

Financial Results Release

May 12, 2021

For the Year Ended March 31, 2021

[IFRS]

Name of registrant : Nippon Telegraph and Telephone Corporation (“NTT”) / URL <https://group.ntt.jp/ir/>
 Code No. : 9432
 Stock exchanges on which the Company's shares are listed : Tokyo
 Representative : Jun Sawada, President and Chief Executive Officer
 Contact : Natsuko Fujiki, Head of IR, Finance and Accounting Department
 URL <https://group.ntt/en/ir/contact/>
 Scheduled date of the ordinary general meeting of shareholders : June 24, 2021
 Scheduled date of dividend payments : June 25, 2021
 Scheduled filing date of securities report : June 25, 2021
 Supplemental material on financial results : Yes
 Presentation on financial results : Yes (for institutional investors and analysts)

1. Consolidated Financial Results for the Year Ended March 31, 2021 (April 1, 2020 - March 31, 2021)

Amounts are rounded to the nearest million yen.

(1) Consolidated Results of Operations (Millions of yen)

	Operating Revenues		Operating Profit		Profit before Taxes		Profit Attributable to NTT	
Year Ended March 31, 2021	11,943,966	0.4%	1,671,391	7.0%	1,652,575	5.3%	916,181	7.1%
Year Ended March 31, 2020	11,899,415	0.2%	1,562,151	(7.8)%	1,570,141	(6.1)%	855,306	0.1%

Notes: 1. Percentages above represent changes from the corresponding period of the previous fiscal year.

2. Comprehensive income (loss) attributable to NTT: For the year ended March 31, 2021: 1,275,214 million yen (71.5%)

For the year ended March 31, 2020: 743,451 million yen ((10.0)%)

	Basic Earnings per Share Attributable to NTT	Diluted Earnings per Share Attributable to NTT	ROE (Ratio of Profit Attributable to NTT)	ROA (Ratio of Profit before Taxes to Total Assets)	Operating Profit Margin (Ratio of Operating Profit to Operating Revenues)
Year Ended March 31, 2021	248.15 (yen)	- (yen)	11.0%	7.2%	14.0%
Year Ended March 31, 2020	231.21 (yen)	- (yen)	9.3%	6.9%	13.1%

(Reference) Equity in earnings (losses) of affiliated companies: For the year ended March 31, 2021: 229 million yen

For the year ended March 31, 2020: 11,257 million yen

Note: NTT conducted a two-for-one stock split of its common stock, with an effective date of January 1, 2020. The figures for Basic Earnings per Share Attributable to NTT have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

(2) Consolidated Financial Position (Millions of yen, except equity ratio and per share amounts)

	Total Assets	Total Equity (Net Assets)	Shareholders' Equity	Equity Ratio (Ratio of Shareholders' Equity to Total Assets)	Shareholders' Equity per Share
March 31, 2021	22,965,492	8,203,043	7,562,707	32.9%	2,087.98 (yen)
March 31, 2020	23,014,133	11,462,627	9,061,103	39.4%	2,492.60 (yen)

Note: NTT conducted a two-for-one stock split of its common stock, with an effective date of January 1, 2020. The figures for Shareholders' Equity per Share have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

(3) Consolidated Cash Flows (Millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Year
Year Ended March 31, 2021	3,009,064	(1,424,532)	(1,689,548)	935,727
Year Ended March 31, 2020	2,995,211	(1,852,727)	(1,041,261)	1,033,574

2. Dividends

	Annual Dividends					Total Annual Dividends	Payout Ratio (Consolidated)	Ratio of Dividends to Shareholders' Equity (Consolidated)
	End of the first quarter	End of the second quarter	End of the third quarter	Year-end	Total			
Year Ended March 31, 2020	-	95.00 (yen)	-	47.50 (yen)	- (yen)	345,345 ^(millions of yen)	41.1 %	3.8 %
Year Ended March 31, 2021	-	50.00 (yen)	-	55.00 (yen)	105.00 (yen)	385,008 ^(millions of yen)	42.3 %	5.0 %
Year Ending March 31, 2022 (Forecasts)	-	55.00 (yen)	-	55.00 (yen)	110.00 (yen)	-	36.7 %	-

Note: NTT conducted a two-for-one stock split of its common stock, with an effective date of January 1, 2020. The year-end dividend amount presented for the year ended March 31, 2020, the dividend amounts presented for the year ended March 31, 2021 and the dividend forecast amounts presented for the year ending March 31, 2022 reflect the impact of the stock split. The dividend amounts presented for the end of the second quarter of the year ended March 31, 2020 reflects the actual dividend amounts without reflecting the impact of the stock split. The total annual dividend for the year ended March 31, 2020 has not been presented, as the dividend amounts from the end of the second quarter (on a pre-stock split basis) and from year-end (on a post-stock split basis) cannot be directly aggregated.

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2022 (April 1, 2021 - March 31, 2022)

(Millions of yen)

	Operating Revenues		Operating Profit		Profit before Taxes		Profit Attributable to NTT		Basic Earnings per Share Attributable to NTT
Year Ending March 31, 2022	12,000,000	0.5%	1,730,000	3.5%	1,716,000	3.8%	1,085,000	18.4%	300.00 (yen)

Note: Percentages above represent changes from the previous year.

***Notes:**

- (1) Change in significant consolidated subsidiaries during the fiscal year ended March 31, 2021 that resulted in changes in the scope of consolidation: None
- (2) Change of accounting policy and accounting estimates
 - i. Changes in accounting policy required by IFRS: None
 - ii. Changes other than (i): Yes
 - iii. Changes in accounting estimates: None
- (3) Number of shares outstanding (common stock)
 - i. Number of shares outstanding (including treasury stock):

March 31, 2021	: 3,900,788,940 shares
March 31, 2020	: 3,900,788,940 shares
 - ii. Number of shares of treasury stock:

March 31, 2021	: 278,776,284 shares
March 31, 2020	: 265,592,712 shares
 - iii. Weighted average number of shares outstanding:

For the Year Ended March 31, 2021	: 3,691,993,269 shares
For the Year Ended March 31, 2020	: 3,699,278,775 shares

Note: NTT conducted a two-for-one stock split of its common stock, with an effective date of January 1, 2020. The figures for Number of shares outstanding (common stock) have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

(Reference) Non-Consolidated Financial Results

For the Year Ended March 31, 2021

[Japanese GAAP]

1. Non-consolidated Financial Results for the Year Ended March 31, 2021 (April 1, 2020 - March 31, 2021)

Amounts are rounded to the nearest million yen.

(1) Non-consolidated Results of Operations

(Millions of yen, except per share amounts)

	Operating Revenues	Operating Income	Recurring Profit	Net Income
Year Ended March 31, 2021	794,074 22.2%	644,427 26.3%	639,759 25.7%	639,237 33.0%
Year Ended March 31, 2020	649,740 (13.5)%	510,317 (16.9)%	508,877 (17.0)%	480,769 (59.7)%

Note: Percentages above represent changes from the previous year.

	Earnings per Share	Diluted Earnings per Share
Year Ended March 31, 2021	173.14 (yen)	- (yen)
Year Ended March 31, 2020	129.96 (yen)	- (yen)

Notes: 1. NTT conducted a two-for-one stock split of its common stock, with an effective date of January 1, 2020. The figures for Earnings per Share have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

2. Previously, the amounts have been presented rounded down (truncated) to the nearest million yen. From the fiscal year under review, they are presented rounded to the nearest million yen. In line with this change, figures for the fiscal year ended March 31, 2020 have been restated to reflect the new rounding system.

(2) Non-consolidated Financial Position

(Millions of yen, except per share amounts)

	Total Assets	Net Assets	Equity Ratio (Ratio of Shareholders' Equity to Total Assets)	Net Assets per Share
March 31, 2021	11,476,431	5,176,630	45.1%	1,429.21 (yen)
March 31, 2020	6,834,082	4,845,260	70.9%	1,332.87 (yen)

(Reference) Shareholders' equity: For the year ended March 31, 2021: 5,176,630 million yen

For the year ended March 31, 2020: 4,845,260 million yen

Notes: 1. NTT conducted a two-for-one stock split of its common stock, with an effective date of January 1, 2020. The figures for Net Assets per Share have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

2. Previously, the amounts have been presented rounded down (truncated) to the nearest million yen. From the fiscal year under review, they are presented rounded to the nearest million yen. In line with this change, figures for the fiscal year ended March 31, 2020 have been restated to reflect the new rounding system.

2. Non-consolidated Financial Forecasts for the Year Ending March 31, 2022 (April 1, 2021 - March 31, 2022)

(Millions of yen, except per share amounts)

	Operating Revenues	Operating Income	Recurring Profit	Net Income	Earnings per Share
Year Ending March 31, 2022	646,000 (18.6)%	480,000 (25.5)%	456,000 (28.7)%	461,000 (27.9)%	127.00 (yen)

Note: Percentages above represent changes from the previous year.

* This Financial Results Release is not subject to review by a certified public accountant or audit firm.

* Explanation of financial results forecasts and other notes:

This document is a translation of the authoritative Japanese original. The assumptions for the financial forecasts and cautionary matters to consider in using such financial forecasts are as follows. The forward-looking statements and projected figures concerning the future performance of NTT and its subsidiaries and affiliates contained or referred to herein are based on a series of assumptions, projections, estimates, judgments and beliefs of the management of NTT in light of information currently available to it regarding NTT and its subsidiaries and affiliates, the economy and telecommunications industry in Japan and overseas, and other factors. These projections and estimates may be affected by the future business operations of NTT and its subsidiaries and affiliates, the state of the economy in Japan and abroad, possible fluctuations in the securities markets, the pricing of services, the effects of competition, the performance of new products, services and new businesses, changes to laws and regulations affecting the telecommunications industry in Japan and elsewhere, and other changes in circumstances that could cause actual results to differ materially from the forecasts contained or referred to herein.

As NTT evaluates its business performance on an annual basis, financial results forecasts for the six months ending September 30, 2021 have not been prepared.

On Wednesday, May 12, 2021, NTT will hold a presentation on its financial results for institutional investors and analysts. Shortly thereafter, NTT plans to post on its website explanatory details, along with the materials used at the presentation.