

FY2006 1Q Results Highlights

Operating Revenues/Income/Expenses

■ Operating Income: Down 14.9 billion year-on-year

- Progress to FY2006 full-year forecast: 33.7%

■ Operating Revenues: Up 31.5 billion year-on-year

- Cellular services revenues grew 36.4 billion yen year-on-year.
(Inclusive of the impact of including in revenues the portion of "Nikagetsu Kurikoshi" (2-month carry over) allowances that are projected to expire)

■ Operating Expenses: Up 46.4 billion year-on-year

- Equipment sales-related expenses increased 28.4 billion yen, due to growth in no. of handsets sold and percentage of FOMA handsets to total sales.

※Equipment sales-related expenses = Cost of equipment + Distributor commissions

Capital Expenditures

■ Capital Expenditures: 215 billion yen

- Progress to FY2006 full-year forecast: 23.7%