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FOR IMMEDIATE RELEASE

NTT Com Announces Financial Results for the Six Months Ended September 30, 2011

TOKYO, JAPAN — NTT Communications Corporation (NTT Com) announced today its financial results for the six months ended September 30, 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
- V. Financial Results of NTT Communications Group

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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.

I. Non-Consolidated Comparative Balance Sheets

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	March 31, 2011	September 30, 2011	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	148,965	150,556	1,591
Antenna facilities	1,688	1,643	(44)
Terminal equipment	1,134	1,020	(113)
Local line facilities	840	823	(17)
Long-distance line facilities	8,299	7,721	(578)
Engineering facilities	55,813	55,014	(799)
Submarine line facilities	11,128	10,061	(1,066)
Buildings	133,473	131,598	(1,874)
Construction in progress	17,829	17,900	71
Other	87,700	89,498	1,797
Total property, plant and equipment	466,872	465,839	(1,033)
Intangible fixed assets	73,165	85,533	12,367
Total fixed assets - telecommunications businesses	540,038	551,372	11,334
Investments and other assets			
Investments in subsidiaries and affiliated companies	182,233	187,258	5,024
Other investments and assets	173,332	164,834	(8,497)
Allowance for doubtful accounts	(266)	(256)	10
Total investments and other assets	355,300	351,836	(3,463)
Total fixed assets	895,338	903,209	7,870
Current assets:			
Cash and bank deposits	54,796	46,155	(8,641)
Notes receivable	12	216	204
Accounts receivable, trade	185,255	159,667	(25,588)
Supplies	7,035	9,389	2,354
Other current assets	23,696	30,901	7,205
Allowance for doubtful accounts	(2,340)	(2,162)	177
Total current assets	268,455	244,167	(24,287)
TOTAL ASSETS	1,163,793	1,147,377	(16,416)

(Millions of yen)

	March 31, 2011	September 30, 2011	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	107,309	65,488	(41,821)
Liability for employees' retirement benefits	79,372	81,871	2,498
Reserve for point services	3,684	4,103	418
Reserve for unused telephone cards	6,318	6,283	(35)
Asset retirement obligations	619	661	42
Other long-term liabilities	15,187	14,909	(278)
Total long-term liabilities	212,493	173,317	(39,175)
Current liabilities:			
Current portion of long-term borrowings from parent company	37,073	76,858	39,784
Accounts payable, trade	28,834	20,721	(8,112)
Short-term borrowings	65	4,226	4,160
Accounts payable, other	165,741	131,547	(34,193)
Accrued taxes on income	664	* 1,774	1,109
Allowance for losses on construction	-	58	58
Allowance for loss on disaster	957	611	(345)
Asset retirement obligations	16	8	(8)
Other current liabilities	29,572	29,505	(67)
Total current liabilities	262,926	265,311	2,384
TOTAL LIABILITIES	475,420	438,629	(36,790)
NET ASSETS			
Shareholders' equity:			
Common stock	211,763	211,763	-
Capital surplus	131,615	131,615	-
Earned surplus	313,022	336,336	23,314
Total shareholders' equity	656,401	679,715	23,314
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	31,972	29,032	(2,939)
Total unrealized gains (losses), translation adjustments, and others	31,972	29,032	(2,939)
TOTAL NET ASSETS	688,373	708,747	20,374
TOTAL LIABILITIES AND NET ASSETS	1,163,793	1,147,377	(16,416)

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)

	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Year ended March 31, 2011
Telecommunications businesses:				
Operating revenues	437,069	412,719	(24,350)	868,467
Operating expenses	394,542	358,108	(36,433)	772,624
Operating income from telecommunications businesses	42,527	54,611	12,083	95,842
Supplementary businesses:				
Operating revenues	71,932	72,831	898	164,948
Operating expenses	72,841	73,655	814	167,522
Operating losses from supplementary businesses	(908)	(823)	84	(2,574)
Operating income	41,619	53,787	12,168	93,268
Non-operating revenues:				
Interest income	31	31	(0)	66
Dividends received	8,097	8,089	(7)	8,839
Lease and rental income	6,947	6,613	(334)	13,699
Miscellaneous income	568	906	338	1,133
Total non-operating revenues	15,645	15,640	(4)	23,739
Non-operating expenses:				
Interest expenses	1,517	1,159	(357)	2,999
Lease and rental expenses	4,058	3,649	(408)	8,221
Miscellaneous expenses	1,015	239	(775)	2,102
Total non-operating expenses	6,590	5,048	(1,542)	13,322
Recurring profit	50,673	64,379	13,706	103,684
Special losses	3,262	-	(3,262)	3,545
Income before income taxes	47,411	64,379	16,968	100,139
Income taxes	* 21,085	* 26,064	4,979	31,174
Net income	26,325	38,314	11,989	68,964

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)

	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2011
Voice transmission services revenues (excluding IP services revenues)	178,862	164,902	(13,960)	(7.8)	353,322
IP services revenues	191,105	187,126	(3,979)	(2.1)	381,772
Open computer network services revenues*	81,398	79,567	(1,830)	(2.2)	162,141
IP-Virtual private network services revenues*	37,509	34,862	(2,646)	(7.1)	74,296
Wide-Area Ethernet services revenues*	28,026	26,984	(1,042)	(3.7)	55,138
Data communications revenues (excluding IP services revenues)	46,095	40,284	(5,810)	(12.6)	90,751
Leased circuit services revenues*	32,374	28,903	(3,470)	(10.7)	64,295
Solution services revenues	79,751	80,701	950	1.2	181,471
Others	13,187	12,536	(651)	(4.9)	26,096
Total operating revenues	509,002	485,551	(23,451)	(4.6)	1,033,415

Notes: 1. Certain amounts of "Leased circuit services revenues" have been reclassified to "IP services revenues" from the three months ended June 30, 2011. Accordingly, part of the prior year's amounts has been reclassified.

2. Partial listing only

IV. Non-Consolidated Comparative Statements of Cash Flows

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Year ended March 31, 2011
Cash flows from operating activities:				
Income before income taxes	47,411	64,379	16,968	100,139
Depreciation and amortization	57,126	50,251	(6,874)	109,822
Loss on disposal of property, plant and equipment	1,481	1,164	(316)	4,031
Gains on sales of fixed assets	(0)	(441)	(441)	(26)
Increase (decrease) in allowance for doubtful accounts	(131)	(187)	(56)	678
Increase (decrease) in liability for employees' retirement benefits	1,901	2,498	597	2,530
(Increase) decrease in accounts receivable	22,711	24,399	1,688	7,606
(Increase) decrease in inventories	(2,115)	(3,313)	(1,197)	(2,035)
Increase (decrease) in accounts payable and accrued expenses	(20,259)	(16,160)	4,098	(30,576)
Increase (decrease) in accrued consumption tax	(634)	673	1,307	(1,908)
Other	897	(15,111)	(16,009)	15,274
Sub-total	108,387	108,152	(234)	205,536
Interest and dividends received	8,128	8,114	(13)	8,904
Interest paid	(1,054)	(1,159)	(104)	(3,021)
Income taxes received (paid)	(34,163)	(25,311)	8,852	(34,243)
Net cash provided by (used in) operating activities	81,297	89,795	8,498	177,177
Cash flows from investing activities:				
Payments for property, plant and equipment	(60,991)	(78,783)	(17,792)	(89,203)
Proceeds from sale of property, plant and equipment	331	784	453	740
Payments for purchase of investment securities	(22,045)	(5,054)	16,991	(32,989)
Proceeds from sale of investment securities	10,246	50	(10,196)	10,330
Payments for short-term loans	-	(550)	(550)	(928)
Other	(1,196)	(1,551)	(355)	(3,602)
Net cash provided by (used in) investing activities	(73,655)	(85,104)	(11,449)	(115,653)
Cash flows from financing activities:				
Payments for settlement of long-term debt	(2,168)	(2,036)	132	(44,337)
Net increase (decrease) in short-term borrowings	(57)	4,160	4,218	(310)
Payments for settlement of lease obligations	(2,279)	(1,900)	379	(4,568)
Dividends paid	(15,000)	(15,000)	-	(15,000)
Net cash provided by (used in) financing activities	(19,506)	(14,777)	4,729	(64,217)
Effect of exchange rate changes on cash and cash equivalents	(199)	(566)	(367)	(102)
Net increase (decrease) in cash and cash equivalents	(12,064)	(10,652)	1,412	(2,796)
Cash and cash equivalents at beginning of period	60,755	57,958	(2,796)	60,755
Cash and cash equivalents at end of period	48,690	47,306	(1,383)	57,958

V. Financial Results of NTT Communications Group

(Millions of yen)

	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Percent Increase (Decrease)
Operating revenues	612,579	593,170	(19,409)	(3.2)
Operating expenses	570,594	536,193	(34,401)	(6.0)
Operating income	41,985	56,977	14,992	35.7