ITEM 3 RESTRICTIONS UPON USE

A. Where a Type 1T or Type 2T connection is intended or used for the purpose of providing voice or data service, and the following conditions are met, charges as specified in Item 4 or Item 5 A. where appropriate shall apply:

1. the service utilizing such connection is limited to the private communications needs of a customer or a user;

2. one end of the transmission circuit provided by Telesat which is used by the service utilizing such connection is terminated at equipment dedicated to the customer or user or at a centrex facility dedicated to the customer or user;

3. the transmission circuit provided by Telesat which is used by the service utilizing such connection is dedicated to the private use of the customer or the user; and

4. in respect of a Type 1T connection only, the transmission circuit provided by Telesat which is used by the service utilizing such connection does not pass through a Telesat or non-user provided switch between such connection and the customer's or user's premises.

B. Where a Type 1T or Type 2T connection is used by a reseller or sharer to provide a voice or data service that does not meet the conditions specified above, the charges specified in Item 4 or Item 5 A. of this tariff shall apply as appropriate.

C. Where a Type 1T or Type 2T connection is intended or used by Telesat to provide a data service that does not meet the conditions specified above, the charges specified in Item 4 or Item 5 A. of this tariff shall apply as appropriate.

D. Where a Telesat interexchange circuit is connected, by any means, to a customer's or user's equipment or facility that is also connected to the public switched telephone network, the interexchange access charges specified in Item 4 F. or 4 H. where applicable, shall apply.

See Page 2 for explanation of symbols.