

Written Briefing

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[Resolution Items]

A. DH Chang, Director of the Telecommunications Market Investigation Division (1530)

Briefing on the Results of the 7th KCC Meeting 2014

- One resolution item tabled at today's meeting.

[Resolution Items]

A. Matter related to the corrective measure against SKT, KT and LGU+ for not carrying out the corrective order in relation to their handset subsidy supports

- o The meeting deliberated on whether the three mobile carriers were carrying out the corrective order in relation to handset subsidies.
 - As a result, it was found that the three companies had not fulfilled the KCC's order made on December 27, 2013 that they immediately cease the act of paying handset subsidy in a manner that unjustly discriminates the consumers (in excess of 270,000 won).
 - In response, in accordance with the relevant laws including the Telecommunications Business Act, the meeting sent to the Minister of Science, ICT and Future Planning materials that specify the fact that the carriers failed to execute the KCC's corrective order and

asked the Minister to impose a sanction.

- As for the three carriers' act of discriminating against consumers in an unjust manner with regard to handset subsidy, which was revealed in the process of investigating whether the previous corrective order was being executed, the KCC plans to hold a separate Commission meeting in March and impose sanctions.