



GOVERNMENT OF PAKISTAN
MINISTRY OF INFORMATION TECHNOLOGY & TELECOMMUNICATION

DIGITAL PAKISTAN

No. 2-4/2018-DT

Islamabad, the 2nd February 2022

Subject: POLICY DIRECTIVE UNDER SECTION 8(2) OF THE PAKISTAN TELECOMMUNICATIONS (RE-ORGANIZATION) ACT 1996 FOR RENEWAL OF PMCL CELLULAR MOBILE LICENSE DATED JULY 2007

In exercise of powers conferred under section 8(2) read with section 22 (3) of the Pakistan Telecommunication (Re-organization) Act 1996 and in view of the requirement set by Telecom Policy 2015 and as per provision of the Cellular Mobile License renewed in 2007 i.e. to have a specific Policy of the Federal Government for renewal of Cellular Mobile License of Pakistan Mobile Communications Limited due for renewal on 5th July 2022, the Federal Government, is pleased to issue the following directives for compliance by Pakistan Telecommunication Authority (PTA) and Frequency Allocation Board (Board):

- i) The renewal price for the right to use frequency spectrum included in the license being renewed shall be in accordance with recent price benchmarks of renewal 2019 and spectrum auction 2021 i.e. per MHz price for frequency spectrum in 900 MHz and 1800 MHz shall be USD 39.5 Million and USD 31 Million, respectively.
- ii) The license be renewed with same quantity of spectrum i.e. 13.6 MHz (7.6 MHz in 900 MHz & 6 MHz in 1800 MHz) to generate an expected revenue of USD 486.2 Million. ✓
- iii) The tenure of the renewed license shall continue to be 15 years. ✓
- iv) Payment terms shall be 100% upfront or 50% upfront with remaining 50% on five equal annual installments on LIBOR+3%.
- v) The renewal fee shall be paid in US Dollars with the option to pay in Pak Rupee, which will be calculated at the market exchange rate applicable at the time of payment, as per precedence of earlier cellular license issuance/renewal. ✓
- vi) The license renewed under this policy directive shall be technology neutral in line with existing GoP policies.
- vii) Provisions for Spectrum Trading/Sharing as per the approved regulatory framework for such sharing/trading will be incorporated in the renewed license by the Pakistan Telecommunication Authority.


02/02/2022



GOVERNMENT OF PAKISTAN
MINISTRY OF INFORMATION TECHNOLOGY & TELECOMMUNICATION

DIGITAL PAKISTAN

- viii) Other Terms and Conditions including coverage obligations, Quality of Service (QoS), etc will be at par with Cellular Mobile License issued/renewed in 2021 by PTA, with no separate performance bank guarantee against rollout obligations.
- ix) The payment (100% or 50% upfront as the case maybe) shall be due on or before 5th July, 2022.

o/c

Omar Malik
02/02/2022
(Omar Malik)
Member Telecom
MOITT

- ✓ The Chairman,
Pakistan Telecommunication Authority, Islamabad
- ✓ Executive Director,
Frequency Allocation Board (FAB), Islamabad.

Copy to:

- ✓ 1. Secretary to the Prime Minister, PM's Office, Islamabad.
- ✓ 2. Director to Federal Minister for Information Technology and Telecommunication, Islamabad.
- ✓ 3. The Secretary Cabinet, Cabinet Secretariat, Islamabad.
4. The Secretary Information Technology and Telecommunication, Islamabad.

3/2/22

