

Overview of Total Sum of Charges Collected and Administrative Costs

Year Ended 31 December 2014

1. Background

In accordance with Article 18 of the Electronic Communications (Regulation) Act (the "ECRA") and the Directive of 2004 on Modalities of Payment for General Authorisations and Rights of Use, as amended by Directive No 1 of 2007 (hereafter "the Directive"), the Authority collects administrative charges to cover the administrative costs incurred in carrying out its responsibilities under the ECRA.

In accordance with the same Act, any differences between the charges collected and the costs incurred shall result in appropriate repayments or compensation in the case of overcharging, or the imposition of additional charges in the case of undercharging, as specified in the ECRA and the Directive.

The Authority is also required to publish an annual overview of the total sum of charges collected and its administrative costs.

2. Results

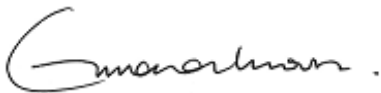
The Authority prepares Audited Financial Statements under the historical cost convention and in accordance with International Financial Reporting Standards. The following table shows an overview of the total sum of charges collected and administrative costs incurred, which have been extracted from the income statement forming part of the Audited Financial Statements of the Authority.

| | Total | Electronic communications | Scarce resources | Postal services, right of way, e-commerce | IS Initiatives | Others | EU Projects | RadioCommunication Licences |
|--|--------------------|---------------------------|------------------|---|------------------|----------------|------------------|-----------------------------|
| | Euro | Euro | Euro | Euro | Euro | Euro | Euro | Euro |
| Revenue | | | | | | | | |
| Government Subvention | 441,624 | | | | 441,624 | | | |
| Administrative Charges | 3,205,836 | 3,205,836 | | | | | | |
| Income deferred to 2015 | (401,964) | (401,964) | | | | | | |
| Usage Fees for Scarce Resources | 5,376,134 | | 4,565,653 | 810,481 | | | | |
| Postal Authorisations & Rights of Way | - | | | | | | | |
| Amortisation of Deferred Income | - | | | | | | | |
| Other revenues | 107,972 | | | | 86,537 | 21,435 | | |
| Amortisation of Spectrum Equipment | 26,284 | | 26,284 | | | | | |
| Radiocommunication Licences | 715,026 | | | | | | | 715,026 |
| EU Projects Revenue | 338,506 | | | | | | 338,506 | |
| | 9,809,418 | 2,803,872 | 4,591,937 | 810,481 | 528,161 | 21,435 | 338,506 | 715,026 |
| Expenditure | (4,326,837) | (2,810,309) | (329,838) | (314,886) | (528,161) | (5,137) | (338,506) | |
| Spectrum equipment financed via deductions from Govt | 14,425 | | 14,425 | | | | | |
| Finance revenue | 17,791 | 7,573 | | | | 10,218 | | |
| Finance costs | - | - | | | | | | |
| Taxation | (4,317) | (1,136) | | | | (3,181) | | |
| Transfers to government | (5,487,145) | | (4,276,524) | (495,595) | | | | (715,026) |
| Surplus/(deficit) for the financial year | 23,335 | - | - | - | - | 23,335 | - | - |

During the year ended 31 December 2014, the positive difference between the total sum of administrative charges collected and administrative costs incurred in carrying out responsibilities under the ECRA amounted to €401,964.

3. Compensation of 2014 difference

The Authority will be making the respective repayments and compensations required under the ECRA, by offsetting, or repaying where applicable, the amount of €401,964 proportionately to the providers of electronic communications services or networks on which administrative charges were imposed during the year ended 31 December 2014, in two equal portions during the months of July 2015, and December 2015.



Dr Edward Woods
Chairman

26 June 2015