March 13, 2007

Broadband Service Subscriber Trends (December 31, 2006)

The Ministry of Internal Affairs and Communications (MIC) requested that all telecommunications carriers report the number of subscribers and other information as of the end of December 2006, based on the Telecommunications Carriers Reporting Regulations (Ministry of Post and Telecommunications Ordinance 46 of 1988). This information was collected and is being released here.

The following major trends can be observed in the data.

Major trends

oBroadband subscribers reach 25.76 million

As of December 31, 2006, there were 25.76 million broadband service subscribers. This is 710,000 more than the 25.04 million reported at the end of September 2006.

oFTTH Subscribers Reach 7.94 million

There were 7.94 million FTTH subscribers as of December 31, 2006, just shy of 8 million.

FTTH's share of the broadband market has finally surpassed the 30% level.

ODSL Subscribers reach 14.24 million

As of December 31, 2006, there were 14.24 million DSL subscribers. This number was down from the previous period, and the reduction was seen mostly in urban areas, while outlying areas saw a gradual increase.

Breakdown by Service Type

	Broadband total	FTTH	DSL	CATV	FWA
Dec. 31,	<u>25,755,080</u>	7,940,384	14,236,041	3,567,07	11,580

2006		<u>(31%)</u>	<u>(55%)</u>	5 (14%)	(0.04%)
Sep. 30, 2006	25,041,143	7,154,550 (29%)	14,396,034(57%)	3,479,60 5(14%)	10,954(0.04 %)
Net change (from Oct. to Dec. 2006)	713,937	785,834	▲ 159,993	87,470	626

Note: Numbers in parentheses indicate the percentage of the Broadband Total figure accounted for by this service type.

Note: Broadband subscribers: The total number of contracts for FTTH Access service, DSL Access service, CATV Access service, and FWA Access service.