

August 5, 2015

FOR IMMEDIATE RELEASE

Financial Statements for the Three Months Ended June 30, 2015

The financial results of Nippon Telegraph and Telephone East Corporation (NTT East) for the three months ended June 30, 2015 are presented in the following attachments.

(Attachments)

1. Non-Consolidated Comparative Balance Sheets
2. Non-Consolidated Comparative Statements of Income
3. Business Results (Non-Consolidated Operating Revenues)

For inquiries, please contact:

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1. Non-Consolidated Comparative Balance Sheets

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	March 31, 2015	June 30, 2015	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	434,518	421,467	(13,050)
Antenna facilities	3,948	3,891	(56)
Terminal equipment	37,569	35,958	(1,611)
Local line facilities	854,162	844,403	(9,758)
Long-distance line facilities	3,683	3,566	(116)
Engineering facilities	602,828	598,490	(4,338)
Submarine line facilities	1,119	1,052	(66)
Buildings	423,373	416,775	(6,597)
Construction in progress	27,975	24,717	(3,258)
Other	257,129	254,132	(2,996)
Total property, plant and equipment	2,646,308	2,604,457	(41,851)
Intangible fixed assets	84,496	80,435	(4,061)
Total fixed assets - telecommunications businesses	2,730,805	2,684,892	(45,912)
Investments and other assets			
Other investments and assets	198,579	198,074	(505)
Allowance for doubtful accounts	(956)	(919)	36
Total investments and other assets	197,623	197,154	(469)
Total fixed assets	2,928,428	2,882,046	(46,381)
Current assets:			
Cash and bank deposits	21,980	17,367	(4,613)
Notes receivable	15	-	(15)
Accounts receivable, trade	236,984	210,585	(26,399)
Supplies	33,633	32,299	(1,333)
Other current assets	260,213	246,137	(14,076)
Allowance for doubtful accounts	(544)	(438)	106
Total current assets	552,283	505,951	(46,332)
TOTAL ASSETS	3,480,711	3,387,998	(92,713)

(Millions of yen)

	March 31, 2015	June 30, 2015	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	430,955	430,955	-
Liability for employees' retirement benefits	232,618	235,318	2,699
Reserve for point services	9,724	11,194	1,470
Reserve for unused telephone cards	9,686	9,351	(335)
Allowance for environmental measures	7,748	7,748	-
Asset retirement obligations	1,119	1,123	3
Other long-term liabilities	9,477	9,434	(43)
Total long-term liabilities	701,330	705,125	3,795
Current liabilities:			
Current portion of long-term borrowings from parent company	66,220	66,220	-
Accounts payable, trade	85,478	35,868	(49,610)
Accrued taxes on income	10,713	5,456	(5,257)
Allowance for environmental measures	3,147	3,147	-
Other current liabilities	403,883	354,231	(49,652)
Total current liabilities	569,443	464,923	(104,520)
TOTAL LIABILITIES	1,270,773	1,170,048	(100,724)
NET ASSETS			
Shareholders' equity:			
Common stock	335,000	335,000	-
Capital surplus	1,499,726	1,499,726	-
Earned surplus	371,905	379,383	7,478
Total shareholders' equity	2,206,632	2,214,110	7,478
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	3,305	3,838	532
Total unrealized gains (losses), translation adjustments, and others	3,305	3,838	532
TOTAL NET ASSETS	2,209,938	2,217,949	8,011
TOTAL LIABILITIES AND NET ASSETS	3,480,711	3,387,998	(92,713)

Note: *NTT East participates in a consolidated tax return system, which has been adopted by NTT (Holding Company) and its wholly-owned subsidiaries in Japan.

However, except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements.

2. Non-Consolidated Comparative Statements of Income

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Year ended March 31, 2015
Telecommunications businesses:				
Operating revenues	406,181	403,536	(2,645)	1,625,057
Operating expenses	381,563	357,654	(23,908)	1,533,165
Operating income from telecommunications businesses	24,618	45,881	21,263	91,891
Supplementary businesses:				
Operating revenues	26,758	26,201	(556)	140,365
Operating expenses	23,578	21,380	(2,198)	122,414
Operating income from supplementary businesses	3,179	4,820	1,641	17,950
Operating income	27,797	50,701	22,904	109,841
Non-operating revenues:				
Interest income	21	22	0	77
Dividends received	5,610	3,072	(2,538)	6,400
Gains on sales of fixed assets	8,008	1,821	(6,187)	9,565
Miscellaneous income	748	945	196	7,660
Total non-operating revenues	14,389	5,861	(8,528)	23,704
Non-operating expenses:				
Interest expenses	1,641	1,244	(397)	5,852
Miscellaneous expenses	816	242	(574)	5,651
Total non-operating expenses	2,458	1,486	(971)	11,504
Recurring profit	39,729	55,076	15,347	122,041
Special losses	-	-	-	7,930
Income before income taxes	39,729	55,076	15,347	114,111
Income taxes	*	*	2,609	44,539
Net income	28,240	40,978	12,737	69,571

Note: * NTT East participates in a consolidated tax return system, which has been adopted by NTT (Holding Company) and its wholly-owned subsidiaries in Japan.

However, except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements.

3. Business Results (Non-Consolidated Operating Revenues)

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2015
Voice transmission services revenues (excluding IP services revenues)	121,081	110,051	(11,030)	(9.1)	468,529
Monthly charge revenues*	88,899	82,076	(6,823)	(7.7)	346,421
Call rates revenues*	9,499	8,022	(1,477)	(15.5)	35,542
Interconnection call revenues*	14,299	13,241	(1,058)	(7.4)	55,061
IP services revenues	209,152	217,007	7,854	3.8	844,470
Leased circuit services revenues (excluding IP services revenues)	28,855	28,667	(187)	(0.6)	111,986
Telegram services revenues	3,831	3,608	(222)	(5.8)	14,063
Other telecommunications services revenues	43,261	44,201	940	2.2	186,007
Telecommunications total revenues	406,181	403,536	(2,645)	(0.7)	1,625,057
Supplementary business total revenues	26,758	26,201	(556)	(2.1)	140,365
Total operating revenues	432,939	429,737	(3,202)	(0.7)	1,765,422

*Partial listing only

August 5, 2015

FOR IMMEDIATE RELEASE

Financial Statements for the Three Months Ended June 30, 2015

The financial results of Nippon Telegraph and Telephone West Corporation (NTT West) for the three months ended June 30, 2015 are presented in the following attachments.

(Attachments)

1. Non-Consolidated Comparative Balance Sheets
2. Non-Consolidated Comparative Statements of Income
3. Business Results (Non-Consolidated Operating Revenues)

For inquiries, please contact:

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1. Non-Consolidated Comparative Balance Sheets

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	March 31, 2015	June 30, 2015	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	407,805	397,518	(10,286)
Antenna facilities	6,061	5,939	(122)
Terminal equipment	17,786	17,700	(86)
Local line facilities	981,834	976,567	(5,266)
Long-distance line facilities	2,201	2,188	(13)
Engineering facilities	541,617	537,720	(3,897)
Submarine line facilities	4,094	3,890	(204)
Buildings	344,165	338,399	(5,765)
Construction in progress	25,780	27,004	1,224
Other	219,817	218,811	(1,006)
Total property, plant and equipment	2,551,165	2,525,740	(25,424)
Intangible fixed assets	68,950	66,414	(2,536)
Total fixed assets - telecommunications businesses	2,620,116	2,592,155	(27,961)
Investments and other assets			
Other investments and assets	149,863	147,969	(1,894)
Allowance for doubtful accounts	(652)	(633)	19
Total investments and other assets	149,211	147,335	(1,875)
Total fixed assets	2,769,327	2,739,490	(29,836)
Current assets:			
Cash and bank deposits	26,533	28,865	2,332
Notes receivable	6	123	117
Accounts receivable, trade	198,729	165,284	(33,444)
Supplies	33,580	33,120	(460)
Other current assets	185,077	147,595	(37,481)
Allowance for doubtful accounts	(597)	(513)	84
Total current assets	443,329	374,477	(68,851)
TOTAL ASSETS	3,212,656	3,113,967	(98,688)

(Millions of yen)

	March 31, 2015	June 30, 2015	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	778,827	708,827	(70,000)
Liability for employees' retirement benefits	229,952	232,333	2,380
Reserve for point services	7,571	6,358	(1,213)
Reserve for unused telephone cards	9,160	8,842	(317)
Allowance for environmental measures	10,794	10,794	-
Asset retirement obligations	345	347	1
Other long-term liabilities	6,392	6,304	(87)
Total long-term liabilities	1,043,045	973,807	(69,237)
Current liabilities:			
Current portion of long-term borrowings from parent company	175,600	245,600	70,000
Accounts payable, trade	74,063	38,816	(35,247)
Short-term borrowings	75,000	72,000	(3,000)
Accrued taxes on income	1,082	851	(230)
Allowance for environmental measures	3,356	2,708	(648)
Other current liabilities	341,782	284,293	(57,489)
Total current liabilities	670,885	644,269	(26,616)
TOTAL LIABILITIES	1,713,930	1,618,077	(95,853)
NET ASSETS			
Shareholders' equity:			
Common stock	312,000	312,000	-
Capital surplus	1,170,054	1,170,054	-
Earned surplus	15,934	13,219	(2,714)
Total shareholders' equity	1,497,988	1,495,273	(2,714)
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	738	617	(120)
Total unrealized gains (losses), translation adjustments, and others	738	617	(120)
TOTAL NET ASSETS	1,498,726	1,495,890	(2,835)
TOTAL LIABILITIES AND NET ASSETS	3,212,656	3,113,967	(98,688)

Note: *NTT West participates in a consolidated tax return system, which has been adopted by NTT (Holding Company) and its wholly-owned subsidiaries in Japan.

However, except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements.

2. Non-Consolidated Comparative Statements of Income

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Year ended March 31, 2015
Telecommunications businesses:				
Operating revenues	355,614	344,962	(10,651)	1,415,321
Operating expenses	349,847	333,754	(16,092)	1,392,847
Operating income from telecommunications businesses	5,767	11,208	5,440	22,473
Supplementary businesses:				
Operating revenues	29,576	29,147	(428)	158,892
Operating expenses	27,242	25,473	(1,768)	145,692
Operating income from supplementary businesses	2,333	3,673	1,339	13,200
Operating income	8,100	14,881	6,780	35,674
Non-operating revenues:				
Interest income	1	1	0	5
Dividends received	1,332	1,547	214	1,355
Gains on sales of fixed assets	23	681	658	2,531
Miscellaneous income	487	552	64	2,123
Total non-operating revenues	1,845	2,783	937	6,015
Non-operating expenses:				
Interest expenses	3,012	2,545	(467)	11,461
Miscellaneous expenses	78	340	262	1,390
Total non-operating expenses	3,091	2,886	(204)	12,851
Recurring profit	6,854	14,778	7,923	28,838
Special losses	-	-	-	7,972
Income before income taxes	6,854	14,778	7,923	20,865
Income taxes	* 654	* 2,492	1,837	6,943
Net income	6,200	12,286	6,085	13,921

Note: * NTT West participates in a consolidated tax return system, which has been adopted by NTT (Holding Company) and its wholly-owned subsidiaries in Japan.

However, except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements.

3. Business Results (Non-Consolidated Operating Revenues)

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2015
Voice transmission services revenues (excluding IP services revenues)	122,083	110,527	(11,555)	(9.5)	472,572
Monthly charge revenues*	89,417	81,889	(7,528)	(8.4)	347,759
Call rates revenues*	8,780	7,520	(1,260)	(14.4)	33,194
Interconnection call revenues*	15,882	14,535	(1,346)	(8.5)	61,333
IP services revenues	169,699	174,527	4,827	2.8	686,194
Leased circuit services revenues (excluding IP services revenues)	26,260	24,751	(1,508)	(5.7)	103,035
Telegram services revenues	4,137	3,880	(257)	(6.2)	15,455
Other telecommunications services revenues	33,434	31,276	(2,158)	(6.5)	138,062
Telecommunications total revenues	355,614	344,962	(10,651)	(3.0)	1,415,321
Supplementary business total revenues	29,576	29,147	(428)	(1.5)	158,892
Total operating revenues	385,190	374,109	(11,080)	(2.9)	1,574,213

*Partial listing only

August 5, 2015

FOR IMMEDIATE RELEASE

NTT Com Announces Financial Results for the Three Months Ended June 30, 2015

TOKYO, JAPAN — NTT Communications Corporation (NTT Com) announced today its financial results for the three months ended June 30, 2015. Please see the following attachments for further details:

- I. Financial Results of NTT Communications Group
- II. Non-Consolidated Comparative Balance Sheets
- III. Non-Consolidated Comparative Statements of Income
- IV. Business Results (Non-Consolidated Operating Revenues)

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About NTT Communications Corporation

NTT Communications provides consultancy, architecture, security and cloud services to optimize the information and communications technology (ICT) environments of enterprises. These offerings are backed by the company's worldwide infrastructure, including a leading global tier-1 IP network, the Arcstar Universal One™ VPN network, reaching 196 countries/regions, and 130 secure data centers worldwide. NTT Communications' solutions leverage the global resources of NTT Group companies, including Dimension Data, NTT DOCOMO and NTT DATA.

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I. Financial Results of NTT Communications Group

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Percent Increase (Decrease)
Operating revenues	296,246	312,933	16,687	5.6
Operating expenses	267,460	287,216	19,756	7.4
Operating income	28,786	25,717	(3,069)	(10.7)

II. Non-Consolidated Comparative Balance Sheets
(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	March 31, 2015	June 30, 2015	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	139,814	136,454	(3,359)
Antenna facilities	1,565	1,542	(22)
Terminal equipment	892	1,014	121
Local line facilities	730	705	(24)
Long-distance line facilities	6,089	5,899	(189)
Engineering facilities	52,008	52,020	11
Submarine line facilities	13,354	12,653	(701)
Buildings	181,117	178,322	(2,794)
Construction in progress	29,415	34,464	5,048
Other	92,215	90,613	(1,601)
Total property, plant and equipment	517,203	513,692	(3,511)
Intangible fixed assets	92,130	97,023	4,893
Total fixed assets - telecommunications businesses	609,333	610,715	1,381
Investments and other assets			
Investment securities	191,569	184,848	(6,721)
Investments in subsidiaries and affiliated companies	290,139	381,356	91,217
Other investments and assets	43,877	45,387	1,509
Allowance for doubtful accounts	(190)	(200)	(9)
Total investments and other assets	525,395	611,391	85,995
Total fixed assets	1,134,729	1,222,106	87,377
Current assets:			
Cash and bank deposits	8,244	10,440	2,196
Notes receivable	22	-	(22)
Accounts receivable, trade	174,341	143,022	(31,318)
Supplies	9,185	9,660	475
Other current assets	103,593	115,532	11,939
Allowance for doubtful accounts	(1,151)	(1,005)	145
Total current assets	294,234	277,650	(16,583)
TOTAL ASSETS	1,428,963	1,499,757	70,793

(Millions of yen)

	March 31, 2015	June 30, 2015	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	93,360	99,478	6,118
Liability for employees' retirement benefits	85,581	86,347	765
Reserve for point services	857	748	(109)
Reserve for unused telephone cards	4,053	3,912	(140)
Asset retirement obligations	1,555	1,562	6
Other long-term liabilities	21,751	18,973	(2,777)
Total long-term liabilities	207,159	211,022	3,863
Current liabilities:			
Current portion of long-term borrowings from parent company	53,360	53,360	-
Accounts payable, trade	29,085	19,969	(9,115)
Short-term borrowings	11,254	125,668	114,413
Accrued taxes on income	3,358	2,551	(807)
Allowance for losses on construction	770	766	(3)
Asset retirement obligations	45	-	(45)
Other current liabilities	194,045	180,248	(13,797)
Total current liabilities	291,920	382,565	90,645
TOTAL LIABILITIES	499,079	593,588	94,508
NET ASSETS			
Shareholders' equity:			
Common stock	211,763	211,763	-
Capital surplus	131,615	131,615	-
Earned surplus	488,190	468,851	(19,338)
Total shareholders' equity	831,569	812,230	(19,338)
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	98,314	93,938	(4,376)
Total unrealized gains (losses), translation adjustments, and others	98,314	93,938	(4,376)
TOTAL NET ASSETS	929,884	906,169	(23,715)
TOTAL LIABILITIES AND NET ASSETS	1,428,963	1,499,757	70,793

Note: *NTT Com participates in a consolidated tax return system, which has been adopted by NTT (Holding Company) and its wholly-owned subsidiaries in Japan.

However, except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements.

III. Non-Consolidated Comparative Statements of Income

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Year ended March 31, 2015
Telecommunications businesses:				
Operating revenues	176,492	170,120	(6,371)	699,158
Operating expenses	154,905	156,431	1,526	617,194
Operating income from telecommunications businesses	21,587	13,689	(7,897)	81,964
Supplementary businesses:				
Operating revenues	40,755	46,507	5,752	210,807
Operating expenses	37,684	42,921	5,236	199,636
Operating income from supplementary businesses	3,070	3,585	515	11,170
Operating income	24,657	17,275	(7,382)	93,135
Non-operating revenues:				
Interest income	61	60	(1)	222
Dividends received	7,814	5,666	(2,148)	16,972
Lease and rental income	3,002	2,910	(92)	11,989
Miscellaneous income	114	175	60	994
Total non-operating revenues	10,993	8,812	(2,181)	30,178
Non-operating expenses:				
Interest expenses	408	435	27	1,591
Lease and rental expenses	1,486	1,671	185	5,933
Miscellaneous expenses	34	229	195	895
Total non-operating expenses	1,928	2,336	408	8,420
Recurring profit	33,722	23,750	(9,971)	114,893
Special losses	-	-	-	7,853
Income before income taxes	33,722	23,750	(9,971)	107,040
Income taxes	*	*	(4,213)	29,741
Net income	22,421	16,662	(5,758)	77,299

Note: *NTT Com participates in a consolidated tax return system, which has been adopted by NTT (Holding Company) and its wholly-owned subsidiaries in Japan.

However, except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements.

IV. Business Results (Non-Consolidated Operating Revenues)

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2015
Cloud Computing Platforms	14,568	16,767	2,198	15.1	64,986
Data Networks	93,275	91,060	(2,214)	(2.4)	370,831
Voice Communications	69,233	64,372	(4,860)	(7.0)	269,916
Applications & Content	9,423	9,594	170	1.8	38,476
Solution Services	26,991	31,021	4,029	14.9	149,832
Others	3,754	3,812	58	1.5	15,922
Total operating revenues	217,247	216,628	(618)	(0.3)	909,966