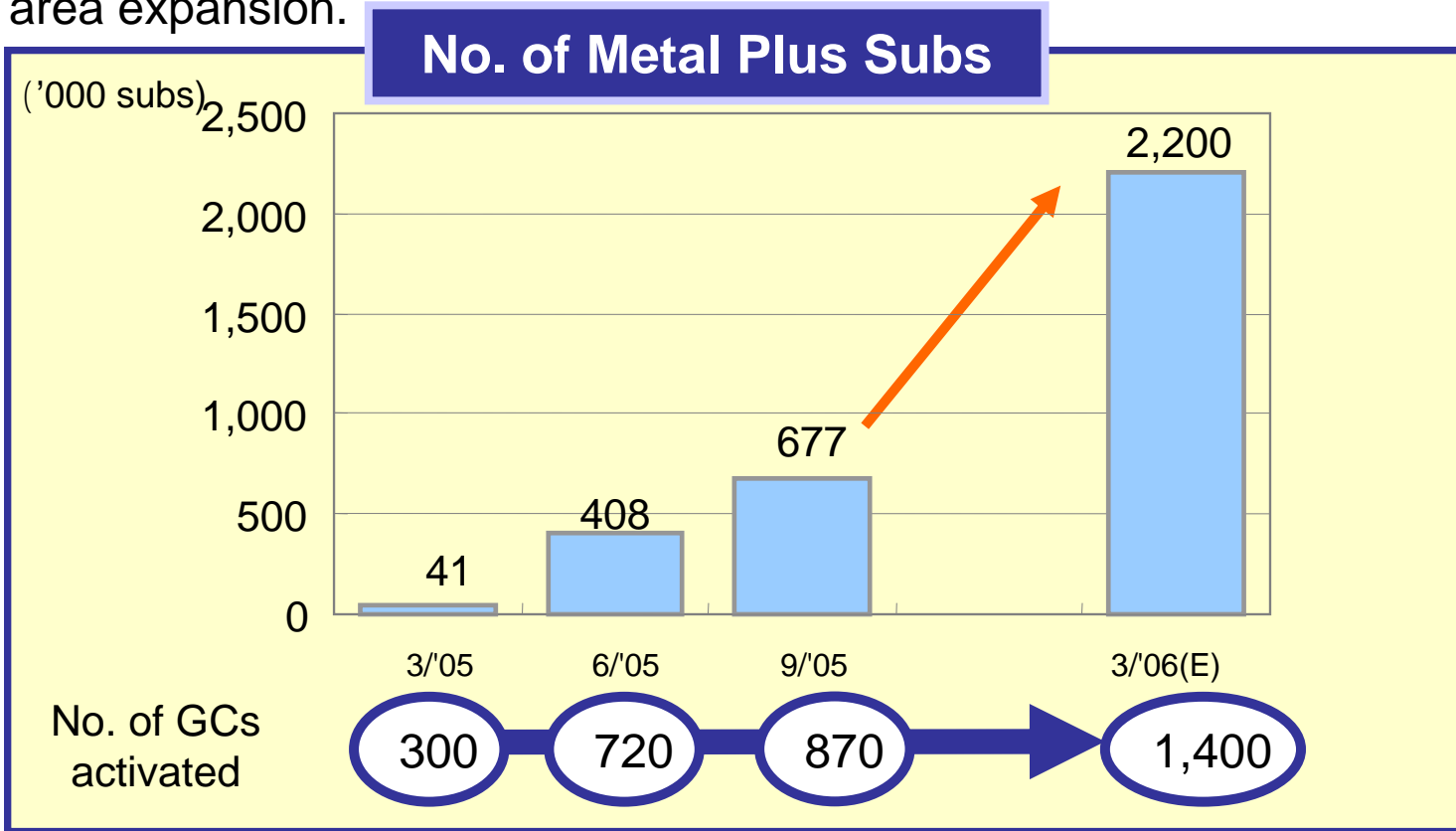


1. Update on Metal Plus Sales

Activated lines of Metal Plus totaled 680 thousand at end-Sept. due to delay in sales area expansion.



Note : No. of Metal Plus line subscriptions (incl. those not yet activated) at end-Sept. 2005 was 1,362,000.

Measure in 2H

- Strive to swiftly activate Metal Plus lines by steadily expanding sales area and focus on boosting sales figures to improve profitability.

2. Merger with POWEREDCOM

Scheduled to Merge with POWEREDCOM, TEPCO's subsidiary on January 1, 2006, which is strong in corporate data business.

Effect of Merger

POWEREDCOM

(millions of yen)

	FY2004.3	FY2005.3	FY2006.3E*
Operating Revenues	169,327	117,561	130,000
Operating Income	-7,876	2,608	15,100
Ordinary Income	-12,056	-708	13,000
Net Income	-14,376	-80,347	N.A.

Note: Financial plan at beginning of the fiscal year.

- Reinforce Corporate Data business :
 - Wide-Ether market share up to 43.8%(No.1)
 - Revenues : approx. 360.0B up (3 years)
 - Ordinary Income : approx. 43.0B up (")*
- *including synergy of merger
- Provide integrated FTTH service based upon comprehensive alliance with TEPCO group in telecom business