.
- 15.4 We may (with or without first making any demand) set-off against any payments due to you, any amounts due from or payable by you under or in relation to:
 - (a) this Agreement (including any clawbacks or any over-payments made by us to you); or
 - (b) any other agreement or arrangement between you and us.

16. Termination

- 16.1 Without prejudice to our other rights, we may terminate this Agreement immediately by written notice to you if:
 - (a) you breach any other of your obligations under this Agreement and (in the case of a breach able to be remedied) fail to remedy the breach within 14 days of being requested by written notice so to do; or
 - (b) you promote Services which you have not received Accreditation for; or
 - (c) you, or your Representatives engage in conduct which involves falsification of documents, dishonesty, serious misconduct or conduct amounting to fraud, or act in a manner which adversely affects our reputation, our trade marks or the Services; or
 - (d) you wholesale or resell any service that is the same as or substantially similar to the services we offer from time to time without obtaining our prior written

- consent in accordance with clause 5.1(k); or
- (e) our competitor or its Related Bodies Corporate acquires control of you; or
- (f) without our prior written consent, a person who is not entitled (as defined in the Corporations Act) to:
 - (i) in excess of 25% of the voting shares units, or other interest in you; or
 - (ii) control you,
 - as at the date of this Agreement, becomes so entitled or there is otherwise a change in the control of you since the date of this Agreement; or
- (g) you, being a natural person, dies or an order is applied for or made, or a voluntary arrangement approved or if a petition for a bankruptcy order is presented or a bankruptcy order is made against you or if a receiver or trustee in bankruptcy is appointed over your estate;
- (h) you, being a company, is the subject of an Insolvency Event; or
- (i) you have not received a Commission from us in the previous 6 months, and to our reasonable satisfaction, you have no prospect of receiving any further Commissions from us in the future..
- 16.2 Either party may terminate this Agreement by giving:
 - (a) in the case of Vocus, at least 60 days written notice of termination to you;
 - (b) in your case, at least 30 days written notice of termination to Vocus.

17. Effects of termination

- 17.1 On termination or expiration of this Agreement, you must immediately:
 - (a) stop promoting the Services;
 - (b) return to us:
 - (i) all our property;
 - (ii) the original and all copies of the Procedures and the Service Literature;
 - (iii) all Confidential Information and all copies of Confidential Information that is in your possession or control; and
 - (iv) any Customer list and all copies of it.



- 17.2 If you have not complied with clause 17.1(b) within 2 business days of termination or expiration, we and our authorised representatives may enter any premises owned or occupied by you to remove that material.
- 17.3 On termination or expiration of this Agreement, your rights and our obligations under this Agreement shall on and thereafter be terminated unless expressed otherwise in this Agreement.
- 17.4 On termination or expiration of this Agreement, we will continue to pay to you the Commission in accordance with the Commission Terms and Conditions for a period of no more than 6 months after termination or expiration, except where this Agreement is terminated by us under clause 16.1 or by you in accordance with clause 16.2 (in which case we will immediately cease to pay you the Commissions).
- 17.5 Clauses 8, 10, 12, 14, 15, 17 and 21 survive the termination of the other provisions of this Agreement.

18. Marketing restrictions

- 18.1 You will not, and will procure that your related entities (as defined in the *Corporations Act*) do not, during the term of this Agreement and for 12 months after the date on which this Agreement terminates or expires:
 - (a) directly or indirectly conduct any Prohibited Marketing Campaign;
 - (b) directly or indirectly assist anyone else to conduct a Prohibited Marketing Campaign; or
 - (c) counsel, assist or procure any other person to do any of the acts in paragraphs (a) to (b).
- 18.2 You must procure that your members or directors and any entity controlled by those members or directors do not during the term of this Agreement and for 12 months after the date on which this Agreement terminates directly or indirectly conduct any Prohibited Marketing Campaign.
- 18.3 You acknowledge and agree that the requirements of this clause are reasonable and necessary to protect the investment made by us in securing the Customers and to protect the confidentiality of our Confidential Information. This does not prohibit competition that does not rely on our Confidential Information.

19.1 Any notice or demand given pursuant to this Agreement must be in writing and delivered, posted or transmitted by facsimile to us as follows:

Vocus Pty Limited

Level 12, 60 Miller Street

North Sydney NSW 2060

Facsimile: (02) 9959 4348

Attention: General Counsel

And to you at the address specified in the Channel Partner Application Form.

- 19.2 Any such notice is deemed to be received:
 - (a) in the case of delivery, at the time of delivery;
 - (b) if served by post, at the expiration of 48 hours from the time of posting notwithstanding that it may subsequently be returned through the post office unclaimed; or
 - (c) in the case of a facsimile transmission, on production of a transmission control report indicating transmission without error.
- 19.3 Any party may at any time designate a substitute address or facsimile number in Australia by 10 days notice in writing to the other party.

20. Assignment

- 20.1 We have the right to assign or otherwise delegate all or any of our rights and obligations under this Agreement to a Related Body Corporate of Vocus, or to any other person upon notification to you.
- 20.2 Except as expressly provided in clause 20.3, your rights under this Agreement are personal and you are not capable of assigning, transferring, disposing of or otherwise granting of any third party right or interest in all or any of your rights and obligations under the Agreement.
- 20.3 You may assign your rights under this Agreement to another person if:
 - (a) We have given our written consent to such assignment (which consent must not be unreasonably withheld in the case of an assignee who meets our current financial criteria);
 - (b) as part of the request to us for consent, the assignee (under seal) acknowledges to us that it assumes all of your

19. Notices



obligations under this Agreement, whenever arising; and

(c) you have not breached any of your obligations under this Agreement.

21. No waiver

A failure, delay, relaxation or indulgence by a party in exercising any power or right conferred on the party by this Agreement does not operate as a waiver of the power or right. A single or partial exercise of the power or right does not preclude a further exercise of it or the exercise of any other power or right under this Agreement. A waiver of a breach does not operate as a waiver of any other breach.

22. Amendments

This Agreement may only be amended by instrument in writing signed by the duly authorised officer of each party to this Agreement except that the Commission Terms and Conditions, Procedures, Service Literature and Vocus Customer Agreement may be amended on notice by us.

23. Force majeure

Neither party is liable to the other for any loss or damage which may be suffered by the other party due to any causes beyond the other party's reasonable control including any act of God, inclement weather, failure or shortage of power supplies, shortages of goods or services, flood, drought, lightning, fire, strike, lock-out, trade dispute or labour disturbance, war, terrorism, quarantine, any act or omission of Government, highway authorities, other public telecommunications operators or other competent authority, production, or supply or non-supply of services by third parties.

24. Tax

- 24.1 To the extent that a Supply is made under this Agreement, the party making that Supply must pay the GST applicable to that Supply.
- 24.2 The amounts set out in this Agreement and any related schedule or annexure are stated exclusive of GST unless expressly stated otherwise.
- 24.3 To the extent that a Supply is made under this Agreement, the party making the Supply agrees to issue a tax invoice (including any document or record treated by the Commissioner of Taxation as a tax invoice or as a document entitling a recipient to an input tax credit) to the recipient of the Supply at the time it seeks payment for the Supply or

otherwise when requested by the recipient.

- 24.4 You must do all things reasonably necessary to assist us to claim any input tax credit or refund available in relation to any GST paid or payable by us.
- 24.5 Except where we are liable in respect of a Supply to pay the GST in accordance with this clause 24, you must pay all Taxes which are payable in connection with this Agreement and the performance of it.

RCTI

- 24.6 Pursuant to section 29-70(3) of the A New Tax System (Goods and Services Tax) Act 1999 (Cth) the recipient of a taxable supply may issue a Recipient Created Tax Invoice ("RCTI") to the Channel Partner. The parties wish to establish an RCTI arrangement in respect of the Commission payable on a Sale.
- 24.7 The parties agree that Vocus can issue tax invoices in respect of the Commission and the Channel Partner will not issue tax invoices in respect of the Commission payable on a Sale.
- 24.8 The Channel Partner acknowledges that it is registered for GST when it enters into this Agreement and that it will notify Vocus if it ceases to be registered.
- 24.9 Vocus acknowledges that it is registered for GST when it enters into this Agreement and that it will notify the Channel Partner if it ceases to be registered for GST or if it ceases to satisfy any of the requirements of the legislation, rulings or determinations enabling Vocus to issue RCTIs.

25. Privacy

- 25.1 A reference in this clause to personal information includes the personal information of a Customer or any other person.
- 25.2 You warrant to us that your provision of personal information to us does not contravene any individual's privacy rights under any privacy laws and that your use and disclosure of that personal information in accordance with this Agreement will also not contravene those laws.
- 25.3 If we need to do any act in respect of personal information provided by you and that act is or may be restricted by law, you will:
 - (a) provide us with all assistance requested by us for that purpose; and
 - (b) reimburse us for all reasonable costs incurred by us in doing that act.
- 25.4 Without limiting clause 25.3, you must



provide all assistance requested by us from time to time in relation to compliance by us with the *Privacy Act 1988* (Cth), or any investigation, request or enquiry (formal or otherwise) from the Office of the Australian Information Commissioner regarding the personal information disclosed to us under this agreement.

- 25.5 You warrant at all times that you have obtained all necessary consents from, and made all necessary disclosures to, all relevant individuals for the purpose of disclosing their personal information to us which is necessary in order for us to perform this Agreement. All necessary consents and disclosures will be at your sole cost and expense.
- 25.6 You indemnify us against all costs, expenses, losses, proceedings and claims of whatsoever nature suffered, brought or incurred directly or indirectly as a result of a breach by you of your obligations under this clause.

26. Law and jurisdiction

This Agreement shall be governed and construed and interpreted in accordance with the laws applicable in the state of Victoria and the parties hereby submit to the non-exclusive jurisdiction of the courts of Victoria.

27. Relationship of parties

- 27.1 You are an independent contractor and nothing in this Agreement renders you an employee, partner or joint venturer of ours. Unless this Agreement expressly provides otherwise, nothing in this Agreement may be construed as creating a relationship of partnership, of principal and agent, or of trustee and beneficiary.
- 27.2 You warrant and agree that you are responsible for any employment related liability arising under legislation in respect of the persons you use to carry out your obligations under this Agreement, including under the following legislation:
 - (a) Income Tax Assessment Act 1936 (Cth);
 - (b) Fringe Benefits Tax Assessment Act 1986 (Cth);
 - (c) Superannuation Guarantee (Administration) Act 1992 (Cth);
 - (d) Workers Compensation and Injury Management Act 1981 (WA) and similar legislation in each state and territory; and
 - (e) Pay-roll Tax Act 2002 (WA) and similar legislation in each state and territory.

27.3 You agree to indemnify us against any liability or expense incurred by us as a result of the Commissioner of Taxation (or any other responsible authority) asserting that we are responsible for any liability specified in clause 27.2 in respect of people engaged by you.

28. Entire Agreement

- 28.1 This Agreement is the entire agreement and understanding between the parties on everything connected with the subject matter of this Agreement and supersedes any prior agreement or understanding on anything connected with that subject matter.
- 28.2 Each party has entered into this Agreement without relying on any representation by any other party or any person purporting to represent that party.

29. Counterparts and facsimile signatures

- 29.1 This Agreement may be executed in one or more counterparts, each of which when so executed shall be deemed to be an original and all of which taken together shall constitute one and the same agreement.
- 29.2 The transmission by a party by email, fax or other electronic means of an executed copy of this Agreement will be deemed proof of signature of the original for the purposes of constituting a binding agreement between the parties, and the signed copy so transmitted will be deemed the original for the purposes of this Agreement.

30. Sale of Dealer Products

- 30.1 The Channel Partner acknowledges and agrees that:
 - (a) any contract for the Dealer Products entered into by a Customer must be between Vocus and the Customer and Vocus retains all legal title in Customer contracts:
 - (b) except to the extent of any relationship expressly created by this Schedule, the Channel Partner:
 - (i) has no authority to bind or attempt to bind Vocus in contract or otherwise at law; and
 - (ii) must not, and it must ensure that its Representatives do not:
 - (A) represent or pass off that the Channel Partner is Vocus (or Related Body Corporate of Vocus) or that the Channel Partner is in any way



- associated, related or affiliated with Vocus; or
- (B) enter into any agreement, contract, deed, arrangement or understanding with any Customer with respect to the Dealer Products unless expressly authorised by Vocus in writing; or
- (iii) it must not, and it must ensure that its Representatives do not amend or alter, or purport to amend or alter, the terms and conditions on which Vocus is prepared to supply the Dealer Products to a Customer.
- 30.2 The Channel Partner must (and must ensure its Representatives must):
 - (a) not represent or pass off to any person that Vocus is, or is in any way affiliated with, or has any relationship, agreement, contract or understanding with that third party, when that is not the case;
 - (b) ensure that it takes all necessary and reasonable steps to ensure that no person (whether or not a Customer or a prospective Customer) believes, or is likely to believe, that Vocus is, or is in any way affiliated with, or has any relationship, agreement, contract or understanding with that third party, when that is not the case; and
 - (c) strictly comply with:
 - (i) the Documentation;
 - (ii) any policy or procedure that may be notified to the Channel Partner by Vocus from time to time;
 - (iii) any reasonable discretion of Vocus;
 - (iv) any fair trading and consumer protection legislation;
 - (v) all laws in respect of the making of Telemarketing Calls or the sending of Marketing Faxes;
 - (vi) any undertaking given by Vocus to a Regulator; and
 - (vii)all directions or orders issued by a Regulator from time to time.

31. Training

31.1 Vocus will provide the Channel Partner and its relevant Representatives with training and support as Vocus may determines in its absolute discretion to facilitate the Channel Partner and its relevant Representatives to

- successfully perform the Sales Activities. The Channel Partner must, and must ensure that its Representatives, undertake such training at its own cost.
- 31.2 In addition, the Channel Partner must undertake and complete, and ensure all of its Representatives involved in the performance of the Sales Activities undertake and complete, at the Channel Partner's sole cost and expense and to Vocus' satisfaction, the Compliance Training and any other training that Vocus may require the Channel Partner and its Representatives to complete from time to time.

32. Sales Methods

- 32.1 The Channel Partner must not (and must ensure that its Representatives must not):
 - (a) make or cause to be made any Telemarketing Call; or
 - (b) send or cause to be sent any Marketing Fax; or
 - (c) undertake field sales (such that it would be required to comply with including of Division 2 of Part 3-2 of Schedule 2 of the Competition and Consumer Act 2010 (Cth),
 - without the prior written consent of Vocus (which approval may be withheld by Vocus in its sole and absolute discretion or provided subject to such terms and conditions as Vocus may require).
- 32.2 If Vocus provides the prior written consent referred to in clause 32.1 of this Agreement, then the Channel Partner must, and must ensure that its Representatives must:
 - (a) where Vocus provides its consent subject to terms and conditions – comply with those terms and conditions;
 - (b) comply with the Sales Method Terms below;
 - (c) comply with any direction provided by Vocus to the Channel Partner in respect of the conduct of sales methods described in clause 32.1 of this Agreement by the Channel Partner or its Representatives;
 - (d) in respect of Telemarketing, employ or engage a sufficient number of Representatives in connection with conducting that Telemarketing as are reasonably required for the Channel Partner to comply with all of its obligations under the Agreement and the Channel Partner must ensure that those



Representatives are duly skilled and qualified;

- (e) cease any sales methods if directed by Vocus:
 - (i) with immediate effect if Vocus notifies the Channel Partner that it considers or suspects that the Channel Partner has breached the Agreement; and
 - (ii) within seven (7) days of Vocus directing the Channel Partner or its Representatives to cease (to avoid doubt, that direction can be made for any or no reason).
- 32.3 Without limiting the Agreement, the Channel Partner must indemnify, and forever keep indemnified, Vocus and any Related Body Corporate of Vocus (and the Representatives thereof) from and against all loss, expense, damage, cost (including legal costs on a solicitor and own client basis), penalty, fines, fees and liability, suffered or incurred by, or claimed or awarded against, Vocus, any Related Body Corporate of Vocus (or the Representatives thereof) in connection with:
 - (a) a breach by the Channel Partner of the Sales Method Terms, in particular, in respect of any penalty, fine or liability imposed on Vocus by a Regulator or a claim by any person against Vocus in respect of a termination under the Sales Method Terms; and
 - (b) any penalty, fee or fine imposed under any law in connection with a breach or threatened breach of the Agreement or of any law.
 - (c) the negligent or intentional acts or omissions of the Channel Partner or a Representative of the Channel Partner; and
 - (d) any Misconduct of the Channel Partner or a Representative of the Channel Partner.

33. Reporting, Audit and Complaints

- 33.1 The Channel Partner acknowledges that Vocus may be held responsible for the acts or omissions of Channel Partner and its Representatives under applicable laws.
- 33.2 The Channel Partner must keep complete, accurate and up to date Records.
- 33.3 Vocus may, on reasonable notice, carry out, or engage an external auditor to carry out, an audit of the Records. Vocus agrees that it will

- only undertake an audit under this clause 33 no more than once every calendar year.
- 33.4 Without limiting Vocus right elsewhere under the Agreement, if an audit under clause 33.3 of this Agreement shows that Channel Partner or any of its Representative are not adequately performing their obligations under the Agreement, Channel Partner must take such action as is reasonably necessary to remedy the non-compliance promptly on being given written notice by Vocus.
- 33.5 Channel Partner must develop programs for auditing Channel Partner's compliance, and the compliance of its Representatives, with all applicable laws with regards to the Sales Activities. Without limiting the foregoing, the development of programs for auditing the compliance with applicable laws will include the testing of its Representative's regulatory compliance through monitoring of training sessions and Sales Activities.
- 33.6 The Channel Partner must comply with any reasonable request by Vocus:
 - (a) for access (either itself or on its behalf) to Channel Partner's records and information:
 - (b) to provide any other assistance needed to undertake or to respond to or participate in any audit, review, inquiry, complaint hearing or other form of investigation as required by any applicable law; or
 - (c) to enable Vocus to comply with any direction or order given or made by any person or body in relation to the Sales Activities as required by any applicable law.
- 33.7 The Channel Partner must permit any Regulator (or a person appointed by a Regulator) to audit the Sales Activities and any records or information for the purpose of assessing compliance with applicable laws and regulations.
- 33.8 The Channel Partner must immediately provide Vocus with notice and details of any Complaints.

34. Amendments to these Terms and Conditions

- 34.1 We may amend these terms and conditions as set out below.
- 34.2 If we reasonably believe that the amendment to these Terms and Conditions will benefit you or have a neutral impact on you, then we may make the amendment immediately. For



- example, we do not have to give a period of notice to you when we reduce the payment terms of the Commissions
- 34.3 If we reasonably believe that the amendment to this Agreement will have a minor impact on you, we will give you 14 days written notice of the change. We will use this method of notification for example where we withdraw a minor feature (such as changing the reporting requirements under clause 33).
- 34.4 We agree to not make changes to this Agreement if the change will have more than a minor impact on you.



Schedule 1 - Commission Terms and Conditions

Introduction

These Commission Terms and Conditions deals with the following important matters:

- what Commissions are payable;
- the revenue upon which the Commissions are calculated; and
- the time when the Commissions will be paid.

1. Definitions

In these Commission Terms and Conditions, words defined in the Agreement will have the meaning provided in these Commission Terms and Conditions and:

Activate means, in relation to a Customer, Vocus enabling the Customer to use the Services supplied by us.

Agreement means the agreement to which these Commission Terms and Conditions are attached.

Clawback means an amount which is payable by you to us in respect of a Customer. The form of payment of a Clawback is either a set-off against future Commissions or amounts payable to you or if future Commissions are not payable, then the Clawback amount becomes immediately due and payable by you to Vocus.

Commission means an Upfront Commission and Trailing Commission (as the case may be), being amounts payable to you pursuant to clause 2.2 of these Commission Terms and Conditions in respect of a Sale for a New Service, an Upgraded Service or a Re-Sign Service (as the case may be) to a Customer.

Excluded Revenue means:

- the amount of GST paid by Customer to us in respect of any supply made by us to a Customer;
- (b) all equipment related charges; and
- (c) establishment fees and installation fees issued to you by us unless otherwise agreed by us.

New Service means a Service that has not been previously provided by us (as at the date of receipt by us of the relevant Application for the new Service) to a Customer.

Re-Sign Service means a Service that has been previously provided by us to a Customer, and for which the Customer has agreed to extend the committed term for an additional period.

Trailing Commission means the amount specified under the heading "Trailing Commission" in Item 6 of the Targets and Commission Schedule in the Channel Partner Application Form.

Upfront Commission means the amount specified under the heading "Upfront Commission" in Item 6 of the Targets and Commission Schedule in the Channel Partner Application Form.

Upgraded Service means a Service that has been previously provided by us to a Customer to a Customer, and for which the Customer has agreed to receive the same Service, but with additional features, inclusions or characteristics (which may include, without limitation, additional download limits, hardware or speed allocation).

2. Commissions

2.1 When claimable

- (a) You acknowledge and agree that apart from the Commission, you are not entitled to any other fees, payments or entitlements from us.
- (b) We will pay you the Commission for each Customer who has entered into or renewed a binding service agreement with us the manner set out in clause 2.4.
- (c) If there is a dispute between 2 or more Channel Partners as to which Channel Partner introduced a Customer to us, our decision will be final and binding on the parties.
- (d) We must pay you Commission in respect of a Service supplied upon issuance of a monthly invoice to the Customer for that Service.
- (e) For clarity, no Commission will be paid to you for Customers which Vocus elects not to Activate.

2.2 Calculation of Commission

(a) Commission for Platinum, Gold or Silver Channel Partner Levels



- (i) For each Sale of a New Service signed by a Customer, the Commission will be calculated as described at section Item 6 of the Targets and Commission Schedule in the Channel Partner Application Form based on the then-current list price for that Service (unless otherwise agreed between you and Vocus).
- (ii) For each Service that is a Resign Service or a Upgraded Service, and the Customer renews for a period equal to or greater than 12 months, you are entitled to a further Commission. The Commission will be calculated as described at section Item 6 of the Targets and Commission Schedule in the Channel Partner Application Form (based on the current list price for that Service (unless otherwise agreed between you and Vocus).
- (b) When you engage with Customers, you must quote them the relevant price from our then current list price, as this is the price at which we will sell the Service to the Customer under our contract with them.
- (c) Commissions paid by Vocus or its Related Bodies Corporate to you for Sales existing prior date you complete the Channel Partner Application Form will continue to be paid at the existing rates until the minimum committed term of the contract expires or is terminated. For the avoidance of doubt, any new Sale (e.g renewal or upgrade of a Service) will be deemed a termination for the purposes of payment of existing Commission.

2.3 Date when Commission will be paid

- (a) With respect to Upfront Commissions, we will use reasonable endeavours to pay you within 30 days after the calendar month in which we have accepted an Application by a Customer for Services.
- (b) With respect to Trailing Commissions, we will use reasonable endeavours to pay you the Commission on or about the last Friday of the calendar month in the month in which we invoice the Customer for the Service.
- (c) Should the Customer default on their payment, you agree that no Commission is payable.

2.4 Manner of payment of Commission

Commission will be paid to you by us by way of electronic funds transfer using the account information you provided in the Channel Partner Application Form.

2.5 No commission payable during rollover period

You agree and acknowledge that Commissions are only paid for the initial term or a committed renewal term of at least 12 months, of a binding contract between a customer and Vocus. Payment Commissions cease after the expiry of the initial term or committed renewal term of the contract. For the avoidance of doubt, Commissions are not payable to you in the event that contract expires and rolls over on a monthly basis (as opposed to a Renewal Service for a committed term of at least 12 months).

3. Clawbacks

3.1 Rights to recover or decline payment of Commissions

- (a) We will not be liable to pay:
 - (i) any Commissions with respect to a Customer, and may recover all Commissions already paid in respect of that Customer as a Clawback:
 - (A) where a Customer was improperly or incorrectly signed up by you;
 - (B) if in respect of a Service, after issuing a Customer with the monthly invoice for that Service, the Customer fails to pay the monthly fee in accordance with Vocus' payment terms;
 - (C) where a Customer was induced to apply for the Services as a result of misleading or deceptive conduct or negligence by you or any of your employees or agents;
 - (D) if the Customer cancels or terminates that Service within 90 days from the date that the Service is provisioned on the Vocus network; or
 - (E) Where a Customer makes a complaint to Vocus (which



Vocus reasonably considers is associated your or your Representative's failure to comply with the obligations under or in connection with this Agreement) or a Regulator regarding your conduct or the conduct of your Representatives; and

- (ii) Commission on any Excluded Revenue.
- (b) We may recover from you any overpayments to you in respect of a Customer as a result of an error by Vocus in invoicing.

3.2 Recovery of expenses by us where you wrongly submit Customer Applications

We may also recover the following amounts from you as Clawback:

- (a) If a Customer denies that it gave its informed written consent to being supplied with Services by us and we then agree or are required to retransfer the Customer to another service provider, we may recover the following amounts from you:
 - (i) \$500.00 in respect of the wasted internal costs plus any other external administration costs incurred in establishing, Activating and then retransferring the Customer; and
 - (ii) \$1000.00 to the extent that the Customer's complaint results in a formal complaint investigation being

commenced by the Telecommunications Industry Ombudsman or the ACCC. (This amount is payable in addition to the amount specified in paragraph (i) above).

- (b) The amounts referred to in clause 3.2(a) above are payable in addition to any amounts which may also be payable under clause 3.1 of these Commission Terms and Conditions.
- (c) You agree that the amounts specified in clause 3.2(a) of these Commission Terms and Conditions are reasonable pre-estimates of the loss and damage which we will suffer in the circumstances described.
- (d) The provisions of this paragraph 3 will apply to any future amended commission rates or commission structures unless specifically and expressly agreed in writing by us.

4. Right to vary Commission Terms and Conditions

The Commission rates may reviewed periodically by Vocus and if there are any changes to the Commission rates payable to you, Vocus will notify you of the changes and the changes will come into effect 30 days after the notification from Vocus.

5. Vocus Channel Partner Agreement

These Commission Terms and Conditions are subject to the terms of the Agreement.



Schedule 2 - Sale Method Terms

1. **DEFINITIONS**

In this Schedule 2, defined terms in the Agreement have the same meaning in this Schedule 2 unless expressed to the contrary. In this Schedule 2, unless the context otherwise requires:

Act means the *Do Not Call Register Act 2006* (Cth).

Records has the meaning given to that term in clause 2(a)(iii) of this Schedule 2.

List Records has the meaning given to that term in clause 2(a)(vii) of this Schedule 2.

Register means the Do Not Call Register kept by the Australian Communications and Media Authority or a contracted service provider on behalf of the Australian Communications and Media Authority under section 13 of the Act.

Regulations means the Competition and Consumer Regulations 2010 (Cth) Do Not Call Register Regulations 2006 (Cth) (as the case may be) and any other Commonwealth or State statute, guideline, determination, standard or policy that governs the making of telemarketing calls or door-to-door sales activities (as the case may be).

Standard means the *Telecommunications* (Do Not Call Register) (Telemarketing and Research Calls) Industry Standard 2007 and the Fax Marketing Industry Standard 2011.

2. TELEMARKETING OBLIGATIONS

- (a) If the Channel Partner makes, or causes to be made, a Telemarketing Call, or sends, or causes to be sent, a Marketing Fax, the Channel Partner must (and must ensure its Representatives must):
 - (i) Not make a Telemarketing Call or send a Marketing Fax:
 - (A) before 9am or after 8pm on a weekday;
 - (B) before 9am or after 6pm on a Saturday; or
 - (C) any time on Sunday or public holidays.
 - (ii) Call and sending times are based on the location of the call recipient;

- (iii) maintain electronic records of all Telemarketing Calls that are made and Marketing Faxes that are sent in connection with the Agreement on a monthly basis ("Records") for a period of at least eighteen (18) months from the date of each Telemarketing Call that was made or attempted to be made and of each Marketing Fax that was sent or attempted to be sent;
- (iv) ensure that the Records contain the following information in relation to each Telemarketing Call:
 - (A) the time and date of the call;
 - (B) the telephone number called;
 - (C) whether the call was answered;
 - (D) the particular marketing campaigns which were authorised for sale at the time the call was made and the details of those marketing campaigns;
 - (E) whether any other entity was involved in causing the call to be made, or to be attempted to be made;
 - (F) if the call was answered, whether the person who answered the call agreed to enter into any contract, arrangement or understanding with Vocus; and
 - (G) the name or identifier of the call operator who made the call, or attempted to make the call;
- (v) ensure that the Records contain the following information in relation to each Marketing Fax:
 - (A) the time and date of the Marketing Fax;
 - (B) the fax number that the Marketing Fax was sent to or attempted to be sent to;



- (C) whether the transmission of the Marketing Fax was successful;
- (D) the particular marketing campaigns which were authorised for sale at the time the call was made and the details of those marketing campaigns;
- (E) whether any other entity was involved in causing the Marketing Fax to be sent, or to be attempted to be sent;
- (F) if the Marketing Fax was responded to, whether the person who responded to the Marketing Fax agreed to enter into any contract, arrangement or understanding with Vocus; and
- (G) the name or identifier of the fax operator who sent the Marketing Fax, or attempted to send the Marketing Fax;
- (vi) provide the Telemarketing Records to Vocus each month, and otherwise immediately upon request by Vocus electronically in the manner and form specified by Vocus from time to time;
- (vii)maintain records of all lists of telephone numbers and fax numbers that the Channel Partner or the Channel Partner's Representatives use to make Telemarketing Calls or send Marketing Faxes (**List Records**) for a period of at least eighteen (18) months from the date of each Telemarketing Call that was made or attempted to be made and each Marketing Fax that was sent or attempted to be sent;
- (viii) provide the List Records to Vocus each month, and otherwise immediately upon request by Vocus electronically in the manner and form specified by Vocus from time to time;
- (ix) without limiting the Agreement:
 - (A) strictly comply with the Act, the Regulations and the Standard;
 - (B) take all reasonable steps to ensure that its Representatives comply

- with the Act, the Regulations and the Standard;
- (C) wash all call lists and fax lists against the Register;
- (D) if reasonably requested by Vocus, terminate contract. agreement, arrangement, understanding, deed or relationship between the Channel Partner and any Representative of the Channel Partner if the Representative not complying with the Act, the Regulations and Standard:
- (x) without limiting the Agreement, undertake such training that Vocus may require at its sole cost and expense and achieve such minimum level of proficiency and understanding as Vocus may require in connection with the training;
- (xi) provide, at its sole cost and expense, training to the Channel Partner's Representatives in respect of the requirements of the Act, the Regulations and the Standard prior to those Representatives making, or causing to be made, any Telemarketing Calls, or sending, or causing to be sent, a Marketing Fax in connection with the Agreement;
- (xii) provide to Vocus immediately upon its request, full and proper particulars of the training required by clauses 2(a)(xi) and 2(a)(xii) of this Schedule 2 so that Vocus may monitor such training and to ensure that proper training is provided; and
- (xiii) provide to Vocus, immediately upon request, a written statement of the Channel Partner's internal controls and compliance procedures to ensure that all Telemarketing Calls are made, and that all Marketing Faxes are sent, in strict accordance with the Act, the Regulations and the Standard.
- (b) If the Channel Partner (or its Representative):
 - (i) makes, or causes to be made, a Telemarketing Call; or



(ii) sends, or cause to be sent, a Marketing Fax,

the Channel Partner warrants that the Channel Partner and its Representatives have sufficient internal controls and compliance procedures to ensure that all Telemarketing Calls will be made, and all Marketing Faxes will be sent, in strict accordance with the Act, the Regulations and the Standard.

3. FIELD SALES OBLIGATIONS

- (a) If the Channel Partner undertakes field sales (such that it would be required to comply with Division 2 of Part 3-2 of Schedule 2 of the Competition and Consumer Act 2010 (Cth)), then the Channel Partner must (and must ensure its Representatives must):
 - (i) maintain records of all locations it attends in connection with the Agreement on a monthly basis (Field Sales Records) for a period of at least eighteen (18) months from the date of each door-to-door activity that was undertaken or attempted to be undertaken:
 - (ii) ensure that the Field Sales Records contain the following information:
 - (A) the suburb(s) in which doors were knocked;
 - (B) the number of doors knocked;
 - (C) the number of instances where contact was made with an occupant;
 - (D) the details of any acceptances of Services;
 - (E) the address details of any person or business that has requested not to be contact again;
 - (F) the address details of any person or business with whom the Channel Partner (or its Representatives) has made an appointment to revisit:
 - (G) the time and date for each location;
 - (H) the premises attended;
 - (I) the particular marketing campaigns which were

- authorised for sale at the time the premises was attended and the details of those marketing campaigns;
- (J) the name or identifier of the Representative who attended the premises;
- (iii) provide the Field Sales Records to Vocus each month, and otherwise immediately upon request by Vocus electronically in the manner and form specified by Vocus from time to time;
- (iv) without limiting the Agreement:
 - (A) strictly comply with the Act and the Regulations;
 - (B) ensure that its Representatives comply with the Act and the Regulations;
 - (C) provide the prospective customers with the Channel Partner's name, identify Vocus as the supplier of the Service and provide Vocus' address and telephone numbers;
 - (D) prior to negotiating, clearly advise the prospective customers that:
 - (i) Channel Partner's purpose is to seek the prospective customer's agreement to the supply by Vocus of a Service that is being facilitated by Channel Partner; and
 - (ii) they are obliged to leave the premises immediately on request;
 - (E) leave the prospective customer's premises immediately upon request;
 - (F) prior to making a Customer Contract, notify the potential customer in writing of their right to terminate the Customer Contract during any relevant statutory cooling-off period, and how the potential customer may exercise that right by giving



- the potential customer a notice concerning termination rights in the form provided to Channel Partner by Vocus;
- (G) provide the potential customer with all documentation in relation to the proposed Customer Contract required by the relevant Act and the Regulations;
- (H) ensure that explicit informed consent is obtained in relation to the potential customer executing the Customer Contract;
- (I) ensure that the front page of the Customer Contract is signed by the Customer and that the front page includes the day/date on which the Customer signed the Customer Contract;
- (J) give a copy of the Customer Contract as signed by the Customer to the Customer immediately after it is signed;
- (K) terminate the contract, agreement, arrangement, understanding, deed relationship between the Channel Partner and any Representative of the Channel Partner upon request by Vocus or if the Channel Partner is aware, or ought to be aware, that the Representative is not complying with the Act and the Regulations;
- (v) without limiting the Agreement,
 - (A) undertake such training that Vocus may require at its sole cost and expense and achieve such minimum level of proficiency and understanding as Vocus may require in connection with the training;
 - (B) provide, at its sole cost and expense, training to the Channel Partner's Representatives in respect

- of the requirements of the Act prior to those Representatives undertaking door-to-door sales activities in connection with this Agreement;
- (C) provide to Vocus immediately upon its request, full and proper particulars of the training required by clause 3(v)(B) of this Schedule 2 so that Vocus may monitor such training and to ensure that proper training is provided; and
- (D) provide to Vocus, immediately upon request, a written statement of the Channel Partner's internal controls and compliance procedures to ensure that door-to-door sales activities are undertaken in strict accordance with the Act and the Regulations.
- (b) If the Channel Partner (or Representative) undertakes field sales (such that it would be required to comply with Division 2 of Part 3-2 of Schedule 2 of the Competition and Consumer Act 2010 (Cth)), then the Channel Partner warrants that the Channel Partner and its Representatives have sufficient internal controls and compliance procedures to ensure that such activities will be conducted in strict accordance with the Act and the Regulations.