

Title	NetLink Trust's Contravention of IMDA's Direction – Failure to implement the revised Operations Support Systems/ Business Support Systems (" <b>OSS/BSS</b> ") by the original deadline of 30 September 2016
Date of IMDA's Decision	22 July 2019
Licensee	NetLink Management Pte Ltd (as Trustee-Manager of the NetLink Trust)
Case Summary	<p>In 2013, as one of the conditions of approval for the proposed consolidation between CityNet Infrastructure Management Pte Ltd and OpenNet Pte Ltd ("<b>OpenNet</b>") ("<b>Consolidation</b>"), IMDA required the applicants to the Consolidation to submit a detailed implementation plan on the transfer of OpenNet's business, assets and relevant personnel to NetLink Trust ("<b>NLT</b>") ("<b>Implementation Plan</b>").</p> <p>IMDA approved the Implementation Plan, which included the implementation of a replacement OSS/BSS ("<b>Replacement OSS/BSS</b>") by 30 September 2016. This was to ensure that NLT would be independent from any telecommunication and/or broadcasting licensees ("<b>Independence Requirement</b>"), as NLT was then relying on Singtel's OSS/BSS.</p> <p>In May 2018, NLT sought relief from the Replacement OSS/BSS requirement by proposing an interim approach that entailed "cloning" the relevant IT systems of Singtel within NLT's IT environment ("<b>Interim Approach</b>"). In August 2018, IMDA assessed that the Interim Approach had met the Independence Requirement, subjected to conditions, which included NLT continuing to implement a Replacement OSS/BSS.</p> <p>The system for the Interim Approach was implemented on 3 September 2018. IMDA will continue to monitor NLT's progress in implementing the Replacement OSS/BSS.</p>
IMDA's Determination	<p>In assessing the financial penalty, IMDA took into account all relevant factors, including the following:</p> <ul style="list-style-type: none"> <li>a) NLT's failure in delivering the Replacement OSS/BSS based on its proposed timelines;</li> <li>b) NLT's demonstration of good faith in fulfilling the Independence Requirement with investments made pending the implementation of a Replacement OSS/BSS; and</li> <li>c) The complexity and significant effort involved to migrate its existing system to the Replacement OSS/BSS.</li> </ul>

	IMDA imposed a \$100,000 financial penalty for the delay by NLT in meeting the Independence Requirement.
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