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<Submitted Document>	Extraordinary Report
<Submit to>	Director of Kanto Financial Bureau
<Submitting Date>	May 1, 2007
<Corporate Name>	Nihon Tsushin Kabushiki Kaisha
<English Name>	Japan Communications Inc.
<Name of Representative Person>	Representative Director-President: Frank Seiji Sanda
<Location of Head Office>	6-25-3 Minami Ohi, Shinagawa-ku, Tokyo
<Phone No>	03-5767-9100 (Main Number)
<Name of the Administrative Coordinator>	Director-CFO: Naohisa Fukuda
<Nearest Coordinating Channel>	6-25-3 Minami Ohi, Shinagawa-ku, Tokyo
<Phone No.>	03-5767-9100 (Main Number)
<Name of the Administrative Coordinator>	Managing Director-CFO: Naohisa Fukuda
<Location for Publishment>	Osaka Securities Exchange Co., Ltd. (1-8-16 Kitahama, Chuo-ku, Osaka)

1 <Reason for Submission>

An event has occurred that made a marked impact on the financial condition and operating results of the Company and consolidated subsidiaries. Thus, this Extraordinary Report is hereby submitted as stipulated in Article 24-5 paragraph 4 of the Securities Transaction Law, Article 19 paragraph 2 item 12 and item 19 of the Cabinet Office Ordinance Disclosure.

2 <Report Contents>

(1) Date the event occurred

April 26, 2007

(2) Contents of the event

As the Company is starting business operations in the U.S., it shall adopt a conservative accounting stance and write-off goodwill in Arxceo Corporation, U.S. (write-off of investments in subsidiaries and affiliates on a non-consolidated basis) and also write-off software.

The extraordinary losses corresponding to these write-offs shall be reported.

(3) Impact on consolidated and non-consolidated profit and loss

1) Consolidated statement

In this consolidated financial year (from April 1, 2006 to March 31, 2007), the Company shall post an extraordinary loss of 429 million yen due to the write-off of goodwill of Arxceo Corporation, U.S., and 133 million yen due to the write-off of software.

2) Non-consolidated statement

In this non-consolidated financial year (from April 1, 2006 to March 31, 2007), the Company shall post an extraordinary loss of 542 million yen due to the write-off of investments in subsidiaries and affiliates and 133 million yen due to the write-off of software.