Business Terms and Conditions for Registrars

Effective since _____ 2010.

1. INTRODUCTORY PROVISIONS

- 1.1. This document defines business terms and conditions for Registrars of
 - 1.1.1. Second-level Domain Names under ccTLD .cz;
 - 1.1.2. Domain Names under the ENUM domain of .0.2.4.e164.arpa.
- 1.2. Capitalized terms used in these Business Terms and Conditions shall have the following meaning:
 - 1.2.1. **Pricelist** a pricelist of services provided by CZ.NIC.
 - 1.2.2. **Central Registry** a database of Domain Names, their holders and other person maintained by CZ.NIC. The Central Registry is the source for Domain Name registration in the CZ zone maintained by the primary name server. The Central Registry is accessed by Registrars.
 - 1.2.3. **CZ.NIC** the interest group of legal persons CZ.NIC, Identification No. 67985726.
 - 1.2.4. **Domain Name** a second-level domain under ccTLD .cz or an ENUM domain under .0.2.4.e164.arpa.
 - 1.2.5. Registrar a person with which CZ.NIC has made an agreement under these Business Terms and Conditions. The Registrar is authorized to access the Central Registry and submit requests for changes in records maintained in the Central Registry. Only one Registrar may be entered at a given time for every Domain Name.
 - 1.2.6. **Customer** a person that is the end user of the services provided by CZ.NIC.
 - 1.2.7. Rules documents published by CZ.NIC that contain descriptions of the procedure for registering Domain Names and related records, Rules of Domain Name Use, Rules of Keeping Central Registry, Rules of Alternative Dispute Resolution, Rules of Technical Communication, communication protocol description etc.
- 1.3. Based on the agreement made between the Registrar and CZ.NIC, the Registrar is authorized to use the services provided by means of the Central Registry (in particular Domain Name registration, Domain Name registration renewal, Domain Name record administration etc.) and DNS services (in particular the maintenance of records on delegated Domain Names in the primary name server), and for the services provided by CZ.NIC the Registrar shall pay the price specified in the Pricelist.

2. REGISTRAR

- 2.1. Only a legal entity may be a Registrar, which
 - 2.1.1. Has its registered office in an EU Member State, in an country belonging to the European Economic Area, or in an EFTA Member State, or
 - 2.1.2. Is an ICANN-Accredited Registrar (Internet Corporation for Assigned Names and Numbers).
- 2.2. The Registrar's assets may not be subject to bankruptcy, no bankruptcy or settlement procedure may not be initiated against the Registrar or the bankruptcy initiation may not be rejected due to a lack of assets, and the Registrar may not be in liquidation.
- 2.3. The Registrar's information system must communicate with the Central Registry using the communication protocol required according to the technical specifications stated in the Rules.
- 2.4. The Registrar must provide CZ.NIC a contact telephone number staffed on a 7x24x365 basis, which will be used to solve technical and operation issues.
- 2.5. Before executing an agreement with CZ.NIC, the Registrar shall present an excerpt from the Commercial Register or any other analogous register where the Registrar is entered, and an affirmation as evidence that the requirement specified in Article 2.2 has been fulfilled. All documents are to be presented in originals or officially certified copies. Unless stated otherwise, the documents may not be older than 3 months upon presentation. CZ.NIC may request other documents and, if required, also explanations of the presented documents, in particular in the form of personal presentation.
- 2.6. If CZ.NIC is presented with any deed in a language other than Czech, Slovak or English, then appended to the deed must be a sworn translation of the deed in the Czech language, including authentication clauses if any.

3. AGREEMENT BETWEEN CZ.NIC AND REGISTRAR

- 3.1. These Business Terms and Conditions form an integral part of the agreement made between CZ.NIC and the Registrar. By executing the agreement the Registrar accepts these Business Terms and Conditions, the Rules as well as other documents stated in these Business Terms and Conditions or published by CZ.NIC in connection with these Business Terms and Conditions, Domain Names, their registrations and related matters, and agrees to observe them. The agreement stipulates to which Domain Names (see Article 1.1) the agreement pertains.
- 3.2. The agreement is made for a term of 1 year. If none of the parties notifies the other contracting party at least 1 month before the term expires, for which the agreement is made, that it does not wish to continue the contractual relationship, the agreement will automatically, without further ado, change into an agreement made for an unlimited period of time. A notification informing that one contracting party does not wish to continue the contractual relationship will take effect upon delivery of its written form to the other contracting party, and the agreement will be terminated upon expiration of the term for which it has been made.
- 3.3. Either of the contracting parties may terminate the agreement, which has been changed into an agreement for an unlimited period of time according to Article 3.2, without stating a reason. The notice period will in such a case be 3 months, starting on the first day of the month following notice delivery to the other contracting party.
- 3.4. The contracting parties may terminate the agreement also on the following grounds. In this case, the notice period will be 1 month, starting on the first day of the month following notice delivery to the other contracting party.
 - 3.4.1. CZ.NIC may terminate the agreement if
 - 3.4.1.1. The Registrar has repeatedly or in a particularly gross manner breached its obligations arising from these Business Terms and Conditions or the agreement;
 - 3.4.1.2. The Registrar no longer fulfills the requirements defined in Article 2, or
 - 3.4.1.3. Other provisions of the Business Terms and Conditions explicitly stipulate so.
 - 3.4.2. The Registrar may terminate the agreement if
 - 3.4.2.1. CZ.NIC has repeatedly or in a particularly gross manner breached its obligations arising from these Business Terms and Conditions or the agreement, or
 - 3.4.2.2. Other provisions of the Business Terms and Conditions explicitly stipulate so.
- 3.5. CZ.NIC may also withdraw from the agreement on the below grounds. The withdrawal will take effect upon delivery of the withdrawal notice to the Registrar. CZ.NIC may withdraw from the agreement if
 - 3.5.1. The Registrar has made changes in the Central Registry without notifying its Customer thereof, contrary to the Customers' instructions or in violation of the Rules.;
 - 3.5.2. The Registrar has breached the principles of protecting the Customers' personal data, or
 - 3.5.3. The Registrar has breached any any of the provisions of Article 6, or 8.5 to 8.11;
 - 3.5.3.3.5.4. Other provisions of the Business Terms and Conditions explicitly stipulate so.
- 3.6. In the case of withdrawal, the contracting parties will not be obligated to return to one another any payments made before the withdrawal. This does not affect the Registrar's entitlement to a refund of any unused portion of its deposit.

4. COMMERCIAL TERMS AND CONDITIONS

- 4.1. The Registrar shall pay CZ.NIC an annual fee according to the valid Pricelist for every commenced calendar year.
 - 4.1.1. In the first year of the agreement term, the annual fee will be due 10 days from the effective date of the agreement and equal to 1/12 of the annual fee for every even commenced month remaining until the end of the given calendar year.
 - 4.1.2. The annual fee in the subsequent years will be due by the 10th day of January of the given calendar year.
- 4.2. The Registrar shall annually make a deposit with CZ.NIC, which will be used to pay for fees for the services rendered by CZ.NIC according to the Pricelist. The Registrar may at any time increase the deposit made in excess of the minimum amount defined in the Pricelist.
 - 4.2.1. The deposit in the first year of the agreement term shall be made within 10 days of the effective date of the agreement at an amount equal to 1/12 of the deposit defined in the Pricelist for every commenced month remaining until the end of the given calendar year. If the

Pricelist gives an option to make the deposit in installments paid throughout the calendar year, the first portion of the deposit shall be made at an amount equal to 1/12 of the nearest preceding deposit portion for every commenced month remaining until the due date of the nearest following deposit portion; the remaining portions of the deposit shall then be paid at amounts defined in the Pricelist.

- 4.2.2. The deposit in the subsequent years must be made by the 10th day of January of the given calendar year. If the Pricelist gives an option to make the deposit in installments paid throughout the calendar year, the deposit shall be made by the relevant deadline at an amount specified in the Pricelist for the given deadline.
- 4.3. The Registrar's requests for services to be rendered by CZ.NIC shall be paid for by means of the deposit. If the unused amount of the deposit is not sufficient to pay the price of a service delivered to the Registrar, then service delivery requests will be rejected or services will not be rendered.
 - 4.3.1. If, during the calendar year, the Registrar uses up a portion of the deposit that is lower than the deposit amount according to Art. 4.2.1 in the first year or according to Art. 4.2.2 in the subsequent years, the Registrar shall pay CZ.NIC liquidated damages equal to the difference between such a deposit and the amount used up.
 - 4.3.2. The unused deposit will automatically be set off against such liquidated damages.
 - 4.3.3. If, during the calendar year, the Registrar uses up an amount of the deposit to pay for the services provided by CZ.NIC and this amount is higher than the deposit made according to Art. 4.2.1 in the first year or according to Art. 4.2.2 in the subsequent years, the Registrar needs not pay the remaining portions of the deposit that are due in the given calendar year.
- 4.4. Accounts for the deposit and the services rendered will be rendered on a monthly basis retroactively. CZ.NIC will upon the Registrar's request communicate the current balance of the unused deposit. CZ.NIC may use the unused deposit to settle its receivables from the Registrar. The remaining portion of the unused deposit shall be returned to the Registrar within 30 days of the end of the agreement.
- 4.5. If the Registrar falls in default with paying the annual fee, deposit or any portion thereof, CZ.NIC may suspend its communication with the Registrar until full payment (Article 8.31.1 shall in such a case be applied analogously) or suspend accepting new Domain Name registrations, Domain Name registration renewals and/or requests for Domain Name transfer under the Registrar's management (Article 8.58.4 shall in such a case be applied analogously); however, the maximum period of suspension defined in Article 8.58.4 will not apply in this case). If the default with payment last more than 1 month, CZ.NIC may terminate the agreement.
- 4.6. The decisive moment for settling any payment to CZ.NIC is when the amount has been credited to CZ.NIC's account.

5. RELATIONSHIPS BETWEEN REGISTRAR AND CUSTOMERS

- 5.1. The contractual relationships between the Registrar and its Customers are governed by the agreement between the Registrar and the particular Customer. The agreement between CZ.NIC and the Registrar does not give rise to any rights on the part of Customers toward CZ.NIC or the Registrar. CZ.NIC cannot be held liable for the content of any agreements between the Registrar and the Customer. CZ.NIC does not decide on any rights or rightful interests arising from contractual relationships between the Registrar and the Customer. CZ.NIC does not judge on the quality, correctness or compliance of the Registrar's standard business terms and conditions or the Registrar's standard agreements with Customers. The execution of an agreement between CZ.NIC and the Registrar or the depositing of new versions of standard business terms and conditions or standard agreements with Customers does not represent their approval by CZ.NIC.
- 5.2. An agreement between the Registrar and the Customer must meet the following minimum parameters; the Registrar is not authorized by and provision of its agreement with the Customer or by any other document to change the meaning of these parameters or to cancel or limit them.
 - 5.2.1. The Customer may at any time terminate its agreement with the Registrar if the Registrar has grossly breached the agreement.
 - 5.2.2. The agreement between the Registrar and the Customer must define conditions, under which the Customer may change the Registrar.
 - 5.2.3. The agreement between the Registrar and the Customer must contain a provision, by means of which the Customer will grant its consent to CZ.NIC to access the Customer's data.
 - 5.2.4. The contractual relationship between the Registrar and the Customer shall comply with the Rules of Registration in force.
- 5.3. The Registrar may fulfill its obligations also by means of sub-registrars. In such a case, the contractual relationships with the Customer may be governed by an agreement between the Customer and the

sub-registrar. The Registrar shall ensure that its sub-registrars fulfill the obligations arising from these Business Terms and Conditions for the Registrar. The Registrar is liable for all activities performed by its sub-registrar as if they were performed by the Registrar itself. The Registrar shall upon request present CZ.NIC with a complete list of all its sub-registrars as of a given date, which will make it possible to identify the sub-registrars.

5.4. The Registrar shall communicate to the Customer, within 2 working days of receiving a due request from the Customer and verifying the Customer's identification details in compliance with the conditions set by the given Registrar, the information kept on the Customer in the Central Registry, provided that the information pertains to a record on a specific contact or namerserver set, for which the Customer is registered, or a record on a specific Domain Name, the holder of which is the Customer.

6. DOMAIN NAME REGISTRATION

- 6.1. When registering Domain Names, the Registrar shall proceed in compliance with the Rules in force.
- 6.2. The Registrar shall ensure that the Domain Name holder accepts the Rules as well as other related documents in a manner defined therein.
- 6.3. The Registrar must not offer the registration fo a Domain Name which is currently registered by a third person as of the order date.
- 6.4. The Registrar must not register the Domain Name for which a Customer has applied for registration with the Registrar, whether for the Registrar as a holder or in favour of a third party considered an affiliated undertaking with respect to the Registrar1. However, this shall not include the case when the Registrar does so on the basis of the Customer's express instruction, for a period before the Registrar receives the payment of the price for the Domain Name registration from the Customer.
- 6.5. If two or more Customers order the registration of an identical Domain Name, the Registrar shall register the Domain Name for the Customer that was the first to order the registration ("first come, first served"). The Registrar is entitled to request that Domain Names are only registered after the price for the Domain Name registration is settled by the Customer, and may register Domain Names in the succession in which the registration has been paid, i.e. not in the succession in which registration was ordered.
- 6.6. If the Registrar registers a Domain Name without waiting for the Customer's payment of the price, the Registrar shall guarantee the price for the Domain Name registration in the amount valid as of the order date.
- 6.7. If the Registrar registers a Domain Name after the Customer's payment of the price, the Registrar shall guarantee the price for the Domain Name registration in the amount valid as of the order date for a minimum period of 10 calendar days following the registration order. The only exception is a change in the value added tax rate, or a change in the price list of CZ.NIC between the order date and the registration date.
- 6.8. The Registrar must not provide third parties with information about orders for the registration of specific Domain Names, especially before the relevant Domain Name is registered for the Customer.

7. PERSONAL DATA PROTECTION

- 7.1. CZ.NIC acts as administrator of personal data of the persons kept in the Central Registry. The Registrar is the processor of such personal data. The purpose, means and scope of the processed personal data is defined in these Business Terms and Conditions, the Rules of Registration and in other related documents.
- 7.2. The Registrar shall process personal data of the persons kept in the Central Registry in compliance with the legislation governing personal data processing.
- 7.3. If the person kept in the Central Registry is an individual, the personal data required for identification includes the person's name and surname, date of birth, place of residence and number of the document that was used to check the person's identity. The agreement between the Registrar and the Customer may also specify other personal data that is required for agreement execution and fulfillment.

¹ Section 66a of Act 513/1991 Coll., the Commercial Code, as amended.

- 7.4. The Registrar may not disclose personal data of the persons kept in the Central Registry to any third party. If the data kept in the Central Registry on a particular person is marked as not to be made accessible by means of public information services (WHOIS etc.), the Registrar may not make such data accessible by means of the public information services provided by itself, not even in case the Registrar has access to such data based on its communication with the Central Registry; the Registrar is however obligated to make such data accessible to the person to which the data pertains.
- 7.5. The Registrar shall acquire consents of the persons, whose personal data is entered in the Central Registry, with the disclosure of such data and with the publishing of the same in particular by means of the Internet. CZ.NIC may publish personal data of the persons kept in the Central Registry.
- 7.6. The Registrar is responsible for ensuring that all information and data provided to the Registrar by its Customer are handed over to CZ.NIC complete and accurate, shall make reasonable effort to verify such information and is obligated to make the Customer aware of the consequences of stating untrue details. The Registrar shall upon request by CZ.NIC present within 14 days of receiving such a request documents that can be used to verify whether the given data is complete and accurate.
- 7.7. The Registrar shall archive all agreements made with the Customer as well as source documents confirming that the Customer data is complete, true and accurate, including documents evidencing that the holder has accepted the Rules of Registration and the Rules of Alternative Dispute Resolution. The Registrar shall archive the documents evidencing that the information submitted by the Customer is complete, true and accurate, based on which entries or changes thereof have been made in the Central Registry. The Registrar shall archive all such data for at least 5 years from the end of its contractual relationship with the Customer. Upon request by CZ.NIC, the Registrar shall at any time during the period specified in this paragraph present CZ.NIC, within 14 days of receiving such a request, copies of these source documents, either in an electronic or written form depending on their original form. The obligations stipulated in this paragraph are not affected by the termination of the contractual relationship between CZ.NIC and the Registrar.

8. TECHNICAL RULES OF REGISTRAR'S ACTIVITIES

- 8.1. Technical parameters of communication between CZ.NIC and the Registrar are defined in the Rules or, if relevant, in other documents regulating the operation of the Central Registry.
- 8.2. The Registrar is responsible for ensuring a correct configuration of the technical means used by the Registrar for communication with CZ.NIC as well as for its connection to the Central Registry up to the level of external routers of CZ.NIC.
- 8.3. The Registrar is obligated to adopt such measures so that public information services (WHOIS etc.), which the Registrar itself provides and which can be used to access data in the Central Registry, cannot be used to acquire data from the Central Registry in a bulk manner and/or by automated means.
- 8.4.8.3. CZ.NIC may for technical reasons for the necessary period of time interrupt and/or limit its communication with the Registrar if the technical communication from the Registrar is or has been performed in violation of these Business Terms and Conditions or the Rules. CZ.NIC cannot in such a case be held liable for any damage caused by the interruption or limitation of communication.
- 8.4. CZ.NIC may suspend accepting new Domain Name registrations, Domain Name registration renewals and/or requests for Domain Name transfer under the Registrar's administration if the Registrar generates requests in its communication with CZ.NIC that are non-compliant with the Rules. CZ.NIC shall notify the Registrar of such a suspension. The suspension may take maximum 1 week. If more than one suspension occurs during 1 month, CZ.NIC may terminate its agreement with the Registrar. CZ.NIC cannot be held liable for any damage caused by the suspension according to this paragraph.
- 8.5. The data contained in the Central Registry, and the information provided by the Information Services of CZ.NIC are only intended for the purpose of Domain Names registration. The Central Registry is subject to legal protection under the relevant provisions regarding the protection of databases. Data, information or parts thereof may not be collected, reproduced, stored or transferred in excess of the purpose of the Central Registry, in any form, without prior consent of CZ.NIC. The use of data, information or parts thereof in conflict with the determined purpose may be considered a violation of the rights of CZ.NIC, persons whose data are kept in the Central Registry, and/or the executors or copyrights. The violation of such rights shall especially include the collection and/or provision of data or any parts thereof for the purpose of sending unsolicited communication, or causing detriment to network services and rights of the persons entered in the Central Registry.
- 8.6. The Registrar is not entitled to use the Central Registry to obtain such information on Domain Names and contacts, which are not directly intended for the registration or management of specific Domain Names for specific Registrar's Customer.

- 8.7. The Registrar not entitled to create full or partial copies of the Central Registry databases, or own databases containing data identical with the data kept in the Central Registry, or databases comprising identifiers (e.g. contact ID) that may refer to the Central Registry. This restriction does not apply to databases containing information on specific Registrar's Customers and their contacts, and/or data regarding specific Domain Names, where the Registrar acts as the designated registrar, or which are entered in the Registrar's database independently of the Registrar; however, the Registrar shall not in such a case allow the Customer to access the Central Registry's entries with the use of such entered data, using means of bulk and/or automatic communication.
- 8.8. The Registrar is obligated to adopt such measures so that public information services (WHOIS etc.), which the Registrar itself provides and which can be used to access data in the Central Registry, cannot be used to acquire data from the Central Registry in a bulk manner and/or by automated means.
- 8.9. The Registrar shall not allow third parties to access data in the Central Registry using unrestricted bulk or automatic means of communication.
- 8.10. Upon request of CZ.NIC, the Registrar shall prove the source of queries sent by the Registrar to the Central Registry. This obligation shall mutatis mutandis apply to the provisions of Article 7.7..
- 8.11. The Registrar shall not in any way involved in the business of other registrars or third parties leading to the violation of the present Business Terms and Conditions, whether in the form of property or personal interconnection or form of cooperation on the basis of a contractual relationship.

9. CHANGES IN DOCUMENTS

- 9.1. CZ.NIC may at any time change these Business Terms and Conditions, Pricelist, Rules as well as other documents referred to in these Business Terms and Conditions or published by CZ.NIC in connection with these Business Terms and Conditions, Domain Names, their registrations and related facts, as well as the scope or structure of the services provided.
- 9.2. CZ.NIC shall announce any changes made according to Art. 9.1 at least 1 month before the effective date of such a change by publishing the change at http://www.nic.cz.
- 9.3. The Registrar may on the basis of the announced change of the Business Terms and Conditions, Pricelist or technical specifications of the communication protocol according to Art. 9.2 terminate its agreement made with CZ.NIC according to these Business Terms and Conditions at least 7 days before the change takes effect, otherwise the termination will be null and void. The agreement will in the case of such a termination end as of the effective date of the change. If the Registrar does not terminate the agreement within the given period of time, it will be deemed that the Registrar accepted the change as of the effective date thereof.

10. COMMUNICATION OF CONTRACTING PARTIES

- 10.1. Any notices that relate to the performance of the agreement or pertain to the agreement as such, or which are to be made on the basis of the agreement, must be made in writing (in a paper or electronic form) and delivered to the other Contracting Party in person, by registered letter or in any other form of registered post communication to the latest address communicated by the receiving Contracting Party; if there is no such address, then to the address stated in the agreement, or electronically using a verified electronic signature.
- 10.2. The notice according to Art. 10.1 will be considered delivered if the recipient refuses to accept it or fails to collect it at the address communicated by the Contracting Party or, if there is no such address, at the address stated in the agreement, within 15 days. In such a case, the notice will be deemed delivered on the date of refusal to accept it or on the date when the letter was deposited with the delivering post office.
- 10.3. All communication shall be conducted in the Czech, Slovak or English language.

11. GOVERNING LAW AND DISPUTE RESOLUTION

11.1. The contractual relationship between CZ.NIC and the Registrar will be governed by the legislation in force in the Czech Republic and the agreement between the Registrar and CZ.NIC is made as an unspecified agreement pursuant to the provisions of Section 269 (2) of the Commercial Code.

- 11.2. The language of the agreement between the Registrar and CZ.NIC, all contractual documents and documents referred to in the agreement, is the Czech language. If the agreement or any of the aforementioned documents is made in multiple language versions, the Czech language version shall prevail. Translations into other languages are informative only.
- 11.3. The Contracting Parties undertake to make their best effort to eliminate and settle their mutual disputes arising from their contractual relationship made according to these Business Terms and Conditions or in connection with their contractual relationship and resolve such disputes preferably by means of their representatives authorized to negotiate. If CZ.NIC and the Registrar cannot resolve their dispute amicably, either of the Parties may present the dispute for resolution to the Arbitration Court with the Economic and the Agrarian Chambers of the Czech Republic. The arbitration proceeding shall be conducted by three arbiters in Prague in the Czech language according to the Rules of Procedure of the said Arbitration Court. The arbitration award shall be final and binding upon both Contracting Parties.

12. FINAL PROVISIONS

- 12.1. The agreement between CZ.NIC and the Registrar may only be changed in writing by means of numbered amendments to the agreement; this does not affect the right to make changes according to Art. 9.
- 12.2. The agreement between CZ.NIC and the Registrar takes effect on the date of its execution by the Contracting Parties. If the agreement is not signed by the Contracting Parties on the same day, the agreement will take force and effect on the date when the agreement is signed by the latter Contracting Party.
- 12.3. These Business Terms and Conditions have been published by CZ.NIC with effect from ______, 2010.