

SPACE LICENSE AGREEMENT

THIS AGREEMENT made on the 6th day of October 1998

**BETWEEN:** 1584 Holdings Ltd. &  
Hong Kong Construction Ltd.  
208 - 2105 West 38th Ave.  
Vancouver, B.C. V6M 1R8

(Hereinafter referred to as "THE LICENSOR")

OF THE FIRST PART

**AND:** GT GROUPTELECOM NETWORKS INC.  
Suite 300 - 840 Howe Street  
P.O. Box 40,  
Vancouver, BC  
V6Z 2L2

(Hereinafter referred to as "GTN")

OF THE SECOND PART

**WHEREAS:**



- A. THE LICENSOR has agreed to license certain space, as approved by THE LICENSOR in attached Schedules and/or Addendum, to GT Group Telecom Networks Inc., it's successors and assigns to install, operate and maintain communications equipment, cabling, connections and associated hardware on a non exclusive basis, in or on the buildings and lands at :

857 BEATTY ST.

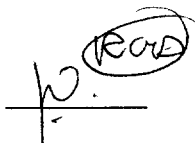
(Hereinafter referred to as "THE SITE").

NOW THIS AGREEMENT WITNESSETH that in consideration of the mutual promises herein contained, the parties agree each with the other as follows:

1. THE LICENSOR hereby grants a license to GTN for certain areas in and on THE SITE designated for the purpose of installing, operating and maintaining cabling, connections and ancillary equipment (hereinafter referred to as the "EQUIPMENT") so as to provide telecommunication services.
2. On termination of this agreement, GTN will remove all EQUIPMENT and cabling installed pursuant to this agreement, save that in Schedule A. GTN shall make good all damage and indemnify against all losses, costs and expenses relating to the installation, operation, or removal of such EQUIPMENT. Upon mutual agreement, THE LICENSOR will have the right to assume ownership of the EQUIPMENT and cabling, or portions thereof, without payment.

  
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3. GTN will not at any time install additional EQUIPMENT until it has provided a set of plans, and THE LICENSOR has approved those plans.
4. GTN will have free and reasonable access to THE SITE during normal business hours provided that the building manager has received prior notice thereof. After normal business hours, access to THE SITE will only be with the prior approval of THE LICENSOR, such approval not to be unreasonably withheld or delayed.
5. GTN will at all times during the term of this agreement, keep the EQUIPMENT in good repair and will comply with all relevant laws and will, at their cost, ensure that at no time does the EQUIPMENT or the operation and location of the EQUIPMENT prohibit the normal operations or renovations of THE SITE.
6. Should interference develop at any time between the installations of other users of THE SITE and those of GTN, GTN shall promptly agree to cooperate in determining the cause of such interference and shall take immediate steps to resolve the interference at its own expense should GTN be at fault and without prior rights.
7. GTN will maintain liability insurance on terms and in amounts sufficient to insure against, and save harmless THE LICENSOR from, any claims for damages due to damage to property or injury to persons (including death) arising out of the installation, maintenance and operation of the EQUIPMENT. Upon request, GTN will provide THE LICENSOR with proof of such insurance.
8. GTN will pay all costs, taxes and other levies related to the installation, maintenance, operation and relocation of the EQUIPMENT.
9. Each of the parties hereto acknowledge and agree that this agreement constitutes the giving of a license and does not constitute or contain any lease of property.
10. This Agreement enures to the benefit of and is binding on the parties to the Agreement and their respective heirs, executors, administrators and permitted assigns.
11. In the event of any breach of this Agreement the party not in breach shall give the party in breach written notice both describing the breach and setting a reasonable time within which it must be cured. If a resolution is not achieved within thirty days from the receipt of the written notice, then a party may move for mandatory, binding arbitration pursuant to the Commercial Arbitration Act of BC.
12. Should at any time during the term of this agreement the Licensee feel that the terms and conditions of this agreement or the technologies of the Licensee are not economically viable, the Licensee may terminate this agreement upon 60 day notice to the Licensor. All obligations save for continued license fees will remain until the Licensee has removed the Equipment and restored the premises or transferred ownership as per the provisions of this agreement.

  
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IN WITNESS WHEREOF the parties hereto have executed this agreement as of the day, month and year first above written.

THE AUTHORIZED SIGNATURE OF:

Hong Kong Construction Ltd. ("THE LICENSOR") 1584 Holdings Ltd.

\_\_\_\_\_  
(Authorized signature)

Date: Oct. 6/98

/ (Authorized Signatory)

Oct. 6/98

\_\_\_\_\_  
(Name)

Secretary  
(Title)

Director

GT GROUP TELECOM NETWORKS INC. (GTN)

\_\_\_\_\_  
(Authorized signature) ("THE LICENSEE")

Date: Oct 18/98.

Dan Bouillet  
Vice President Network Facilities

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**SPACE LICENSE AGREEMENT - SCHEDULE "B"**  
**857 BEATTY ST.**

**DESCRIPTION**

Cable and related hardware from demarcation rack, up to but not limited to rack floor space [approximately 100 Sq. Ft in a room to be designated by the Licensor], access to riser cabinets, raceways, distribution boxes, horizontal distribution cable and if applicable rooftop access and roof top space.

**SPECIAL REQUIREMENTS**

**DIAGRAMS [TYPICAL], PHOTOGRAPHS, AND SCHEMATICS**

**ACKNOWLEDGEMENTS**

The following authorized signatories acknowledge and permit the presence of GT Group Telecom Networks Inc. personnel and equipment on the site and accept this schedule as an extension of and subordinate to the Space License Agreement between ...~~Hong Kong Construction~~...&...  
.....1584 Holdings Ltd. .... and GT Group Telecom Networks Inc.  
DATED.....Oct. 6/98.....

**Building Owner or Property Manager**  
~~Hong Kong Construction Ltd.~~  
Name.....

**GT Group Telecom Networks Inc.**

Signature

Date.....Oct. 6/98.....

Date.....Oct 13/98.....

1584 Holdings Ltd.

Oct. 6/98

**SPACE LICENSE AGREEMENT - SCHEDULE "A"**  
**857 BEATTY ST., VANCOUVER, BC**

**DESCRIPTION**

Fiber Optic entry cable, up to and including demarcation rack, which may require approximately ten sq. feet of floor space in a room designated by Licensor, as well as approximately twelve sq. ft of wall space for cable maintenance loop cabinet.

**SPECIAL REQUIREMENTS**

**DIAGRAMS [TYPICAL], PHOTOGRAPHS, AND SCHEMATICS [Attach]**

**ACKNOWLEDGEMENTS**

The following authorized signatories acknowledge and permit the presence of GT Group Telecom Networks Inc. personnel and equipment on the site and accept this schedule as an extension of and subordinate to the Space License Agreement between Hong Kong Construction Ltd. & 1584 Holdings Ltd. and GT Group Telecom Networks Inc. DATED.....Oct. 6/98.....

Building Owner or ~~Property Manager~~  
Hong  
Name....

Signature.....

Date.....Oct. 6/98.....

GT Group Telecom Networks Inc.

Date.....Oct 8/98.....

