

Clock Allocation Phase - Lots to be allocated

Round 1

Acquisition Limit of 2 x 15 MHz (3 lots) per bidder

All Registered Bidders eligible to bid

Scenario 1 - exactly 9 lots bid for

Bidder A	3
Bidder B	3
Bidder C	2
Bidder D	1
Bidder E	0
Total	9

Next steps: Combinatorial Assignment Phase

Scenario 2 - less than 9 lots bid for

Bidder A	2
Bidder B	2
Bidder C	0
Bidder D	1
Bidder E	1
Total	6

Next steps: Supplementary Allocation Phase

Scenario 3 - more than 9 lots bid for

Bidder A	3
Bidder B	3
Bidder C	3
Bidder D	3
Bidder E	0
Total	12

Next steps: Further Clock Round

**Supplementary Allocation Phase
(following Round 1 only)**

- Bidding starts at Reserve Price for remaining lots
- Acquisition limit increased to 4 lots (2 x 20 MHz)
- All Registered Bidders eligible to bid (i.e. ABCDE)
- Use clock allocation process

Next steps:

If demand greater than lots available --> further rounds at increasing prices

If demand equal to lots available --> Combinatorial Assignment Phase

If demand less than lots available --> unsold spectrum --> Combinatorial Assignment Phase

Further Clock Round(s)

- Bidding starts at price higher than Reserve Price
- Acquisition limit remains at maximum of 3 lots
- Registered Bidders can bid up to the level that they bid in the previous round

Next steps:

If demand greater than lots available --> further rounds at increasing prices

If demand equal to lots available --> Combinatorial Assignment Phase

If demand decreases below number of lots available --> Supplementary Allocation Phase

**Supplementary Allocation Phase
(Following Round 2 or later)**

- Bidding for remaining lots starts at same starting price as the most recent round where demand was greater than supply
- Acquisition limits remain at maximum of 3 lots
- All Registered Bidders who bid in the penultimate round of the Clock Allocation Phase are eligible to bid

Next steps:

If demand equal to lots available --> Combinatorial Assignment Phase

If demand less than lots available --> unsold spectrum --> Combinatorial Assignment Phase

Combinatorial Assignment Phase - Lots have been allocated - Positions to be assigned

Auction Manager advises each bidder of options for placement within the band

Bidders place bids to secure preferred position

Bids are in addition to prices identified in Clock and Supplementary Allocation phases

Auction Manager determines outcome based on highest value combination (coin toss in event of tie)

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