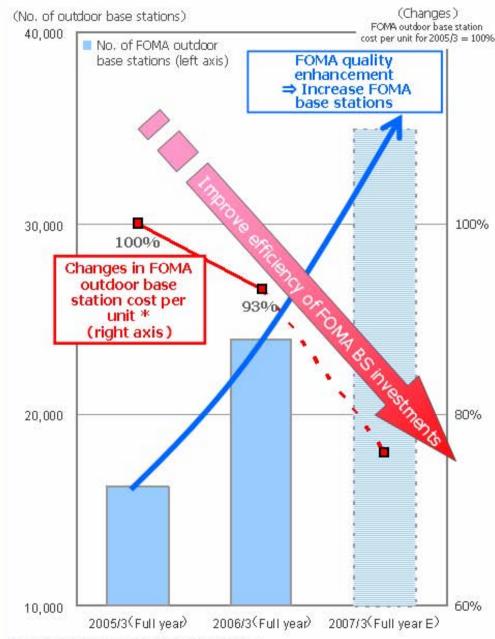
## Facilitate Cost Reduction (2) Network

## Improve efficiency of access network

- Reduce equipment costs
- Use more economical equipment
  - (Diversify lineup of base station equipment)
- Reduce engineering entrustment costs

## Improve efficiency of core network

- Convert network into IP-based
- Integrate network equipment
- Expand capacity of network equipment



<sup>\*</sup> FOMA outdoor base station cost per unit :

Total FOMA outdoor base station investment in applicable year (new contraction)/

Total no. of FOMA outdoor base stations installed in applicable year