

■ No. of Metal-plus subs rose to 3.17M at end-September.

1. Metal-plus



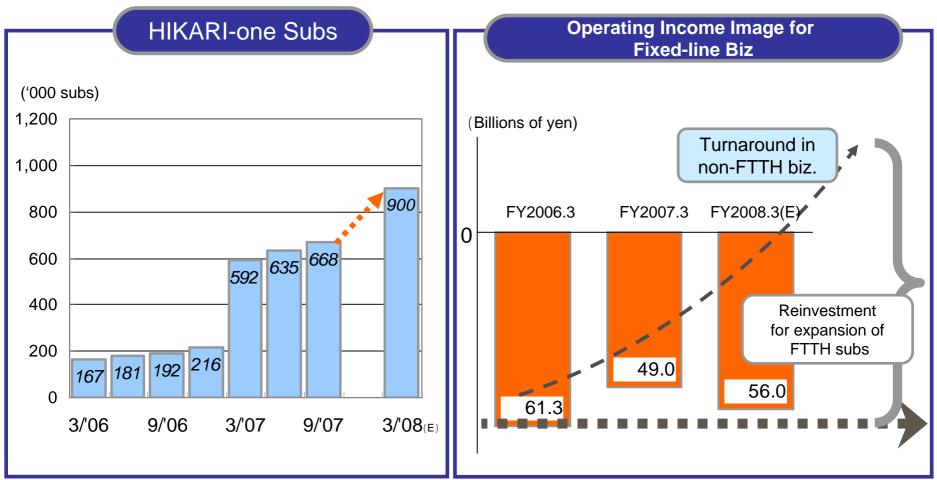


Designing The Future



2. HIKARI-one (FTTH) (1)

■ No. of HIKARI-one (FTTH) subs increased to 0.67M at end-September.





2. HIKARI-one (FTTH) (2)

- Reinforce sales force including sales channels and competitiveness of products.
- In 2H, expand sales for condos and for homes in the Tokyo-Metropolitan area.

Course Name (Targeted area)		HIKARI-one Condo (All major cities nationwide)	HIKARI-one Home (Tokyo-Metropolitan area)
Challenges		➤Intensify sales force	Strengthen product competitiveness
Initiatives to take	Sales & Market- ing	 Fully utilize the channels of the consumer business domain. Increase customer touch points through multi-ISP Sales shift from Metal-plus to FTTH Strengthen developer sales (HIKARI-one Condo) 	
	Product	 Develop products suited to market needs (DVD Burning)* Change ISP brand from "DION" to "au one net" and strengthen linkage with "au." 	

Strengthen sales efforts and product competitiveness for FTTH business. Also, establish successful models targeting homes in the Tokyo-Metropolitan area.

* DVD Burning is a service enabling users to download DVD video that is for sale.