CONTENTS

1. Introduction ........................................................................................................... 7
  1.1. Purpose and outline of this study ...................................................................... 7

2. Infrastructure-from general assessment of the effects to pricing the telecommunication services ................................................................. 9
  2.1. Infrastructure and telecommunications ........................................................... 9
    2.1.1. Infrastructure in the production function approach .................................. 11
    2.1.2. A general impact assessment of telecommunications investment ........... 12
  2.2. Liberalisation, market structure and the role of firm objectives .................... 14
    2.2.1. Firm objectives, prices and welfare ........................................................ 14
    2.2.2. Market structure .................................................................................... 16
  2.3. Telecommunications in Finland – a brief overview ....................................... 18
    2.3.1. Historical background .......................................................................... 18
    2.3.2. Recent developments ........................................................................... 20
    2.3.3. Telecommunications-An international comparison .................................. 27

3. Summary of the contributions .............................................................................. 30

Essays:                                                                 Page

Public Capital and Private Sector Performance-A Finnish Perspective 39

Investment of Finnish Telecom Operators and Economic Growth 63

On Firm Objectives in Finnish Market of Long-distance Voice Telecommunications 96

Market Structure and Welfare Effects in Finnish Market for Long-Distance Telecommunications 119