



## Section 1 Telecommunications Business

### 1. Telecommunications market

Sales of Japan's telecommunication business reached 14.5910 trillion yen in FY2006 (Graph 2-1).

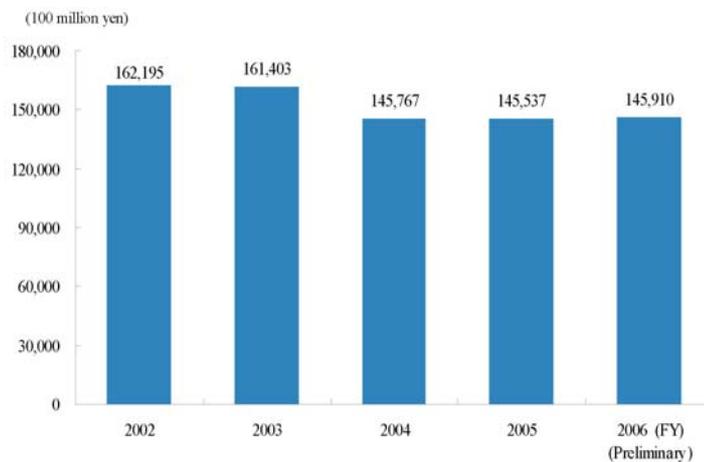
### 2. Telecommunications service

The number of subscriptions to fixed communications (subscription telephone and ISDN) shows a

slight downward trend, whereas that of subscriptions to IP phone and mobile communications (cellular phones and PHS) is on an upward trend.

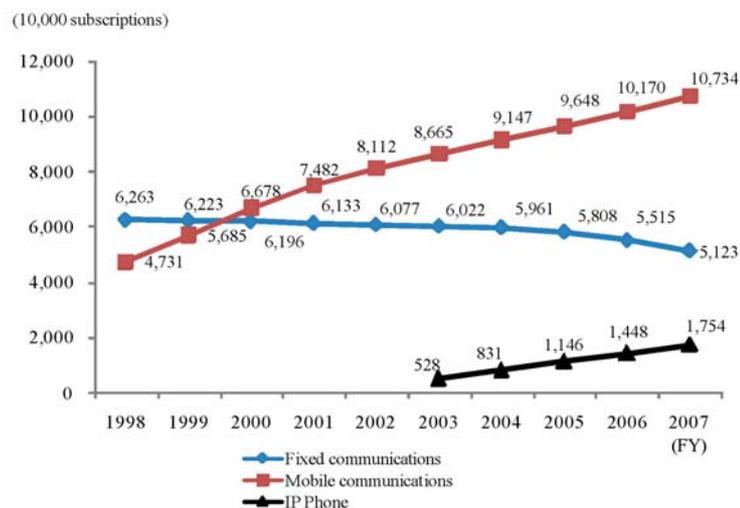
At the end of fiscal year 2007, the number of mobile communications subscriptions (107.34 million subscriptions) was twice that of fixed communications subscriptions (51.23 million subscriptions) (Graph 2-2).

Fig. 2-1 Changes in the sales of telecommunications business



\* It should be noted that the sales are calculated by accumulating sales of all the respondents in that year, and the number of respondents varies in each year. Based on "Basic Survey on Communications Industries," MIC

Fig. 2-2 Changes in the number of subscriptions to fixed communications, mobile communications and IP phone



Based on the materials by MIC