

February 6, 2012

FOR IMMEDIATE RELEASE

NTT Com Announces Financial Results for the Nine Months Ended December 31, 2011

TOKYO, JAPAN — NTT Communications Corporation (NTT Com) announced today its financial results for the nine months ended December 31, 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. Financial Results of NTT Communications Group
- V. Revised Forecasts for the Fiscal Year Ending March 31, 2012

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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	December 31, 2011	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	148,965	150,204	1,239
Antenna facilities	1,688	1,617	(70)
Terminal equipment	1,134	979	(154)
Local line facilities	840	794	(45)
Long-distance line facilities	8,299	7,607	(691)
Engineering facilities	55,813	54,777	(1,035)
Submarine line facilities	11,128	9,485	(1,642)
Buildings	133,473	129,911	(3,561)
Construction in progress	17,829	16,571	(1,257)
Other	87,700	88,570	870
Total property, plant and equipment	466,872	460,521	(6,350)
Intangible fixed assets	73,165	83,001	9,835
Total fixed assets - telecommunications businesses	540,038	543,522	3,484
Investments and other assets			
Investments in subsidiaries and affiliated companies	182,233	187,284	5,050
Other investments and assets	173,332	167,329	(6,003)
Allowance for doubtful accounts	(266)	(228)	38
Total investments and other assets	355,300	354,385	(914)
Total fixed assets	895,338	897,908	2,570
Current assets:			
Cash and bank deposits	54,796	27,205	(27,591)
Notes receivable	12	334	322
Accounts receivable, trade	185,255	182,088	(3,166)
Supplies	7,035	9,396	2,361
Other current assets	23,696	31,664	7,968
Allowance for doubtful accounts	(2,340)	(2,274)	65
Total current assets	268,455	248,415	(20,039)
TOTAL ASSETS	1,163,793	1,146,324	(17,469)

(Millions of yen)

	March 31, 2011	December 31, 2011	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	107,309	65,374	(41,934)
Liability for employees' retirement benefits	79,372	83,308	3,935
Reserve for point services	3,684	3,910	226
Reserve for unused telephone cards	6,318	6,096	(222)
Asset retirement obligations	619	665	46
Other long-term liabilities	15,187	15,413	226
Total long-term liabilities	212,493	174,769	(37,724)
Current liabilities:			
Current portion of long-term borrowings from parent company	37,073	43,858	6,784
Accounts payable, trade	28,834	16,355	(12,479)
Short-term borrowings	65	1,215	1,149
Accounts payable, other	165,741	144,420	(21,320)
Accrued taxes on income	664	* 5,567	4,902
Allowance for losses on construction	-	9	9
Allowance for loss on disaster	957	604	(353)
Asset retirement obligations	16	-	(16)
Other current liabilities	29,572	28,836	(735)
Total current liabilities	262,926	240,866	(22,059)
TOTAL LIABILITIES	475,420	415,636	(59,783)
NET ASSETS			
Shareholders' equity:			
Common stock	211,763	211,763	-
Capital surplus	131,615	131,615	-
Earned surplus	313,022	350,609	37,586
Total shareholders' equity	656,401	693,988	37,586
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	31,972	36,699	4,727
Total unrealized gains (losses), translation adjustments, and others	31,972	36,699	4,727
TOTAL NET ASSETS	688,373	730,688	42,314
TOTAL LIABILITIES AND NET ASSETS	1,163,793	1,146,324	(17,469)

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, 2010	Nine months ended December 31, 2011	Increase (Decrease)	Year ended March 31, 2011
Telecommunications businesses:				
Operating revenues	654,469	616,720	(37,748)	868,467
Operating expenses	587,090	535,077	(52,013)	772,624
Operating income from telecommunications businesses	67,379	81,643	14,264	95,842
Supplementary businesses:				
Operating revenues	111,135	111,871	735	164,948
Operating expenses	113,310	112,718	(592)	167,522
Operating losses from supplementary businesses	(2,175)	(847)	1,328	(2,574)
Operating income	65,203	80,796	15,592	93,268
Non-operating revenues:				
Interest income	47	52	5	66
Dividends received	8,816	8,832	16	8,839
Lease and rental income	10,322	9,805	(516)	13,699
Miscellaneous income	762	1,160	398	1,133
Total non-operating revenues	19,948	19,851	(96)	23,739
Non-operating expenses:				
Interest expenses	2,273	1,711	(561)	2,999
Lease and rental expenses	6,096	5,577	(519)	8,221
Miscellaneous expenses	1,055	328	(727)	2,102
Total non-operating expenses	9,426	7,617	(1,808)	13,322
Recurring profit	75,725	93,030	17,304	103,684
Special profits	-	3,728	3,728	-
Special losses	2,402	-	(2,402)	3,545
Income before income taxes	73,323	96,759	23,436	100,139
Income taxes	*	*	13,189	31,174
Net income	42,340	52,587	10,246	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)

	Nine months ended December 31, 2010	Nine months ended December 31, 2011	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2011
Voice transmission services revenues (excluding IP services revenues)	267,347	245,593	(21,754)	(8.1)	353,322
IP services revenues	287,144	281,437	(5,707)	(2.0)	381,772
Open computer network services revenues*	122,049	119,409	(2,640)	(2.2)	162,141
IP-Virtual private network services revenues*	56,085	52,302	(3,783)	(6.7)	74,296
Wide-Area Ethernet services revenues*	41,684	40,598	(1,085)	(2.6)	55,138
Data communications revenues (excluding IP services revenues)	68,570	59,692	(8,877)	(12.9)	90,751
Leased circuit services revenues*	48,359	42,967	(5,391)	(11.1)	64,295
Solution services revenues	122,924	123,073	148	0.1	181,471
Others	19,618	18,795	(822)	(4.2)	26,096
Total operating revenues	765,604	728,591	(37,012)	(4.8)	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, Accordingly, part of the prior year's amounts has been reclassified.

2. Partial listing only.

IV. Financial Results of NTT Communications Group

(Millions of yen)

	Nine months ended December 31, 2010	Nine months ended December 31, 2011	Increase (Decrease)	Percent Increase (Decrease)
Operating revenues	924,483	893,417	(31,066)	(3.4)
Operating expenses	858,362	809,946	(48,416)	(5.6)
Operating income	66,121	83,471	17,350	26.2

V. Revised Forecasts for the Fiscal Year Ending March 31, 2012

Income tax rates will be adjusted for accounting periods that begin on or after April 1, 2012. In addition, the corresponding statutory effective tax rates will be lowered, and as a result, a portion of deferred tax assets will be reversed. In addition to the effects of the foregoing, and because special profits were recorded in the nine-month period ended December 31, 2011, NTT Com has revised its results forecasts that were announced in the financial results release on November 9, 2011 for the six months ended September 30, 2011, as follows.

(Billions of yen)

	Year Ending March 31, 2012 (Forecasts when previous 2Q results were announced)	Year Ending March 31, 2012 (Revised Forecasts)	Change
Operating Revenues	1,003.0	1,003.0	—
Operating Income	95.0	95.0	—
Recurring Profit	105.0	105.0	—
Net Income	61.0	58.0	(3.0)