Priedas Nr. 4. / Annex 4

Rates Recalculation Conditions

Rates will be recalculated on the following conditions during the term of the Contract:

1. The first recalculation shall take place no earlier than 6 (six) months after the entry into force of the Contract.
2. During the period of validity of the Contract, the Rates may be recalculated and changed no more than once every 6 (six) months.
3. The recalculation shall be performed at regular intervals at least 6 (six) months after the entry into force of the Contract or at least 6 (six) months after the last recalculation day in the following circumstances:
3.1. if, according to the data of the Statistics Lithuania State Data Agency, the annual inflation of the Republic of Lithuania (based on consumer price index (CPI)) reaches 7 or a higher percentage value, or the annual deflation falls to -7 or a lower percentage value (data source http://www.stat.gov.lt);
3.2. The Party initiating the recalculation of Rates shall notify the other Party in writing of its wish to recalculate Rates.
4. The The rates shall be recalculated according to the formula presented below:

$$C_{pn} = S_n \times (1 + (I - X)/100)$$

C_{pn} is the applicable rates recalculated for Service(s);

S_n is the applicable rates provided for in the Contract for Service(s)

I – the percentage value of the annual inflation/deflation (in the case of deflation, the value is entered with a ‘minus‘ sign) (based on consumer price index (CPI)). The last value of the annual inflation/deflation in the Republic of Lithuania published in the last month preceding the month in which the request for recalculating the Rates was made is used for the recalculation (in any case, no earlier than 4 (four) month/months after the effective date of the Contract or after the last recalculation of the Rates due to inflation/deflation), e. g, if the request is made in December, the inflation/deflation value published in November will be used in the recalculation;

X – in case of deflation (-7), in case of inflation 7.

5. Recalculated Rates shall enter into force on the date of signing the agreement between the two Parties on the amendment to the Contract unless the agreement itself provides otherwise.
6. For Services ordered before the date of signing the agreement on the recalculation of the Rates, the Buyer shall settle payments according to the previously applicable Rates, and for Services ordered after the date of signing the agreement, Service Provider shall be settled in accordance with the Rates applicable after the recalculation.