

Financial Results Release

For the Nine Months Ended December 31, 2013

February 6, 2014

[U.S. GAAP]

Name of registrant: Nippon Telegraph and Telephone Corporation (“NTT”)

Code No.: 9432 (URL <http://www.ntt.co.jp/ir/>)

Stock exchange on which the Company's shares are listed: Tokyo

Representative: Hiroo Unoura, President and Chief Executive Officer

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Scheduled filing date of quarterly securities report: February 7, 2014

Scheduled date of dividend payments: -

Supplemental material on quarterly results: Yes

Presentation on quarterly results: Yes (for institutional investors and analysts)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2013 (April 1, 2013 - December 31, 2013)

Amounts are rounded off to the nearest million yen.

(1) Consolidated Results of Operations

(Millions of yen)

	Operating Revenues		Operating Income		Income before Income Taxes		Net Income Attributable to NTT	
Nine months ended December 31, 2013	8,025,184	1.3%	985,120	(0.8)%	1,024,103	3.9%	484,304	8.4%
Nine months ended December 31, 2012	7,921,720	1.8%	993,237	(1.6)%	985,688	(2.5)%	446,687	24.4%

Note: Percentages above represent changes from the corresponding previous period.

	Basic Earnings per Share Attributable to NTT	Diluted Earnings per Share Attributable to NTT
Nine months ended December 31, 2013	418.78 (yen)	— (yen)
Nine months ended December 31, 2012	366.64 (yen)	— (yen)

Notes: 1. Comprehensive income (loss) attributable to NTT: For the nine months ended December 31, 2013: 665,709 million yen 35.9%

For the nine months ended December 31, 2012: 489,949 million yen 61.1%

2. Figures for Nine months ended December 31, 2012 have been revised from those disclosed on February 6, 2013, as described in “2. Others (3) Change of accounting policy” on page 9.

(2) Consolidated Financial Position

(Millions of yen, except per share amounts)

	Total Assets	Total Equity	NTT Shareholders' Equity	Equity Ratio (Ratio of NTT Shareholders' Equity to Total Assets)	NTT Shareholders' Equity per Share
December 31, 2013	19,892,604	10,842,095	8,460,220	42.5%	7,443.36 (yen)
March 31, 2013	19,549,067	10,522,003	8,231,439	42.1%	6,944.17 (yen)

Note: Figures for March 31, 2013 have been revised from those disclosed on May 10, 2013, as described in “2. Others (3) Change of accounting policy” on page 9.

2. Dividends

	Annual Dividends				
	End of the first quarter	End of the second quarter	End of the third quarter	Year-end	Total
Year Ended March 31, 2013	-	80.00 (yen)	-	80.00 (yen)	160.00 (yen)
Year Ending March 31, 2014	-	80.00 (yen)	-	-	-
Year Ending March 31, 2014 (Forecasts)	-	-	-	90.00 (yen)	170.00 (yen)

Note: Change in forecasts of dividends during the nine months ended December 31, 2013: None

3. Consolidated Financial Results Forecasts for the Fiscal Year Ending March 31, 2014 (April 1, 2013 - March 31, 2014)

(Millions of yen)

	Operating Revenues		Operating Income		Income before Income Taxes		Net Income Attributable to NTT		Basic Earnings per Share Attributable to NTT
Year Ending March 31, 2014	11,000,000	2.8%	1,230,000	2.3%	1,280,000	6.9%	585,000	12.1%	503.22 (yen)

Notes: 1. Percentages above represent changes from the previous period.

2. Change in consolidated financial results forecasts for the fiscal year ending March 31, 2014 during the nine months ended December 31, 2013: No

3. The percentage changes from the previous period for the forecasts for the fiscal year ending March 31, 2014 for “Income before Income Taxes” and “Net Income Attributable to NTT” have been revised from those disclosed on May 10, 2013 as a result of changes to the figures in NTT's consolidated financial statements disclosed during the fiscal year ended March 31, 2013, as described in “2. Others (3) Change of accounting policy” on page 9.

***Notes:**

- (1) Change in significant consolidated subsidiaries during the nine months ended December 31, 2013, which resulted in changes in the scope of consolidation: None
- (2) Adoption of accounting which is simplified or exceptional for quarterly consolidated financial statements: None
Note: This refers to the application of simplified or exceptional accounting for quarterly consolidated financial statements.
- (3) Change of accounting policy
 - i. Change due to revision of accounting standards and other regulations: Yes
 - ii. Others: None(For further details, please see "Others" on page 9.)
- (4) Number of shares outstanding (common stock)

i. Number of shares outstanding (including treasury stock):

December 31, 2013	: 1,136,697,235 shares
March 31, 2013	: 1,323,197,235 shares

ii. Number of treasury stock:

December 31, 2013	: 84,865 shares
March 31, 2013	: 137,822,603 shares

iii. Weighted average number of shares outstanding:

For the nine months ended December 31, 2013	: 1,156,476,181 shares
For the nine months ended December 31, 2012	: 1,218,330,024 shares

* Presentation on the status of quarterly review process:

This earnings release is not subject to the quarterly review process as required by the Financial Instruments and Exchange Act of Japan. As of the date when this earnings release was issued, the quarterly financial statement review process as required by the Financial Instruments and Exchange Act was still ongoing.

* Explanation for forecasts of operation and other notes:

Forward-looking statements in this earnings release, such as forecasts of results of operations, are based on the information currently available and certain assumptions that we regard as reasonable and therefore actual results may differ materially from those contained in or suggested by any forward-looking statements. With regard to the assumptions and other related matters concerning forecasts for the fiscal year ending March 31, 2014, please refer to pages 8 and 23.

On Thursday, February 6, 2014, 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.

1. Qualitative Information

(1) Qualitative Information Relating to Consolidated Business Results

i. Consolidated results

Nine-Month Period Ended December 31, 2013 (April 1, 2013 – December 31, 2013)

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Operating revenues	7,921.7	8,025.2	103.5	1.3%
Operating expenses	6,928.5	7,040.1	111.6	1.6%
Operating income	993.2	985.1	(8.1)	(0.8)%
Income before income taxes and equity in earnings (losses) of affiliated companies	985.7	1,024.1	38.4	3.9%
Net income attributable to NTT	446.7	484.3	37.6	8.4%

During the nine months ended December 31, 2013, pursuant to its Medium-Term Management Strategy, adopted in November 2012, entitled “Towards the Next Stage,” NTT worked to expand its global cloud services and to strengthen its network service competitiveness in order to become a “valued partner” that customers continue to select.

<Expansion of Global Cloud Services>

In order to expand its global cloud services, NTT Group will take advantage of its capabilities as a group company to provide comprehensive and integrated cloud services from the information and telecommunications platform stage, such as providing data centers and an IP backbone, to the ICT management and applications stage.

Specifically, NTT Group entered into a stock transfer agreement with certain of the shareholders of RagingWire Data Centers (“RagingWire”), a leading provider of data center services in the U.S., to acquire 80% of the outstanding shares of RagingWire, in order to expand the server room space NTT Group can make available at high-quality data centers in the U.S. and to respond to the demand for cloud services.

NTT Group also entered into a stock transfer agreement with the shareholders of Virtela Technology Services Incorporated (“Virtela”), a major provider of network services and cloud-based managed network services in the U.S., to acquire 100% of the outstanding shares of Virtela, in order to improve NTT Group’s business efficiency by integrating operations and to improve services using network function virtualization technology.

In addition, NTT entered into an agreement with the shareholders of Everis Participaciones, S.L. (“Everis”) to acquire 100% of the outstanding shares of Everis, a company based in Spain that provides a wide range of IT services, including consulting, system integration and outsourcing, in order to acquire a business platform in Spain and countries in Latin America.

<Strengthening Network Service Competitiveness>

In the fixed-line communications field, NTT Group continued to work to increase new subscribers and improve long-term customer retention for its “FLET’S Hikari” services. The number of subscriptions for “FLET’S Hikari” (“FLET’S Hikari Light,” “FLET’S Hikari Next” and “B FLET’S”) in eastern Japan exceeded 10 million. In western Japan, NTT began to provide “FLET’S Smart Pay,” a payment service geared towards retail shops. Through “FLET’S Smart Pay,” NTT aims to contribute to the stimulation of the growth of retail shops by introducing a simple and easy-to-install payment service to further spread and increase the use of non-cash payment methods.

In the mobile communications field, NTT Group worked to expand its smartphone user base and to strengthen its competitiveness by launching a variety of handset lineups based on its “recommended smartphones,” and by making the iPhone (*1), which NTT Group started offering in September 2013, available in all DOCOMO shops. In addition, NTT Group expanded the service areas of its “Xi” services that provide a maximum download speed of 100 Mbps and above to the major cities in Japan, and simultaneously expanded its “Xi” services that provide a maximum download speed of 150 Mbps to high usage areas in the Tokyo, Nagoya and Osaka areas. Further, in order to provide customers with networks that are easy to access, NTT Group expanded its outdoor “quad-band LTE” service areas. “Quad-band LTE” is compatible with four spectrum bands (2GHz, 1.7GHz, 1.5GHz and 800MHz). NTT Group also developed and began the installation of indoor base stations and indoor antennas compatible with multi-bands to which the 1.7 GHz and 1.5 GHz frequencies have been added to the 2 GHz frequency previously used.

NTT Group worked to reduce costs related to fixed-line/mobile communications services in order to strengthen the competitiveness of its existing network services. Specifically, NTT worked to further increase the efficiency of its network facilities through the simplification and effective utilization of its existing network facilities, cost reductions in optical transmission line installation jobs by increasing jobs that do not require the dispatch of NTT employees, and also worked to further increase the efficiency of its maintenance and operational business.

As a result of these efforts, NTT Group's consolidated operating revenues for the nine-month period ended December 31, 2013 were ¥8,025.2 billion (an increase of 1.3% from the same period of the previous fiscal year), consolidated operating expenses were ¥7,040.1 billion (an increase of 1.6% from the same period of the previous fiscal year), consolidated operating income was ¥985.1 billion (a decrease of 0.8% from the same period of the previous fiscal year), consolidated income before income taxes and equity in earnings (losses) of affiliated companies was ¥1,024.1 billion (an increase of 3.9% from the same period of the previous fiscal year), and consolidated net income attributable to NTT was ¥484.3 billion (an increase of 8.4% from the same period of the previous fiscal year).

Notes: 1. The consolidated financial statements were prepared in accordance with accounting principles generally accepted in the United States.
2. Figures from the same period of the previous fiscal year have been revised due to the effect of the retrospective application of the equity method to investments.

(*1) "iPhone" is a registered trademark of Apple Inc. The iPhone trademark is used pursuant to AIPHONE CO., LTD.

ii. Segment results

Results by business segment are as follows.

Regional Communications Business Segment

Nine-Month Period Ended December 31, 2013 (April 1, 2013 – December 31, 2013)

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Operating revenues	2,712.1	2,626.4	(85.8)	(3.2)%
Operating expenses	2,634.3	2,525.9	(108.4)	(4.1)%
Operating income	77.9	100.5	22.6	29.0%

Operating revenues in the regional communications business segment for the nine-month period ended December 31, 2013 were ¥2,626.4 billion (a decrease of 3.2% from the same period of the previous fiscal year) due to the slowdown in the increase in the number of “FLET’S Hikari” subscriptions. As a result, the increase in IP/packet communications revenues was unable to offset the decline in fixed voice related revenues resulting from the decline in fixed-line telephone subscriptions. On the other hand, operating expenses fell to ¥2,525.9 billion (a decrease of 4.1% from the same period of the previous fiscal year) due to a decrease in personnel expenses as a result of a decline in the number of employees, a decrease in depreciation expenses and other factors, including reductions in sales-related expenses. As a result, segment operating income for the nine-month period ended December 31, 2013 was ¥100.5 billion (an increase of 29.0% from the same period of the previous fiscal year).

Number of subscriptions

	(Thousands of subscriptions)			
	As of March 31, 2013	As of December 31, 2013	Change	Percent Change
FLET’S Hikari ⁽¹⁾	17,300	17,873	572	3.3%
NTT East	9,750	10,089	339	3.5%
NTT West	7,550	7,784	234	3.1%
Hikari Denwa ⁽²⁾	15,169	15,950	781	5.2%
NTT East	8,085	8,526	441	5.5%
NTT West	7,084	7,424	340	4.8%

Notes:

(1) “FLET’S Hikari” includes “B FLET’S,” “FLET’S Hikari Next,” “FLET’S Hikari Light” and “FLET’S Hikari WiFi Access” provided by NTT East and “B FLET’S,” “FLET’S Hikari Premium,” “FLET’S Hikari Mytown,” “FLET’S Hikari Next,” “FLET’S Hikari Light” and “FLET’S Hikari WiFi Access” provided by NTT West.

(2) The figures for Hikari Denwa indicate number of channels (in thousands).

Long Distance and International Communications Business Segment

Nine-Month Period Ended December 31, 2013 (April 1, 2013 – December 31, 2013)

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Operating revenues	1,228.8	1,312.7	83.9	6.8%
Operating expenses	1,125.3	1,212.3	87.0	7.7%
Operating income	103.5	100.4	(3.1)	(3.0)%

Operating revenues in the long distance and international communications business segment for the nine-month period ended December 31, 2013 were ¥1,312.7 billion (an increase of 6.8% from the same period of the previous fiscal year). Although there was a decrease in fixed voice related revenues, operating revenues increased due to, among other things, an increase in system integration revenues and the depreciation of the yen. Despite cost reductions, operating expenses for the nine-month period ended December 31, 2013 increased to ¥1,212.3 billion (an increase of 7.7% from the same period of the previous fiscal year) due to, among other things, the depreciation of the yen. As a result, segment operating income for the nine-month period ended December 31, 2013 was ¥100.4 billion (a decrease of 3.0% from the same period of the previous fiscal year).

Mobile Communications Business Segment

Nine-Month Period Ended December 31, 2013 (April 1, 2013 – December 31, 2013)

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Operating revenues	3,370.8	3,363.6	(7.2)	(0.2)%
Operating expenses	2,668.0	2,677.8	9.9	0.4%
Operating income	702.8	685.7	(17.1)	(2.4)%

Despite an increase in handset sales revenues as a result of robust smartphone sales efforts and a steady increase in revenues associated with operations in new business sectors, operating revenues for the mobile communications business segment for the nine-month period ended December 31, 2013 decreased to ¥3,363.6 billion (a decrease of 0.2% from the same period of the previous fiscal year) due to, among other things, a decline in mobile voice related revenues due to the impact of “Monthly Support” discount programs and a decrease in billable MOU. The eight new business sectors are media and content, finance and settlement of payments, commerce, medical and healthcare, M2M (machine-to-machine), aggregation and platforms, environment and ecology and safety and security. On the other hand, notwithstanding NTT Group’s ongoing cost-cutting efforts, due to an increase in depreciation expenses from the expansion of “Xi” service base stations, operating expenses for the nine-month period ended December 31, 2013 were ¥2,677.8 billion (an increase of 0.4% from the same period of the previous fiscal year). As a result, segment operating income for the nine-month period ended December 31, 2013 was ¥685.7 billion (a decrease of 2.4% from the same period of the previous fiscal year). MOU refers to average monthly minutes of use per subscriber.

Number of subscriptions

	(Thousands of subscriptions)			
	As of March 31, 2013	As of December 31, 2013	Change	Percent Change
Mobile phone services	61,536	62,182	646	1.0%
FOMA	49,970	43,160	(6,810)	(13.6)%
Xi	11,566	19,021	7,455	64.5%
i-mode	32,688	27,826	(4,862)	(14.9)%
sp-mode	18,285	22,271	3,987	21.8%

Notes:

- (1) Number of Mobile phone services subscribers includes communication module service subscribers, in addition to “FOMA” service and “Xi” service subscribers.
- (2) Effective March 3, 2008, FOMA services became mandatory for subscription to “2in1” services. Such FOMA service subscriptions to “2in1” services are included in the number of Mobile phone services subscribers and also in the number of FOMA service subscribers.

Data Communications Business Segment

Nine-Month Period Ended December 31, 2013 (April 1, 2013 – December 31, 2013)

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Operating revenues	914.2	943.1	28.8	3.2%
Operating expenses	863.9	908.2	44.3	5.1%
Operating income	50.4	34.9	(15.5)	(30.8)%

Despite a decrease in revenues caused by the scaling down of existing large-scale systems, operating revenues in the data communications business segment for the nine-month period ended December 31, 2013 were ¥943.1 billion (an increase of 3.2% from the same period of the previous fiscal year) due to, among other things, the increase in operating revenues of NTT's overseas subsidiaries and the depreciation of the yen. Operating expenses for the nine-month period ended December 31, 2013 rose to ¥908.2 billion (an increase of 5.1% from the same period of the previous fiscal year) due to, among other things, the effects of an increase in unprofitable transactions and the depreciation of the yen. As a result, segment operating income for the nine-month period ended December 31, 2013 was ¥34.9 billion (a decrease of 30.8% from the same period of the previous fiscal year).

Other Business Segment

Nine-Month Period Ended December 31, 2013 (April 1, 2013 – December 31, 2013)

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Operating revenues	862.9	936.4	73.5	8.5%
Operating expenses	813.1	884.8	71.7	8.8%
Operating income	49.8	51.6	1.9	3.7%

Operating revenues in the other business segment for the nine-month period ended December 31, 2013 were ¥936.4 billion (an increase of 8.5% from the same period of the previous fiscal year) due to, among other things, increased revenues in the finance and construction and power businesses. On the other hand, operating expenses for the nine-month period ended December 31, 2013 were ¥884.8 billion (an increase of 8.8% from the same period of the previous fiscal year) due to, among other things, an increase in revenue-linked expenses. As a result, segment operating income for the nine-month period ended December 31, 2013 was ¥51.6 billion (an increase of 3.7% from the same period of the previous fiscal year).

(2) Qualitative Information Relating to Consolidated Financial Position

Consolidated cash flows from operating activities for the nine-month period ended December 31, 2013 were ¥1,623.0 billion (a decrease of ¥39.6 billion (2.4%) from the same period of the previous fiscal year). This decrease in cash flows was due to, among other factors, an increase in installment sales of mobile devices.

Consolidated cash flows from investing activities showed outlays of ¥1,532.7 billion (an increase in outlays of ¥137.1 billion (9.8%) from the same period of the previous fiscal year). This increase was due to, among other factors, a decrease in income from the redemption of short-term investments associated with cash management activities exceeding three months in duration and an increase in payments for the purchase of non-current investments, and other such investments while capital investments decreased.

Consolidated cash flows from financing activities amounted to cash outlays of ¥88.9 billion (a decrease in outlays of ¥291.2 billion (76.6%) from the same period of the previous fiscal year). This decrease was due to, among other factors, an increase in short-term borrowings that offset an increase in stock repurchase.

As a result of the above, NTT Group's consolidated cash and cash equivalents as of December 31, 2013 were ¥973.7 billion, an increase of ¥12.2 billion (1.3%) from the end of the previous fiscal year.

	(Billions of yen)			
	Nine Months Ended December 31, 2012	Nine Months Ended December 31, 2013	Change	Percent Change
Cash flows from operating activities	1,662.6	1,623.0	(39.6)	(2.4)%
Cash flows from investing activities	(1,395.7)	(1,532.7)	(137.1)	(9.8)%
Cash flows from financing activities	(380.1)	(88.9)	291.2	76.6%

(3) Qualitative Information Relating to Consolidated Results Forecasts

There are no changes to the consolidated results forecasts for the fiscal year ending March 31, 2014 announced on May 10, 2013. For the assumptions used in the consolidated results forecasts and other related matters, please see page 23.

2. Others

- (1) Change in significant consolidated subsidiaries during the nine months ended December 31, 2013, which resulted in changes in the scope of consolidation: None
- (2) Adoption of accounting which is simplified or exceptional for quarterly consolidated financial statements: None
- (3) Change of accounting policy

i. Reclassification of accumulated other comprehensive income

Effective April 1, 2013, NTT Group adopted Accounting Standards Update (“ASU”) 2013-02 “Reporting of Amounts Reclassified Out of Accumulated Other Comprehensive Income” issued by the Financial Accounting Standards Board (“FASB”).

This new accounting standard requires an entity to provide information about the amounts reclassified out of accumulated other comprehensive income by component. In addition, an entity is required to present, either on the face of the statement where net income is presented or in the notes thereto, significant amounts reclassified out of accumulated other comprehensive income by the respective line items of net income (if the amount being reclassified is required to be reclassified in its entirety) or by way of cross-reference (if a partial reclassification). The adoption of this accounting standard did not have any impact on NTT Group’s financial conditions and results of operations.

ii. Change in accounting estimate

Effective April 1, 2013, NTT Group has revised its estimate of the expected life of metal cables based on actual utilization to reflect an extended expected life. This modification complies with FASB Accounting Standards Codification Topic 250, *Accounting Changes and Error Corrections*, and will be applied going forward as a change in accounting estimates. The financial impact from this change in accounting estimate on the nine months ended December 31, 2013 to “Income before income taxes and equity in earnings (losses) of affiliated companies,” “Net income attributable to NTT” and “Per share of common stock” of “Net income attributable to NTT” is expected to be ¥17,357 million, ¥10,738 million, and ¥9.29, respectively.

iii. Retrospective application of equity method for an investee

As a result of the application of the equity method for NTT Group’s investment in Philippine Long Distance Telephone Company from the beginning of the three months ended June 30, 2013, the equity method of accounting was applied retrospectively, in accordance with Accounting Standards Codification Topic 323, *Investments – Equity Method and Joint Ventures*, issued by the FASB.

Consequently, the reported consolidated financial statements for the nine and three months ended December 31, 2012 and fiscal year ended March 31, 2013 have been revised in NTT Group’s consolidated financial statements for this retrospective application as follows.

For the nine and three months ended December 31, 2012

The impact on major items on the consolidated statements of comprehensive income for the nine and three months ended December 31, 2012 was a ¥52,458 million decrease in “Unrealized gain (loss) on securities” and a ¥14,478 million decrease in “Foreign currency translation adjustments.”

For the fiscal year ended March 31, 2013

The impact on major items on the consolidated balance sheet as of March 31, 2013 was a ¥140,512 million increase in “Investments in affiliated companies,” a ¥303,601 million decrease in “Marketable securities and other investments,” a ¥58,467 million increase in “Deferred income taxes” under “Investments and other assets” and a ¥85,456 million decrease in “Accumulated other comprehensive income (loss).”

The impact on major items on the consolidated statements of income for the year ended March 31, 2013 was a ¥3,452 million decrease in “Other, net” under “Other income (expenses),” a ¥1,614 million increase in “Equity in earnings (losses) of affiliated companies” and a ¥2,139 million decrease in “Net income attributable to NTT.”

The impact on “Net income attributable to NTT” under “Per share of common stock” was a decrease of ¥1.77.

iv. Reclassifications

Effective as of the three months ended June 30, 2013, in connection with NTT Group’s current state of business and initiatives such as efforts to expand into new business areas in the mobile communications business, NTT has reclassified, among other things, part of its “Mobile Voice Related Services revenues” and “IP/Packet Communications Services revenues” as “Other revenues,” and part of its “Other revenues” as “System Integration revenues.” Results for the nine months ended December 31, 2012 reflect such reclassification.

(4) Additional information

Transition to a defined contribution pension plan

During the three months ended December 31, 2013, NTT Group made the decision to transition from the contract-type corporate pension plans to a defined contribution pension plan, effective from future contributions subsequent to April 1, 2014. This change is being made in compliance with FASB Accounting Standards Codification Topic 715, *Compensation – Retirement Benefits*, and the full amount of unamortized prior service costs relating to the previous pension plan amendment is being recognized in one lump sum as a curtailment gain from the change in pension plans. The resulting impact on “Operating expenses” for the fiscal year ending March 31, 2014 will be ¥12,966 million.

3. CONSOLIDATED FINANCIAL STATEMENTS

(1) Consolidated Balance Sheets

	Millions of yen		
	March 31, 2013	December 31, 2013	Increase (Decrease)
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 961,433	¥ 973,654	¥ 12,221
Short-term investments	53,753	29,692	(24,061)
Notes and accounts receivable, trade	2,428,099	2,426,930	(1,169)
Allowance for doubtful accounts	(44,961)	(44,750)	211
Accounts receivable, other	357,255	336,670	(20,585)
Inventories	350,721	457,836	107,115
Prepaid expenses and other current assets	338,794	451,392	112,598
Deferred income taxes	224,194	227,659	3,465
Total current assets	4,669,288	4,859,083	189,795
Property, plant and equipment:			
Telecommunications equipment	13,432,047	13,063,946	(368,101)
Telecommunications service lines	15,143,239	15,318,363	175,124
Buildings and structures	5,993,215	6,050,685	57,470
Machinery, vessels and tools	1,868,972	1,903,160	34,188
Land	1,139,636	1,181,336	41,700
Construction in progress	334,326	362,936	28,610
	37,911,435	37,880,426	(31,009)
Accumulated depreciation	(28,134,748)	(28,179,853)	(45,105)
Net property, plant and equipment	9,776,687	9,700,573	(76,114)
Investments and other assets:			
Investments in affiliated companies	551,883	562,337	10,454
Marketable securities and other investments	357,222	424,108	66,886
Goodwill	824,216	929,754	105,538
Software	1,340,682	1,301,721	(38,961)
Other intangible assets	278,272	276,500	(1,772)
Other assets	997,989	1,141,169	143,180
Deferred income taxes	752,828	697,359	(55,469)
Total investments and other assets	5,103,092	5,332,948	229,856
Total assets	¥ 19,549,067	¥ 19,892,604	¥ 343,537

	Millions of yen		
	March 31, 2013	December 31, 2013	Increase (Decrease)
LIABILITIES AND EQUITY			
Current liabilities:			
Short-term borrowings	¥ 77,455	¥ 696,425	¥ 618,970
Current portion of long-term debt	703,304	460,254	(243,050)
Accounts payable, trade	1,436,643	1,119,325	(317,318)
Current portion of obligations under capital leases	16,368	15,872	(496)
Accrued payroll	437,609	367,664	(69,945)
Accrued interest	8,971	8,485	(486)
Accrued taxes on income	228,736	163,119	(65,617)
Accrued consumption tax	54,667	58,884	4,217
Advances received	183,723	192,783	9,060
Other	351,913	410,248	58,335
Total current liabilities	3,499,389	3,493,059	(6,330)
Long-term liabilities:			
Long-term debt	3,234,631	3,335,134	100,503
Obligations under capital leases	36,254	34,220	(2,034)
Liability for employees' retirement benefits	1,505,571	1,407,794	(97,777)
Accrued liabilities for point programs	156,233	148,960	(7,273)
Deferred income taxes	198,824	210,544	11,720
Other	396,162	420,798	24,636
Total long-term liabilities	5,527,675	5,557,450	29,775
Equity:			
NTT shareholders' equity			
Common stock, no par value	937,950	937,950	—
Additional paid-in capital	2,827,612	2,826,988	(624)
Retained earnings	5,227,268	4,707,190	(520,078)
Accumulated other comprehensive income (loss)	(192,932)	(11,527)	181,405
Treasury stock, at cost	(568,459)	(381)	568,078
Total NTT shareholders' equity	8,231,439	8,460,220	228,781
Noncontrolling interests	2,290,564	2,381,875	91,311
Total equity	10,522,003	10,842,095	320,092
Total liabilities and equity	¥ 19,549,067	¥ 19,892,604	¥ 343,537

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

NINE-MONTH PERIOD ENDED DECEMBER 31

Consolidated Statements of Income

	Millions of yen		
	2012	2013	Increase (Decrease)
Operating revenues:			
Fixed voice related services	¥ 1,291,153	¥ 1,184,765	¥ (106,388)
Mobile voice related services	967,283	789,546	(177,737)
IP / packet communications services	2,790,555	2,789,563	(992)
Sale of telecommunication equipment	644,695	740,095	95,400
System integration	1,423,729	1,585,561	161,832
Other	804,305	935,654	131,349
	7,921,720	8,025,184	103,464
Operating expenses:			
Cost of services (exclusive of items shown separately below)	1,694,898	1,720,380	25,482
Cost of equipment sold (exclusive of items shown separately below)	649,260	646,856	(2,404)
Cost of system integration (exclusive of items shown separately below)	989,201	1,147,150	157,949
Depreciation and amortization	1,408,888	1,394,935	(13,953)
Impairment loss	788	166	(622)
Selling, general and administrative expenses	2,185,448	2,127,588	(57,860)
Goodwill and other intangible asset impairments	-	2,989	2,989
	6,928,483	7,040,064	111,581
Operating income	993,237	985,120	(8,117)
Other income (expenses):			
Interest and amortization of bond discounts and issue costs	(41,407)	(36,944)	4,463
Interest income	13,283	13,221	(62)
Other, net	20,575	62,706	42,131
	(7,549)	38,983	46,532
Income before income taxes and equity in earnings (losses) of affiliated companies	985,688	1,024,103	38,415
Income tax expense (benefit):			
Current	360,991	389,112	28,121
Deferred	19,422	(3,618)	(23,040)
	380,413	385,494	5,081
Income before equity in earnings (losses) of affiliated companies	605,275	638,609	33,334
Equity in earnings (losses) of affiliated companies	(7,472)	14	7,486
Net income	597,803	638,623	40,820
Less – Net income attributable to noncontrolling interests	151,116	154,319	3,203
Net income attributable to NTT	¥ 446,687	¥ 484,304	¥ 37,617
Per share of common stock:			
Weighted average number of shares outstanding (Shares)	1,218,330,024	1,156,476,181	
Net income attributable to NTT (Yen)	¥ 366.64	¥ 418.78	

Consolidated Statements of Comprehensive Income

	Millions of yen		
	2012	2013	Increase (Decrease)
Net income	¥ 597,803	¥ 638,623	¥ 40,820
Other comprehensive income (loss), net of tax:			
Unrealized gain (loss) on securities	25,935	28,200	2,265
Unrealized gain (loss) on derivative instruments	(1,902)	(2,540)	(638)
Foreign currency translation adjustments	15,123	83,928	68,805
Pension liability adjustments	12,270	100,677	88,407
Total other comprehensive income (loss)	51,426	210,265	158,839
Total comprehensive income (loss)	649,229	848,888	199,659
Less – Comprehensive income attributable to noncontrolling interests	159,280	183,179	23,899
Total comprehensive income (loss) attributable to NTT	¥ 489,949	665,709	¥ 175,760

THREE-MONTH PERIOD ENDED DECEMBER 31

Consolidated Statements of Income

	Millions of yen		
	2012	2013	Increase (Decrease)
Operating revenues:			
Fixed voice related services	¥ 424,302	¥ 390,283	¥ (34,019)
Mobile voice related services	307,988	254,497	(53,491)
IP / packet communications services	939,700	925,755	(13,945)
Sale of telecommunication equipment	242,362	297,866	55,504
System integration	483,457	556,434	72,977
Other	286,519	334,279	47,760
	2,684,328	2,759,114	74,786
Operating expenses:			
Cost of services (exclusive of items shown separately below)	569,633	571,178	1,545
Cost of equipment sold (exclusive of items shown separately below)	230,884	276,160	45,276
Cost of system integration (exclusive of items shown separately below)	352,548	410,510	57,962
Depreciation and amortization	478,793	475,815	(2,978)
Impairment loss	-	4	4
Selling, general and administrative expenses	722,202	693,354	(28,848)
	2,354,060	2,427,021	72,961
Operating income	330,268	332,093	1,825
Other income (expenses):			
Interest and amortization of bond discounts and issue costs	(12,894)	(12,187)	707
Interest income	4,524	4,449	(75)
Other, net	20,987	23,970	2,983
	12,617	16,232	3,615
Income before income taxes and equity in earnings (losses) of affiliated companies	342,885	348,325	5,440
Income tax expense (benefit):			
Current	120,648	123,341	2,693
Deferred	9,184	5,117	(4,067)
	129,832	128,458	(1,374)
Income before equity in earnings (losses) of affiliated companies	213,053	219,867	6,814
Equity in earnings (losses) of affiliated companies	(12,152)	(5,242)	6,910
Net income	200,901	214,625	13,724
Less – Net income attributable to noncontrolling interests	47,629	53,861	6,232
Net income attributable to NTT	¥ 153,272	¥ 160,764	¥ 7,492
Per share of common stock:			
Weighted average number of shares outstanding (Shares)	1,207,638,148	1,137,382,961	
Net income attributable to NTT (Yen)	¥ 126.92	¥ 141.35	

Consolidated Statements of Comprehensive Income

	Millions of yen		
	2012	2013	Increase (Decrease)
Net income	¥ 200,901	¥ 214,625	¥ 13,724
Other comprehensive income (loss), net of tax:			
Unrealized gain (loss) on securities	13,528	11,023	(2,505)
Unrealized gain (loss) on derivative instruments	(1,175)	929	2,104
Foreign currency translation adjustments	15,581	13,088	(2,493)
Pension liability adjustments	4,179	94,649	90,470
Total other comprehensive income (loss)	32,113	119,689	87,576
Total comprehensive income (loss)	233,014	334,314	101,300
Less – Comprehensive income attributable to noncontrolling interests	57,316	67,249	9,933
Total comprehensive income (loss) attributable to NTT	¥ 175,698	¥ 267,065	¥ 91,367

(3) Consolidated Statements of Cash Flows
NINE-MONTH PERIOD ENDED DECEMBER 31

	Millions of yen		
	2012	2013	Increase (Decrease)
Cash flows from operating activities:			
Net income	¥ 597,803	¥ 638,623	¥ 40,820
Adjustments to reconcile net income to net cash provided by operating activities -			
Depreciation and amortization	1,408,888	1,394,935	(13,953)
Impairment loss	788	166	(622)
Deferred taxes	19,422	(3,618)	(23,040)
Goodwill and other intangible asset impairments	-	2,989	2,989
Loss on disposal of property, plant and equipment	58,632	63,781	5,149
Equity in (earnings) losses of affiliated companies	7,472	(14)	(7,486)
(Increase) decrease in notes and accounts receivable, trade	46,450	17,052	(29,398)
(Increase) decrease in inventories	(90,628)	(105,619)	(14,991)
(Increase) decrease in other current assets	(79,906)	(91,842)	(11,936)
Increase (decrease) in accounts payable, trade and accrued payroll	(229,969)	(250,095)	(20,126)
Increase (decrease) in accrued consumption tax	8,429	3,257	(5,172)
Increase (decrease) in accrued interest	(1,251)	(1,254)	(3)
Increase (decrease) in advances received	(4,837)	3,861	8,698
Increase (decrease) in accrued taxes on income	(65,009)	(67,341)	(2,332)
Increase (decrease) in other current liabilities	18,014	18,127	113
Increase (decrease) in liability for employees' retirement benefits	49,970	51,638	1,668
Increase (decrease) in other long-term liabilities	(19,945)	9,724	29,669
Other	(61,718)	(61,397)	321
Net cash provided by operating activities	¥ 1,662,605	¥ 1,622,973	¥(39,632)

	Millions of yen		
	2012	2013	Increase (Decrease)
Cash flows from investing activities:			
Payments for property, plant and equipment	¥ (1,165,357)	¥ (1,161,716)	¥ 3,641
Payments for acquisitions of intangibles	(326,638)	(310,707)	15,931
Proceeds from sale of property, plant and equipment	24,070	40,694	16,624
Payments for purchase of non-current investments	(27,492)	(40,885)	(13,393)
Proceeds from sale and redemption of non-current investments	12,208	12,788	580
Acquisitions of subsidiaries, net of cash acquired	(36,867)	(55,459)	(18,592)
Payments for purchase of short-term investments	(648,278)	(50,004)	598,274
Proceeds from redemption of short-term investments	787,578	72,643	(714,935)
Other	(14,906)	(40,103)	(25,197)
Net cash used in investing activities	(1,395,682)	(1,532,749)	(137,067)
Cash flows from financing activities:			
Proceeds from issuance of long-term debt	181,905	404,980	223,075
Payments for settlement of long-term debt	(378,924)	(582,565)	(203,641)
Proceeds from issuance of short-term debt	2,602,705	4,865,207	2,262,502
Payments for settlement of short-term debt	(2,380,405)	(4,255,747)	(1,875,342)
Dividends paid	(183,405)	(186,174)	(2,769)
Proceeds from sale of (payments for acquisition of) treasury stock, net	(100,018)	(250,130)	(150,112)
Acquisition of treasury stock by subsidiary	(14,598)	(5,215)	9,383
Other	(107,397)	(79,277)	28,120
Net cash used in financing activities	(380,137)	(88,921)	291,216
Effect of exchange rate changes on cash and cash equivalents	157	10,918	10,761
Net increase (decrease) in cash and cash equivalents	(113,057)	12,221	125,278
Cash and cash equivalents at beginning of period	1,020,143	961,433	(58,710)
Cash and cash equivalents at end of period	¥ 907,086	¥ 973,654	¥ 66,568
Cash paid during the period for:			
Interest	¥ 41,720	¥ 37,430	¥ (4,290)
Income taxes, net	426,954	458,349	31,395

(4) Going Concern Assumption

None

(5) Business Segments

NINE-MONTH PERIOD ENDED DECEMBER 31

1. Sales and operating revenues (Millions of yen)

	Nine months ended December 31, 2012	Nine months ended December 31, 2013	Increase (Decrease)
Regional communications business			
External customers	¥ 2,390,900	¥ 2,304,623	¥ (86,277)
Intersegment	321,245	321,751	506
Total	2,712,145	2,626,374	(85,771)
Long-distance and international communications business			
External customers	1,150,214	1,241,488	91,274
Intersegment	78,597	71,181	(7,416)
Total	1,228,811	1,312,669	83,858
Mobile communications business			
External customers	3,340,891	3,332,676	(8,215)
Intersegment	29,904	30,888	984
Total	3,370,795	3,363,564	(7,231)
Data communications business			
External customers	808,065	853,675	45,610
Intersegment	106,173	89,379	(16,794)
Total	914,238	943,054	28,816
Other business			
External customers	231,650	292,722	61,072
Intersegment	631,234	643,709	12,475
Total	862,884	936,431	73,547
Elimination	(1,167,153)	(1,156,908)	10,245
Consolidated total	¥ 7,921,720	¥ 8,025,184	¥ 103,464

2. Segment profit (Millions of yen)

	Nine months ended December 31, 2012	Nine months ended December 31, 2013	Increase (Decrease)
Segment profit			
Regional communications business	¥ 77,859	¥ 100,453	¥ 22,594
Long-distance and international communications business	103,528	100,419	(3,109)
Mobile communications business	702,813	685,723	(17,090)
Data communications business	50,367	34,856	(15,511)
Other business	49,783	51,633	1,850
Total segment profit	984,350	973,084	(11,266)
Elimination	8,887	12,036	3,149
Consolidated total	¥ 993,237	¥ 985,120	¥ (8,117)

THREE-MONTH PERIOD ENDED DECEMBER 31**1. Sales and operating revenues**

(Millions of yen)

	Three months ended December 31, 2012	Three months ended December 31, 2013	Increase (Decrease)
Regional communications business			
External customers	¥ 796,396	¥ 766,214	¥ (30,182)
Intersegment	106,700	111,008	4,308
Total	903,096	877,222	(25,874)
Long-distance and international communications business			
External customers	386,954	426,007	39,053
Intersegment	27,438	22,763	(4,675)
Total	414,392	448,770	34,378
Mobile communications business			
External customers	1,152,158	1,153,619	1,461
Intersegment	11,317	10,974	(343)
Total	1,163,475	1,164,593	1,118
Data communications business			
External customers	273,934	298,610	24,676
Intersegment	32,959	30,557	(2,402)
Total	306,893	329,167	22,274
Other business			
External customers	74,886	114,664	39,778
Intersegment	225,633	219,134	(6,499)
Total	300,519	333,798	33,279
Elimination	(404,047)	(394,436)	9,611
Consolidated total	¥ 2,684,328	¥ 2,759,114	¥ 74,786

2. Segment profit

(Millions of yen)

	Three months ended December 31, 2012	Three months ended December 31, 2013	Increase (Decrease)
Segment profit			
Regional communications business	¥ 27,585	¥ 24,836	¥(2,749)
Long-distance and international communications business	37,318	38,934	1,616
Mobile communications business	228,072	215,103	(12,969)
Data communications business	18,976	28,425	9,449
Other business	15,534	21,178	5,644
Total segment profit	327,485	328,476	991
Elimination	2,783	3,617	834
Consolidated total	¥ 330,268	¥ 332,093	¥ 1,825

(6) NTT Shareholders' Equity

1. Dividends

Cash dividends paid

Resolution	The shareholders' meeting on June 25, 2013
Class of shares	Common stock
Source of dividends	Retained earnings
Total cash dividends paid	¥94,830 million
Cash dividends per share	¥80
Date of record	March 31, 2013
Date of payment	June 26, 2013

Resolution	The Board of Directors' meeting on November 8, 2013
Class of shares	Common stock
Source of dividends	Retained earnings
Total cash dividends paid	¥91,344 million
Cash dividends per share	¥80
Date of record	September 30, 2013
Date of payment	December 9, 2013

2. Treasury stock

On May 10, 2013, the board of directors of NTT resolved that NTT may acquire up to 50 million shares of its outstanding common stock for an amount in total not exceeding ¥250 billion from May 13, 2013 through March 31, 2014. Based on this resolution, NTT repurchased 48,737,200 shares of its common stock for a total purchase price of ¥250,000 million between May 2013 and October 2013, and concluded the repurchase of its common stock authorized by the board of directors' resolution.

On November 8, 2013, the board of directors of NTT resolved that NTT will cancel 186,500,000 shares held as treasury stock on November 15, 2013, and as a result of such cancellation conducted on November 15, 2013, retained earnings have decreased by ¥818,208 million.

On February 6, 2014, the board of directors of NTT resolved that NTT may acquire up to 38 million shares of its outstanding common stock for an amount in total not exceeding ¥200 billion from February 7, 2014 through March 31, 2014.

(7) Subsequent events

Please see note 6 for details on the resolutions regarding NTT's repurchase of its common stock.

4. (Reference)

NON-CONSOLIDATED FINANCIAL STATEMENTS

(1) Non-Consolidated Balance Sheets

(Based on accounting principles generally accepted in Japan)

	Millions of yen	
	March 31, 2013	December 31, 2013
ASSETS		
Current assets:		
Cash and bank deposits	¥ 20,869	¥ 31,172
Accounts receivable, trade	2,769	941
Supplies	227	250
Subsidiary deposits	101,312	4,256
Other	431,032	461,602
Total current assets	556,211	498,223
Fixed assets:		
Property, plant and equipment	169,788	163,056
Intangible fixed assets	43,905	37,372
Investments and other assets		
Investments in subsidiaries and affiliated companies	5,073,510	5,093,770
Long-term loans receivable to subsidiaries	1,588,072	1,478,972
Other	36,364	43,028
Total investments and other assets	6,697,946	6,615,771
Total fixed assets	6,911,640	6,816,201
TOTAL ASSETS	¥ 7,467,851	¥ 7,314,424

Notes: 1. These quarterly financial statements are exempt from auditor's review in the legal disclosure.

2. These quarterly financial statements are prepared based on "Regulation for Terminology, Forms and Preparation of Quarterly Financial Statements."

(Reference)

	Millions of yen	
	March 31, 2013	December 31, 2013
LIABILITIES		
Current liabilities:		
Accounts payable, trade	¥ 184	¥ 29
Current portion of corporate bonds	120,000	139,997
Current portion of long-term borrowings	223,300	178,200
Accrued taxes on income	19,708	10,751
Deposit received from subsidiaries	89,376	51,640
Other	32,151	201,430
Total current liabilities	484,720	582,050
Long-term liabilities:		
Corporate bonds	1,046,258	1,006,262
Long-term borrowings	1,021,530	962,430
Long-term borrowings from subsidiary	240,000	240,000
Liability for employees' retirement benefits	31,858	32,985
Asset retirement obligations	1,140	1,383
Other	1,171	1,075
Total long-term liabilities	2,341,959	2,244,136
TOTAL LIABILITIES	2,826,680	2,826,186
NET ASSETS		
Shareholders' equity:		
Common stock	937,950	937,950
Capital surplus	2,672,826	2,672,826
Earned surplus	1,598,861	877,385
Treasury stock	(568,458)	(380)
Total shareholders' equity	4,641,179	4,487,781
Unrealized gains (losses), translation adjustments, and others:		
Net unrealized gains (losses) on securities	(7)	456
Total unrealized gains (losses), translation adjustments, and others	(7)	456
TOTAL NET ASSETS	4,641,171	4,488,237
TOTAL LIABILITIES AND NET ASSETS	¥ 7,467,851	¥ 7,314,424

Notes: 1. These quarterly financial statements are exempt from auditor's review in the legal disclosure.

2. These quarterly financial statements are prepared based on "Regulation for Terminology, Forms and Preparation of Quarterly Financial Statements."

(Reference)

(2) Non-Consolidated Statements of Income

NINE-MONTH PERIOD ENDED DECEMBER 31

(Based on accounting principles generally accepted in Japan)

	Millions of yen	
	2012	2013
Operating revenues	¥ 390,401	¥ 389,265
Operating expenses	104,769	100,206
Operating income	285,632	289,058
Non-operating revenues:		
Interest income	19,099	16,351
Lease and rental income	8,678	8,428
Miscellaneous income	746	961
Total non-operating revenues	28,525	25,740
Non-operating expenses:		
Interest expenses	12,675	11,423
Corporate bond interest expenses	13,698	11,842
Miscellaneous expenses	5,762	7,744
Total non-operating expenses	32,136	31,010
Recurring profit	282,022	283,789
Income before income taxes	282,022	283,789
Income taxes	1,024	883
Net income	¥ 280,997	¥ 282,905

(Reference) Major components of operating revenues

Dividends received	¥ 279,290	¥ 284,394
Revenues from group management	14,250	13,875
Revenues from basic R&D	¥ 90,749	¥ 85,874

Notes: 1. These quarterly financial statements are exempt from auditor's review in the legal disclosure.

2. These quarterly financial statements are prepared based on "Regulation for Terminology, Forms and Preparation of Quarterly Financial Statements."

[Note]

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, other changes in circumstances that could cause actual results to differ materially from the forecasts contained or referred to herein, as well as other risks included in NTT's most recent Annual Report on Form 20-F and other filings and submissions with the United States Securities and Exchange Commission.

NTT's Shares and Shareholders (as of December 31, 2013)**1. Classification of Shareholders**

Details	NTT's Shares and Shareholders (1 unit = 100 shares)								Shares Representing Less Than One Unit
	Government and Public Bodies	Financial Institutions	Securities Firms	Other Domestic Corporations	Foreign Corporations, etc.		Domestic Individuals, etc.	Total	
Total Holders	3	256	61	6,704	1,121	868	811,419	820,432	--
Total Shares (Units)									
	4,312,317	1,774,390	69,993	160,862	3,068,179	5,419	1,958,900	11,350,060	1,691,235
%	37.99	15.63	0.62	1.42	27.03	0.05	17.26	100.00	--

- Notes: (1) "Domestic Individuals, etc." includes 851 units of treasury stock, and "Shares Representing Less Than One Unit" includes 65 shares of treasury stock. 85,165 shares of treasury stock represents are recorded in the shareholders' register; the actual number of stock of treasury stock at the end of December 31, 2013 was 84,865.
- (2) "Other Domestic Corporations" includes 157 units under the name of the Japan Securities Depository Center, and "Shares Representing Less Than One Unit" includes 72 shares under the name of the Japan Securities Depository Center.
- (3) The number of shareholders who only own shares representing less than one unit is 229,248.

2. Classification by Number of Shares

Details	NTT's Shares and Shareholders (1 unit = 100 shares)								Shares Representing Less Than One Unit
	At Least 1,000 Units	At Least 500 Units	At Least 100 Units	At Least 50 Units	At Least 10 Units	At Least 5 Units	At Least 1 Unit	Total	
Number of Holders	382	165	814	926	22,702	52,937	742,506	820,432	--
%	0.05	0.02	0.10	0.11	2.77	6.45	90.50	100.00	--
Total Shares (Units)	9,198,892	112,663	165,399	59,882	348,134	321,375	1,143,715	11,350,060	1,691,235
%	81.05	0.99	1.46	0.53	3.07	2.83	10.08	100.00	--

- Notes: (1) "At Least 1,000 Units" includes 851 units of treasury stock, and "Shares Representing Less Than One Unit" includes 65 shares of treasury stock.
- (2) "At Least 100 Units" includes 157 units under the name of the Japan Securities Depository Center, and "Shares Representing Less Than One Unit" includes 72 shares under the name of the Japan Securities Depository Center.

3. Principal Shareholders

Name	Share Holdings (in thousands of shares)	Percentage of Total Shares Issued (%)
The Minister of Finance	431,231	37.94
Japan Trustee Services Bank, Ltd. (Trust Account)	40,611	3.57
The Master Trust Bank of Japan, Ltd. (Trust Account)	33,006	2.90
Japan Trustee Services Bank, Ltd. (Trust Account 9)	18,479	1.63
Moxley and Co LLC	16,726	1.47
The Chase Manhattan Bank, N.A. London Secs Lending Omnibus Account	15,018	1.32
NTT Employee Share-Holding Association	10,465	0.92
The Bank of New York Mellon SA/NV 10	10,420	0.92
Nippon Life Insurance Company	7,650	0.67
State Street Bank and Trust Company 505225	7,484	0.66
Total	591,094	52.00