

POSTAL SERVICES COMMISSION DECISION STATEMENT

GRANT OF LICENCE TO

DHL Global Mail (UK) Limited

Summary

On 24 November 2006, the Postal Services Commission (“Postcomm”) issued a consultation notice on the proposed grant of a licence to Mercury International Limited. Representations on the granting of the licence were requested by 24 December 2006. One response was received, which raised no objection to the granting of the licence. Postcomm has decided to grant the licence to Mercury International Limited. As Mercury International Limited will be renamed DHL Global Mail (UK) Limited with effect from 1 January 2007, the licence will be granted in the name of DHL Global Mail (UK) Limited.

Background

In May 2002, Postcomm published its decision on its market opening strategy. This described Postcomm’s approach to introducing competition into the postal market over the four years from 1 January 2003, with the underlying aim of achieving full liberalisation by April 2007 through a phased transition plan. In February 2005, Postcomm announced its decision to cancel the second phase and to bring forward the date of full market opening to 1 January 2006.

Postcomm consulted on the form of licence for full market opening and the new standard licence was published in August 2005 (“Licences under the Postal Services Act 2000: Licensing framework in a fully open market”). The new standard licence contains no restrictions on the types of services that the licensee can provide.

Consultation Notice

On 24 November 2006 Postcomm issued a consultation notice on the proposal to grant a standard licence to Mercury International Limited under Section 11 of the Postal Services Act 2000 (“the Act”). The notice requested views on Postcomm’s proposal to grant this licence. Under the terms of the statutory notice, representations regarding the draft licence were requested by 24 December 2006.

Consultation Notice – Response

Postcomm received one response to the consultation, from Postwatch, the Consumer Council for Postal Services. This response was not described as being confidential, and raised no objection to the issuing of a licence.

Postcomm's Decision

Postcomm has decided to grant the licence to Mercury International Limited, in the name of DHL Global Mail (UK) Limited, as it is satisfied that the grant of the licence to Mercury International Limited is a proper exercise of its functions under the Act.

Contact details at Postcomm

If you have any questions about the grant of this licence, please contact

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