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SCHEDULE D7**MIGRATION CHARGES****Version History**

Version No.	Date	Comments
1.0	31/08/06	Agreed version as at date of signature of CCN 1200
3.0	09/07/07	Baseline copy of 1.2
4.0	14/04/08	Baseline copy of 3.1
5.0	23/02/09	Baseline copy of 4.1
5.1	20/03/09	Applying CCN 1251
5.2	20/05/09	Applying RPI for 2009
6.0	06/07/09	Moving all schedules to V6.0 as agreed with Fujitsu
6.1	23/04/10	Applying RPI for 2010
7.0	10/05/10	Moving all schedules to V7.0 as agreed with Fujitsu
8.0	21/02/12	Applying changes as per CCN1289a, CCN1260c and CCN1294d
9.0	13/01/14	Moving all Schedules to v9.0 in accordance with CCN1349
10.0	10/09/15	Moving all Schedules to v10.0 in accordance with CCN1506
11.0	31/03/16	Moving all schedules to V11.0 in accordance with CCN1604
12.0	03/07/17	Moving all schedules to V12.0
13.0		Updating as per CCN1616b and moving all Schedules to v13.0
14.0	20/12/2021	Moving all Schedules to V14.0
15.0	11/04/2024	Moving all Schedules to V15.0

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SCHEDULE D7

MIGRATION CHARGES

1. INTRODUCTION

- 1.1 This Schedule sets out the Charges for hardware and software to be procured for installation in:

1.1.1 Data Centres as part of Project HNG-X; and

1.1.2 Branches as part of Project HNG-X or the Associated Change Activities,

which shall be paid by Post Office to Fujitsu Services.

- 1.2 This Schedule also sets out details of the amount payable by Post Office to Fujitsu Services for the conversion of Old CTO Configurations to New CTO Configurations as part of Project HNG-X.

- 1.3 All amounts set out in this Schedule are exclusive of VAT and shall be invoiced and paid in accordance with Schedule D2.

2. DATA CENTRE CHARGES

- 2.1 Data Centre hardware and software Charges for Financial Year ending 31 March 2007

In consideration for the installation of hardware and software in Data Centres as part of Project HNG-X, Post Office shall pay to Fujitsu Services on the first day of each calendar month in the Financial Year ending 31 March 2007 the sum of £847,795.58.

- 2.2 Data Centre Software Charge for Financial Year ending 31 March 2008

2.2.1 Prior to Purchase Point P2, Post Office shall notify Fujitsu Services of any variations forecast by Post Office to the forecast numbers of Branches and Counter Positions set out in the Table entitled "Branch and Counter Position Limits" in Part 1 of Annex A to Schedule D1 and a pro rata adjustment to the quantity of 35,000 Microsoft Client Access Licences required by Post Office shall be agreed under the Change Control Procedure.

2.2.2 Fujitsu Services shall at Purchase Point P2 procure on behalf of Post Office 35,000 Microsoft Client Access Licences or such other number of such licences as may be agreed pursuant to paragraph 2.2.1.

2.2.3 In consideration for the installation of software in Data Centres as part of Project HNG-X, an amount equal to the aggregate number of Microsoft Client Access Licences to be so procured by Fujitsu Services multiplied by the unit cost to Fujitsu Services of each such Microsoft Client Access

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Licence, multiplied by 100 and divided by 95, shall be invoiceable in full by Fujitsu Services as and from the date of Purchase Point P2 for payment by Post Office.

2.2.4 The indicative aggregate charge for the installation of software in Data Centres under paragraph 2.2.3 is £863,211. This indicative amount assumes a quantity of 35,000 Microsoft Client Access Licences for a Branch estate based on the forecast numbers of Branches and Counter Positions set out in the Table entitled "Branch and Counter Position Limits" in Part 1 of Annex A to Schedule D1.

2.3 Additional Data Centre Hardware Charges for Financial Year ending 31 March 2008

In consideration for the installation of hardware and software in Data Centres for the handling of Sensitive Authentication Data and Cardholder Data as introduced by CCN 1202, Post Office shall pay to Fujitsu Services the sum of £430,622 which shall be payable on 30 June 2007.

2.4 Additional Data Centre Hardware Charges for Financial Year ending 31 March 2009

In consideration for additional hardware and software to be installed in Data Centres in Financial Year ending 31 March 2009, Post Office shall pay to Fujitsu Services the sum of £2,000,000 which shall be payable on 30th September 2008.

2.5 Additional Charges for Removal of the Weekend D approach to Data Centre Migration

In consideration for the removal of the weekend D approach to Data Centre migration as documented in CCN1251, Post Office shall pay to Fujitsu Services the sum of £500,000 which shall be payable on 27th February 2009.

3. **BRANCH CHARGES**

3.1. Indicative quantities of Flat Screens to be installed in Branches as part of Project HNG-X and are set out in Table 1 below. The quantities set out in Table 1 are based on the forecast numbers of Branches and Counter Positions set out in the Table entitled "Branch and Counter Position Limits" in Part 1 of Annex A to Schedule D1. Prior to Purchase Point P4, Post Office shall notify Fujitsu Services of any variations forecast by Post Office to the forecast numbers of Branches and Counter Positions set out in the Table entitled "Branch and Counter Position Limits" in Part 1 of Annex A to Schedule D1 and pro rata adjustments to the quantities specified in Table 1 shall be agreed under the Change Control Procedure accordingly

3.1A Table 1 also includes confirmed quantities of 3G, 4 port routers as confirmed at Purchase Point P1.

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- 3.2 The Charges for hardware and software referred to in Table 1 below shall be calculated by Fujitsu Services and paid by Post Office to Fujitsu Services as described in paragraphs 3.3, 3.4 and 3.5.

Table 1	Financial Years ending 31 March						
	2007	2008	2009	2010	2011	2012	2013
Hardware for Branches							
3G, 4 Port Router							
Quantity			12,897				
Annual Charge			£4,683,370	£0			
Flat Screen replacement							
Quantity			980	2,427	2,956	3,535	4,176

- 3.3 In respect of the 3G, 4 port routers:

- 3.3.1 Fujitsu Services shall procure the quantities in each Financial Year specified in Table 1 above, as adjusted pursuant to paragraph 3.1; and
- 3.3.2 the total Charge for 3G, 4 port routers in 2009 shall become due for payment on the 30th March 2009. The total Charge for 3G, 4 port routers in 2010 shall become due for payment in accordance with paragraph 3.3.3. The values specified in Table 1 above are inclusive of margin.
- 3.3.3 Post Office has agreed to pay Fujitsu Services' costs up to a maximum amount of £100,000 to provide an enhanced solution in relation to branch routers and resultant network coverage. Fujitsu will provide Post Office with evidence before Post Office commits to this additional expenditure that reasonably satisfies the Post Office of the benefits that this enhanced solution would provide. Where, without prejudice to the future operation of paragraph 1.5 of Schedule D1, Fujitsu Services needs to bear any additional costs (in excess of the sum payable by Post Office) necessary for Fujitsu Services to meet any existing related contractual obligations (as amended by relevant correspondence, if any) relating to branch routers and network coverage, this shall be set out in a CCN. If Post Office is not satisfied that Fujitsu has proved the value of the enhanced solution it shall not be obliged

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to incur this additional expenditure and both parties shall revert to their respective rights and obligations prior to this CCN in these respects.

3.4 Not Used

3.5 Not Used.

3.6 The indicative annual charges for 3G, 4 Port Routers that are set out in Table 1 above are on the basis of the quantities of each of those items set out in Table 1 (which are based on the numbers of Branches and Counter Positions set out in the Table entitled "Branch and Counter Position Limits" in Part 1 of Annex A to Schedule D1).

4. INDEXATION

The Charges referred to in paragraph 5 in this Schedule D7 shall be adjusted for RPI in the same manner and at the same times as the Indexed Charges (other than the Near Shore and Offshore Rates) are adjusted for RPI, as set out in paragraph 16 of Schedule D1. The charges and rates so adjusted shall be recorded in a new version of this Schedule D7. Charges for hardware in this Schedule D7 are not subject to RPI adjustment.

5. HNG-X CTOs

Fujitsu Services has agreed to install 374 New CTO Configurations within 57 CTOs and shall complete such installation no later than Trigger Point T6 (Counter Application Rollout Complete). In consideration of Fujitsu Services carrying out such installations, Post Office shall pay to Fujitsu Services the sum of £78,527 which sum shall be invoiced by Fujitsu Services following completion of all such installations. Any third party charges in respect of such installations shall be payable by Post Office.

6. ASSOCIATED DOCUMENTS

6.1 The following CCDs are associated with this Schedule D7:

	Document Reference	Document Title
1	Horizon Capacity Management and Business Volumes	PA/PER/033
2	Withdrawn in CCN1616b	

6.2 The following CRDs are associated with this Schedule D7:

	Document Reference	Document Title
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	NO CRDs APPLICABLE	
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