

FY2009 Forecast

(billions of yen)

Item	FY2009 forecast	FY2008	Change
Operating Revenues	1,779.0*	1,824.3	-45.3
IP Services Income	532.0*	460.4	71.5
Existing Services Income	1,090.0*	1,209.5	-119.5
Voice Transmission Services Income (partial listing only)	795.0*	896.4	-101.4
Supplementary Businesses Income	157.0	154.3	2.6
Operating Expenses	1,774.0*	1,816.5	-42.5
Personnel Costs	127.0*	115.6	11.3
Expenses for purchase of goods and services and other expenses	1,158.0*	1,183.7	-25.7
Capital Charges	421.0*	448.0	-27.0
Taxes and Dues	68.0	69.2	-1.2
Operating Income	5.0	7.7	-2.7
Recurring Profit	10.0	19.5	-9.5
Net Income	7.0	15.4	-8.4

Note: The above forecasts for FY2009 reflect the impact of actuarial differences, changes to the method of depreciating engineering facilities, and differences from the initial projections in light of FY2008 results. For these reasons, the figures for operating revenues, operating expenses, and the breakdowns thereof (indicated with *) differ from the figures announced when the FY2009 business plan was submitted for approval (2/27/2009). In addition, the net increase in "telephone subscriber lines + ISDN" was changed to a "2.01 million decrease".