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FOR IMMEDIATE RELEASE

NTT Com Announces Financial Results for the Nine Months Ended February 4, 2011

TOKYO, JAPAN — NTT Communications Corporation (NTT Com) announced today its financial results for the nine months ended February 4, 2011. Please see the following attachments for further details:

- I. Non-Consolidated Comparative Balance Sheets
- II. Non-Consolidated Comparative Statements of Income
- III. Business Results (Non-Consolidated Operating Revenues)
- IV. Non-Consolidated Comparative Statements of Cash Flows

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About NTT Communications Corporation

NTT Communications provides a broad range of global networks, management solutions and IT services to customers worldwide. The company is renowned for reliable, high-quality security, hosting, voice, data and IP services, as well as expertise in managed networks and leadership in IPv6 transit technology. NTT Communications' extensive infrastructure includes Arcstar™ Global IP-VPN and Global e-VLAN, as well as a Tier-1 IP backbone reaching more than 150 countries in partnership with major Internet service providers, and secure data centers in Asia, North America and Europe. NTT Communications is the wholly-owned subsidiary of Nippon Telegraph and Telephone Corporation, one of the world's largest telecoms with listings on the Tokyo, London and New York stock exchanges. Please visit www.ntt.com/index-e.html.

For more information

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I. Non-Consolidated Comparative Balance Sheets

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	March 31, 2010	December 31, 2010	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	145,984	141,458	(4,525)
Antenna facilities	1,756	1,699	(57)
Terminal equipment	1,180	1,145	(35)
Local line facilities	797	746	(51)
Long-distance line facilities	8,728	7,832	(895)
Engineering facilities	56,876	55,741	(1,135)
Submarine line facilities	14,029	11,758	(2,271)
Buildings	126,148	127,335	1,186
Construction in progress	15,428	10,658	(4,769)
Other	85,626	85,542	(84)
Total property, plant and equipment	456,557	443,917	(12,640)
Intangible fixed assets	82,188	69,414	(12,774)
Total fixed assets - telecommunications businesses	538,746	513,332	(25,414)
Investments and other assets			
Investments in subsidiaries and affiliated companies	167,860	181,930	14,069
Other investments and assets	179,436	170,373	(9,063)
Allowance for doubtful accounts	(294)	(280)	13
Total investments and other assets	347,003	352,022	5,019
Total fixed assets	885,749	865,355	(20,394)
Current assets:			
Cash and bank deposits	42,673	30,916	(11,756)
Notes receivable	59	125	65
Accounts receivable, trade	192,761	192,179	(581)
Supplies	6,576	7,833	1,256
Other current assets	45,594	58,396	12,802
Allowance for doubtful accounts	(1,633)	(1,733)	(99)
Total current assets	286,031	287,718	1,686
TOTAL ASSETS	1,171,781	1,153,073	(18,707)

(Millions of yen)

	March 31, 2010	December 31, 2010	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	144,383	109,233	(35,150)
Liability for employees' retirement benefits	76,841	80,267	3,425
Reserve for point services	3,377	3,784	406
Reserve for unused telephone cards	6,442	6,364	(78)
Asset retirement obligations	-	624	624
Other long-term liabilities	25,126	15,376	(9,749)
Total long-term liabilities	256,172	215,651	(40,521)
Current liabilities:			
Current portion of long-term borrowings from parent company	44,337	77,205	32,867
Accounts payable, trade	27,289	19,007	(8,282)
Short-term borrowings	374	211	(163)
Accounts payable, other	181,152	150,723	(30,429)
Accrued taxes on income	828	285	(543)
Allowance for losses on construction	285	61	(223)
Asset retirement obligations	-	8	8
Other current liabilities	23,957	26,811	2,853
Total current liabilities	278,227	274,316	(3,910)
TOTAL LIABILITIES	534,400	489,967	(44,432)
NET ASSETS			
Shareholders' equity:			
Common stock	211,763	211,763	-
Capital surplus	131,615	131,615	-
Earned surplus	259,058	286,398	27,340
Total shareholders' equity	602,437	629,777	27,340
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	35,057	33,328	(1,729)
Deferred gains or losses on hedges	(113)	-	113
Total unrealized gains (losses), translation adjustments, and others	34,943	33,328	(1,615)
TOTAL NET ASSETS	637,381	663,106	25,724
TOTAL LIABILITIES AND NET ASSETS	1,171,781	1,153,073	(18,707)

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.

II. Non-Consolidated Comparative Statements of Income

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Increase (Decrease)	Year ended March 31, 2010
Telecommunications businesses:				
Operating revenues	684,005	654,469	(29,536)	908,160
Operating expenses	604,051	587,090	(16,961)	807,966
Operating income from telecommunications businesses	79,953	67,379	(12,574)	100,193
Supplementary businesses:				
Operating revenues	112,429	111,135	(1,293)	171,108
Operating expenses	114,552	113,310	(1,241)	173,787
Operating losses from supplementary businesses	(2,123)	(2,175)	(52)	(2,679)
Operating income	77,830	65,203	(12,627)	97,513
Non-operating revenues:				
Interest income	59	47	(12)	72
Dividends received	7,829	8,816	986	7,903
Lease and rental income	10,977	10,322	(655)	14,430
Miscellaneous income	1,495	762	(733)	2,679
Total non-operating revenues	20,363	19,948	(415)	25,085
Non-operating expenses:				
Interest expenses	3,401	2,273	(1,128)	4,173
Lease and rental expenses	6,072	6,096	23	8,761
Miscellaneous expenses	180	1,055	875	1,138
Total non-operating expenses	9,654	9,426	(228)	14,072
Recurring profit	88,539	75,725	(12,813)	108,526
Special losses	-	2,402	2,402	-
Income before income taxes	88,539	73,323	(15,216)	108,526
Income taxes	36,058	30,982	(5,076)	47,831
Net income	52,480	42,340	(10,139)	60,695

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.

(Millions of yen)

	Three months ended December 31, 2009	Three months ended December 31, 2010	Increase (Decrease)
Telecommunications businesses:			
Operating revenues	227,654	217,399	(10,254)
Operating expenses	201,236	192,547	(8,688)
Operating income from telecommunications businesses	26,417	24,851	(1,566)
Supplementary businesses:			
Operating revenues	36,205	39,202	2,997
Operating expenses	37,635	40,469	2,834
Operating losses from supplementary businesses	(1,430)	(1,267)	163
Operating income	24,987	23,584	(1,403)
Non-operating revenues:			
Interest income	10	15	4
Dividends received	721	718	(2)
Lease and rental income	3,658	3,374	(283)
Miscellaneous income	374	324	(49)
Total non-operating revenues	4,765	4,433	(331)
Non-operating expenses:			
Interest expenses	1,008	756	(252)
Lease and rental expenses	2,101	2,038	(63)
Miscellaneous expenses	71	171	100
Total non-operating expenses	3,181	2,965	(215)
Recurring profit	26,572	25,052	(1,519)
Special losses	-	(859)	(859)
Income before income taxes	26,572	25,911	(660)
Income taxes	10,600	9,896	(704)
Net income	15,971	16,015	44

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. Business Results (Non-Consolidated Operating Revenues)

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2010
Voice transmission services revenues (excluding IP services revenues)	288,565	267,347	(21,217)	(7.4)	378,944
IP services revenues	273,364	271,762	(1,602)	(0.6)	364,871
Open computer network services revenues*	122,137	122,049	(88)	(0.1)	163,121
IP-Virtual private network services revenues*	59,030	56,085	(2,945)	(5.0)	78,092
Wide-Area Ethernet services revenues*	43,434	41,684	(1,750)	(4.0)	57,678
Data communications revenues (excluding IP services revenues)	90,878	83,952	(6,925)	(7.6)	120,154
Leased circuit services revenues*	66,639	63,741	(2,897)	(4.3)	88,571
Solution services revenues	123,674	122,924	(750)	(0.6)	186,539
Others	19,952	19,618	(333)	(1.7)	28,759
Total operating revenues	796,435	765,604	(30,830)	(3.9)	1,079,268

*Partial listing only

(Millions of yen)

	Three months ended December 31, 2009	Three months ended December 31, 2010	Increase (Decrease)	Percent Increase (Decrease)
Voice transmission services revenues (excluding IP services revenues)	96,155	88,484	(7,670)	(8.0)
IP services revenues	90,993	90,696	(297)	(0.3)
Open computer network services revenues*	40,779	40,651	(128)	(0.3)
IP-Virtual private network services revenues*	19,355	18,576	(779)	(4.0)
Wide-Area Ethernet services revenues*	14,441	13,657	(784)	(5.4)
Data communications revenues (excluding IP services revenues)	29,704	27,817	(1,887)	(6.4)
Leased circuit services revenues*	21,963	21,327	(636)	(2.9)
Solution services revenues	40,274	43,172	2,898	7.2
Others	6,732	6,431	(301)	(4.5)
Total operating revenues	263,859	256,602	(7,257)	(2.8)

*Partial listing only

IV. Non-Consolidated Comparative Statements of Cash Flows

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Increase (Decrease)	Year ended March 31, 2010
Cash flows from operating activities:				
Income before income taxes	88,539	73,323	(15,216)	108,526
Depreciation and amortization	88,224	85,450	(2,774)	118,448
Loss on disposal of property, plant and equipment	2,963	2,443	(519)	6,507
Gains on sales of fixed assets	(111)	(9)	101	(247)
Increase (decrease) in allowance for doubtful accounts	266	85	(180)	317
Increase (decrease) in liability for employees' retirement benefits	4,311	3,425	(886)	3,917
(Increase) decrease in accounts receivable	(2,530)	(968)	1,561	591
(Increase) decrease in inventories	(104)	(3,862)	(3,758)	762
Increase (decrease) in accounts payable and accrued expenses	(4,936)	(9,431)	(4,495)	(653)
Increase (decrease) in accrued consumption tax	3,231	63	(3,167)	2,052
Other	(8,606)	6,570	15,176	(4,100)
Sub-total	171,248	157,089	(14,159)	236,122
Interest and dividends received	7,889	8,862	972	7,975
Interest paid	(3,568)	(1,809)	1,758	(4,822)
Income taxes received (paid)	14,563	(34,214)	(48,777)	14,544
Net cash provided by (used in) operating activities	190,133	129,928	(60,205)	253,818
Cash flows from investing activities:				
Payments for property, plant and equipment	(90,930)	(82,826)	8,103	(112,670)
Proceeds from sale of property, plant and equipment	865	366	(498)	1,004
Payments for purchase of investment securities	(18,896)	(32,437)	(13,541)	(27,177)
Proceeds from sale of investment securities	2	10,246	10,243	15
Proceeds from long-term loans receivable	112	-	(112)	112
Payments for short-term loans	-	(430)	(430)	-
Other	(2,532)	(2,675)	(143)	(3,276)
Net cash provided by (used in) investing activities	(111,378)	(107,757)	3,620	(141,992)
Cash flows from financing activities:				
Payments for settlement of long-term debt	(120,065)	(2,282)	117,783	(122,121)
Net increase (decrease) in short-term borrowings	396	(159)	(555)	374
Payments for settlement of lease obligations	(5,119)	(3,413)	1,705	(7,388)
Dividends paid	(15,000)	(15,000)	-	(15,000)
Net cash provided by (used in) financing activities	(139,789)	(20,855)	118,933	(144,135)
Effect of exchange rate changes on cash and cash equivalents	(2)	(397)	(395)	(14)
Net increase (decrease) in cash and cash equivalents	(61,037)	917	61,954	(32,322)
Cash and cash equivalents at beginning of period	93,077	60,755	(32,322)	93,077
Cash and cash equivalents at end of period	32,040	61,672	29,631	60,755