Description: Investment liberalisation

1. Nippon Telegraph and Telephone Corporation may not enter the name and address in its register of shareholders if the aggregate of the ratio of the voting rights directly or indirectly held by the persons set forth in subparagraphs (a) to (c) reaches or exceeds one-third:

   (a) a natural person who does not have Japanese nationality;

   (b) a foreign government or its representative; and

   (c) a foreign legal person or a foreign entity.

2. Any natural person who does not have Japanese nationality may not assume the office of director or auditor of Nippon Telegraph and Telephone Corporation, Nippon Telegraph and Telephone East Corporation and Nippon Telegraph and Telephone West Corporation.

12	Sector:	Information and Communications	
	Sub-Sector:	Telecommunications and Internet Based Services	
	Industry Classification[1]:	JSIC 3711	Regional telecommunications, except wired broadcast telephones
		JSIC 3712	Long-distance telecommunications
		JSIC 3713	Wired broadcast telephones
		JSIC 3719	Miscellaneous fixed telecommunications
		JSIC 3721	Mobile telecommunications
		JSIC 4011*	Web portal providers
		JSIC 4012*	Application services providers
		JSIC 4013	Internet support services
	Obligations Concerned:	National treatment (Article 8.8)	
	Level of Government:	Central Government	
	Measures:	Foreign Exchange and Foreign Trade Law (Law No. 228 of 1949), Articles 27 and 28[2]	
		Cabinet Order on Foreign Direct Investment (Cabinet Order No. 261 of 1980), Articles 3 and 4	

[1] An asterisk (*) on the JSIC numbers indicates that the activities covered by this reservation under such numbers are limited to the activities which are subject to the registration obligation under Article 9 of the Telecommunications Business Law (Law No. 86 of 1984).

[2] For greater certainty, for the purposes of this reservation, the definition of "inward direct investment" and "specified acquisition" provided in Article 26 of the Foreign Exchange and Foreign Trade Law applies with respect to the interpretation of this reservation.