

Comparing prices – the telecommunications market

Comparing what?

Services

• Gaming / Payments / Content / Social





Operating System

• Apple / Android / Blackberry / Windows





Hardware

• iPhone or Samsung / Dongle or Copper or the NBN





Provider

• Telstra / Amaysim / Foxtel / iiNet





Product

• Mobile phone / Landline / Internet / Pay TV







Confusion as a business model

Talk/MMS: \$550 value Unlimited Text: 1.5GB Data:

\$59 PER MONTH

+ \$5 MONTHLY HANDSET PAYMENT AFTER MRO BONUS

\$1,536 Minimum Cost over 24 months

Data:

Talk/MMS: \$800 value Unlimited Text:

2GB

\$79 PER MONTH

\$1.896 Minimum Cost over 24 months

Data:

Talk/MMS: \$1200 value Unlimited Text: 2.5GB

\$99 PER MONTH

\$2,376 Minimum Cost over 24 months

Talk/MMS: Unlimited Unlimited Text: 3GB Data:

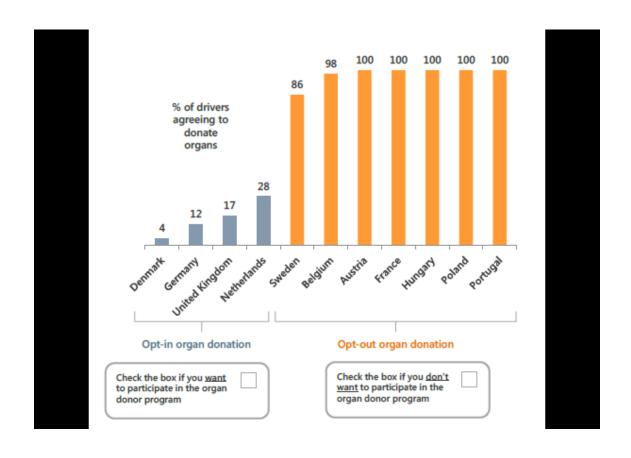
\$129 PER MONTH

\$3.096 Minimum Cost over 24 months

Amount in \$ Product/Service Subtotal in \$ Freedom Connect Plan \$59 ■ Mobile Includes \$550 value on eligible usage and 1.5GB of Included Data Freedom Connect Plan \$59 \$59.00 Charges outside of your Plan \$0.00 Data Usage MRO Contract - 24 Months \$25.00 + Total for MessageBank Plus \$5.00 Credits & discounts Mobile Repayment Option Bonus \$15.00 credit



The way choices are presented matters



Credit: Dan Ariely, www.danariely.com





FOR YOU FOR BUSINESS ABOUT US

🏠 > MOBILE

PHONES

SIM PLANS

PHONE PLANS

PREPAID

EXTRAS

DEALS

NETWORK

GET IT

SAMSUNG GALAXY S6 OR S6 EDGE NOW WITH 6GB DATA ON THE NEW \$80 MY PLAN PLUS, AND 6 MONTHS' NETFLIX ON US (EXCLUDES DATA USAGE).

Min total cost over 24 months \$1,920 Samsung Galaxy S6 & \$2,040 (incl handset repayment) S6 edge (32GB models). Cost of 1MB is \$0.0057. See optus.com.au/Netflix. Use within Oz.

BUY S6

BUY S6 EDGE





What can you or your clients do?

Know what you need

- How many calls you're likely to make a day, and multiply that by around 30 to get a monthly average
- What time of day you'll use your phone the most
- What type of phones you're going to call the most (landline or other mobiles)
- Where you'll you be calling (local, long-distance or international)
- How much data you're likely to use, or how much media like music or video you think you'll download onto your phone every month.

Say something when you don't get what was promised or something goes wrong

- You have protections under the Australian Consumer Law and Telecommunications Consumer Protection Code
- Try to fix the problem with the provider first
- Contact the Telecommunications Industry Ombudsman



ACCAN guide: The big questions

<u>http://accan.org.au/consumer-info/tip-sheets</u> - Questions to ask before signing a phone contract

- How much do I have to pay each month? Including the handset?
- What is "included" in the plan?
- What isn't included? How much does it cost to call 13/1300 numbers and to call overseas?
- What is the minimum amount I will have to pay over the duration of the plan?
- Does the provider have good network reception where I live, work and travel?
- What will you be charged if you go over your data or call limit? How can I check on this?
- How much will I have to pay to make calls, send texts or use the internet if I go overseas?
- What will I have to pay if you want to end your contract early?
- Can I keep my number?
- What is the cost of unlisted numbers (not listed in the phone directory)?



ACCAN guide: how much data do you need?

http://accan.org.au/consumer-info/tip-sheets - Mobile data guide

- 1024kB = 1MB
- 1024MB = 1GB
- Some providers will charge a minimum data session.

Activity	Data usage	
Sending a tweet	Minimal (a few kB)	
One Facebook status update	Minimal (a few kB)	
Refreshing Twitter stream (approximately 10	70KB	
times)		
Refreshing Facebook news feed	50-200KB	
GPS maps (1 location search)	150-200KB	
Email (100 sent/received without attachments)	2.5MB	
Music streaming (3 minutes)	3MB	
Radio streaming (10 minutes)	15MB	
Email (10 sent/received with attachments)	18MB	
General web browsing (30 minutes)	10-20MB	
YouTube video streaming (5 minutes)	25MB	
Downloading standard definition TV show	200MB	
(45 minutes)		
Downloading standard definition movie	1-1.5GB	
(2 hours)		



WhistleOut Guide: Data needs

http://www.whistleout.com.au/Broadband/Guides/Broadband-Usage-Guide

	20 GB	50 GB plan	100 GB plan	500 GB+	Unlimited plan
Email	⊘	\odot	\odot	\odot	\odot
Web Surfing	\odot	\odot	\odot	\odot	\odot
Facebook	\odot	\odot	\odot	\odot	\odot
Skype	\odot	\odot	\odot	\odot	\odot
Online Gaming	\odot	\odot	\odot	\odot	\odot
YouTube	\odot	\odot	\odot	\odot	\odot
Internet TV (Netflix)	0	\odot	\odot	\odot	\odot
Downloading Movies & TV	0	\odot	\odot	\odot	\odot
	Compare plans	Compare plans	Compare plans	Compare plans	Compare plans



Common traps

- Paying more than you need
- Roaming
- 1800 or 13/1300 numbers
- Installation or equipment fees
- Unfair contract terms

Reception or coverage issues



Any questions?



