

Cooperation between Japan & Russia in ICT fields

- Big Potentialities of Win-Win Collaboration -

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Why Win-Win Collaboration?

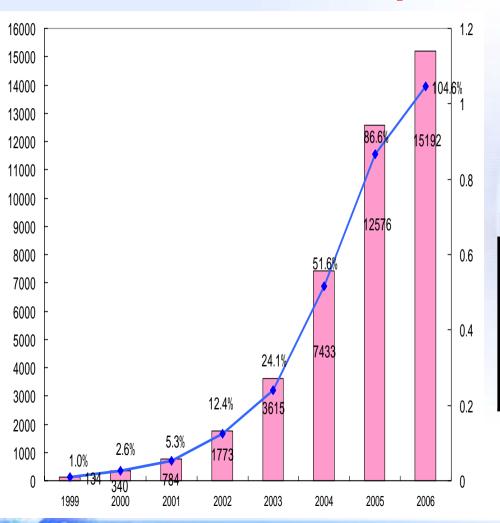
Japanese competitiveness/advantages really meet current needs in Russia





Priority Project (1) 3G Mobile Services

Current Mobile Telephone Service in Russia





	ARPU	MOU
Russia (average)	8.6 US\$	146 mini.
Japan (avarage)	56.4 US\$	134 mini.
(avai age)	(Voice: 40.9 Data: 15.6)	

(as of the end of 2005)

NEC Priority Project (1) 3G Mobile Services

► How have Japanese mobile operators

Overcome ? Change of Business Model:

overcome? Change of Business Model: Traffic oriented to Non-traffic oriented **Basic Service ISP Service** Non-traffic oriented business Value-Added New Competition among **Financial** Competition Newcomers **Service** nobile operators Media Credit **Service Contents** e-money Packet(Data) One-segment Broadcasting **Fixed** Voice rate Media for Contents **Packet** Number **Portability** 1st Stage 2nd Stage 3rd Stage 1999~ 1990~ 2006~

NEC Priority Project (2) Broadband Access Services

> Current Penetration of BB Access Services

in Russia: 2.6Mil sub. (2006/end)

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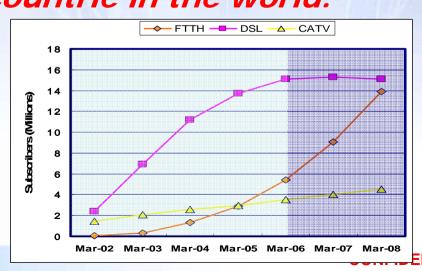
Pressing Need:
Increasing BB Access Services

2004 2005 2006 2007 2008 2009 2010

► Japan is No. 1 BB Access countrie in the world.

Penetration in Japan:

27 Mil sub. (as of 2006/end)



NEC Priority Project (3) Digital TV

- Current Situation TV Broadcasting Services in Russia
- Only 56% population have access to more than 4 TV programs.

 3.7Mil has access to only 1 program, 1.5 Mil has not access to TV.
- 80% of existing Analogue equipment over aged

urgent replacement is required !!

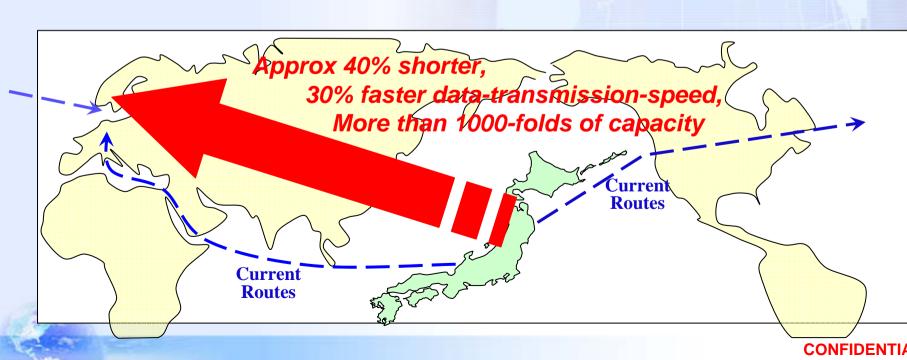
- Increase available TV channels
- Introduce new services (Hi-vision, interactive etc.)



NEC Priority Project (4) Optical Network between Russia and Japan

- Reliable and economical telecominfrastructures will bring favorable investment environment in Russia.
 - Real-time Interactive Communications

 - IPv6 Applications Broadband Contents Transmission





NEC's Competencies for contribution of ICT Development in Russia

Progressive Convergent & End-to-End Solutions

- Plentiful Supply Record and Technology Assets in Japan -



Contribution to ICT Development in Russia



Market-proven Reliability

- Plentiful Supply Record and Cooperation in Russia –
- 1. Fiber Optic Transmission Systems: over 30,000 km
- 2. Microwave Radio Transmission Systems: over 9,000 km
- 3. Digital Switching Equipment: over 1.2 mil. lines
- 4. Satellite Communications, corporate networks etc.





Станем сильнее с ubiquitous

Empowered by Innovation



