

d) Concessions are granted for a variable time period (to be decided on a case-by-case basis by the Communications Secretariat) and are renewable for an additional period upon request;

e) The type of services considered as Limited Services are:

- I - Limited services for security, regularity...
- II - Limited multiple destination services.
- III - Limited rural services.
- IV - Limited private services.
- V - Limited dedicated services.

National Communication Secretariat - (NCS) has detailed the presidential decrees by means of the following Resolutions:

1. For Public-Restricted Services (Decree No. 96.618)

Cellular mobile services have drawn special attention from several operating companies from the U.S.A. and other countries, supported by international equipment suppliers installed in Brazil, with possibilities of investments of over 2 billion dollars. This interest demonstrated the urgency with which the cellular mobile communication services should be regulated. As consequence the Government also decided to use these regulations as a guide for the privatization process of public-restricted services. A series of Resolutions related to this matter were initiated in February 1991 and are still under study by NSC and final versions are still to be issued.

Based in the North American model, the exploration of cellular services calls for dual service providers, one being the public service Telco (A Band) and the other a private-owned authorized service concessionaire (B Band), to be chosen by public auction. For the private service, the concession will be granted to the company or consortium which complies to certain technical and economic criteria, and also presents the best bid to the State.

The main regulations issued by National Communication Secretariat are:

- Resolutions No. 31 of February 1991 and No. 308 of December 2, 1991 are both consecutive versions of the Brazilian Telecommunications Standards (NET), defining guidelines for public-restricted services; another resolution related to this matter is expected for September of 1992 as consequence of laws being prepared in the Congress;