

Dear Nicole

Ben Oakley passed your question onto me.

You asked whether payments made to other respondents for PoP accommodation were an allowable deduction for Expenditure on purchasing telecommunications services from other respondents".

In our clarification to Woosh dated 3 April 2013 (which is on our website) we advised that co-location revenue is earned by means of a public telecommunications network (PTN) which is located in New Zealand this co-location revenue must be included in qualified revenue. Accordingly the purchase from other respondents of such co-location services which are located in New Zealand and used to help you provide telecommunications services to your own customers would be deductible.

We shall publish this response on our website.

Regards

Neville Lord

Commerce Commission | Chief Adviser | Regulation Branch
44 The Terrace | PO Box 2351 | Wellington 6140 | New Zealand
DDI +64(0) 4 9243670 | neville.lord@comcom.govt.nz