**Schedule** **3 (****Charges)**

1. **How Charges are calculated**
   1. The Charges:
      1. shall be calculated in accordance with the terms of this Schedule;
   2. Any variation to the Charges payable under a Contract must be agreed between the Supplier and the Buyer and implemented using the procedure set out in this Schedule.
2. **The pricing mechanisms**

The pricing mechanisms and prices set out in Annex 1 shall be available for use in calculation of Charges in this Contract.

1. **When the Supplier can ask to change the Charges**
   1. The Charges will be fixed for the first **3** years following the Start Date (the date of expiry of such period is a "**Review Date**"). After this Charges can only be adjusted on each following yearly anniversary (the date of each such anniversary is also a "**Review Date**").
   2. The Supplier shall give the Buyer at least three (3) Months' notice in writing prior to a Review Date where it wants to request an increase. If the Supplier does not give notice in time then it will only be able to request an increase prior to the next Review Date.
   3. Any notice requesting an increase shall include:
      1. a list of the Charges to be reviewed;
      2. for each of the Charges under review, written evidence of the justification for the requested increase.
   4. The Buyer shall consider each request for a price increase. The Buyer may grant Approval to an increase at its sole discretion.
   5. Where the Buyer approves an increase then it will be implemented from the first (1st) Working Day following the relevant Review Date or such later date as the Buyer may determine at its sole discretion and Annex 1 shall be updated accordingly.
2. **Other events that allow the Supplier to change the Charges**
   1. The Charges can also be varied (and Annex 1 will be updated accordingly) due to:
      1. a Specific Change in Law in accordance with Clauses 28.6 to 28.8;
      2. a request from the Supplier, which it can make at any time, to decrease the Charges;
      3. verification of the Allowable Assumptions in accordance with Paragraph 9.

**Annex** **1: Rates and Prices**

***REDACTED TEXT***