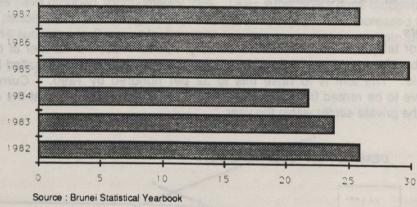
BACKGROUND

ECONOMIC OVERVIEW

Since 1980, a total of over B\$159 million in development funds has been spent to upgrade the system.



GOVERNMENT EXPENDITURE FOR TELECOMMUNICATIONS .

* Recurrent Department Expenditure

CURRENT SITUATION

The average percentage of investments in public telephone equipment is as follows: plant for local networks (30%), exchanges (29%), long distance trunks (23%), subscriber's plant (10%), buildings and land (8%).

Between 1982-1989, the market size for telecommunications equipment was B\$167 million. For the same period, Brunei imported B\$6.9 million of telecommunications equipment from Canada.

The bulk of expenses between 1982-1989 was spent on switching equipment, PABX and CMTs. Capital equipment expenditures in order of largest dollar value, are PABX, CMTs, subscriber sets, radio and transmission equipment and cables.

IMPORTED TELECOMMUNICATIONS EQUIPMENT 1982-1989

EQUIPMENT	CANADA	GERMANY	JAPAN	USA
Subscriber Set	CONTRACT OF CONTRACT	1000. 88 GBG 4	7,766,591	102,786
PABX	1,892,814	00518000 4700	16,955,788	3,334,466
Mobile Phone	3,205,769			
Data	in other to ionidos them	4,665,477	3,066,593	Sport Amon
Radio/Transmission	New 25 ed spondered	checkin tol -	2,268,765	when the second
Switching	a he provide the provide a	35,325,948	16,525,939	16,901,255
CMTS	and the next FLY yes	a committee and the	in the day of	15,666,565
Radio Paging	and a margine son include	and the second second second	5,058,031	Canal and Provident
Cable			2,562,252	
Computer	as as to a bo ma mersis	Guiðad epim A	DAGODE TOFN	2,098,504
Rural Radio	semacingo estivac of	arefed sectors	THE SEAR OF SUC	1,607,293

Source : Brunei Telecommunications Department