

August 6, 2012

FOR IMMEDIATE RELEASE

NTT Com Announces Financial Results for the Three Months Ended June 30, 2012

TOKYO, JAPAN — NTT Communications Corporation (NTT Com) announced today its financial results for the three months ended June 30, 2012. 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

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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 leading Global Tier-1 IP Network, Arcstar Universal One™ VPN network reaching over 150 countries, and over 120 secure data centers. NTT Communications' solutions leverage the global resources of NTT Group companies including Dimension Data, NTT DOCOMO and NTT DATA.

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

(Millions of yen)

	March 31, 2012	June 30, 2012	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	146,728	145,386	(1,341)
Antenna facilities	1,569	1,546	(22)
Terminal equipment	929	901	(28)
Local line facilities	836	814	(21)
Long-distance line facilities	7,497	7,208	(289)
Engineering facilities	54,861	54,387	(474)
Submarine line facilities	8,974	8,470	(504)
Buildings	127,910	126,262	(1,647)
Construction in progress	30,479	27,419	(3,060)
Other	89,883	88,445	(1,437)
Total property, plant and equipment	469,671	460,842	(8,828)
Intangible fixed assets	84,055	81,572	(2,483)
Total fixed assets - telecommunications businesses	553,727	542,415	(11,311)
Investments and other assets			
Investment securities	118,969	117,896	(1,073)
Investments in subsidiaries and affiliated companies	178,550	182,902	4,351
Other investments and assets	55,751	57,239	1,487
Allowance for doubtful accounts	(219)	(212)	6
Total investments and other assets	353,053	357,825	4,772
Total fixed assets	906,780	900,240	(6,539)
Current assets:			
Cash and bank deposits	23,863	20,718	(3,145)
Notes receivable	446	100	(346)
Accounts receivable, trade	192,630	171,901	(20,728)
Supplies	9,424	9,903	478
Other current assets	71,439	64,111	(7,328)
Allowance for doubtful accounts	(2,294)	(2,080)	214
Total current assets	295,509	264,655	(30,854)
TOTAL ASSETS	1,202,290	1,164,896	(37,394)

(Millions of yen)

	March 31, 2012	June 30, 2012	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	63,666	63,553	(113)
Liability for employees' retirement benefits	82,533	83,396	863
Reserve for point services	3,957	4,100	142
Reserve for unused telephone cards	5,964	5,776	(188)
Asset retirement obligations	669	672	3
Other long-term liabilities	15,638	14,684	(953)
Total long-term liabilities	172,430	172,183	(246)
Current liabilities:			
Current portion of long-term borrowings from parent company	43,643	43,643	-
Accounts payable, trade	26,063	17,733	(8,330)
Accounts payable, other	173,342	150,443	(22,898)
Accrued taxes on income	9,533	* 5,364	(4,169)
Allowance for losses on construction	105	108	2
Allowance for loss on disaster	506	459	(47)
Other current liabilities	31,951	39,347	7,396
Total current liabilities	285,145	257,099	(28,045)
TOTAL LIABILITIES	457,575	429,282	(28,292)
NET ASSETS			
Shareholders' equity:			
Common stock	211,763	211,763	-
Capital surplus	131,615	131,615	-
Earned surplus	356,324	347,937	(8,387)
Total shareholders' equity	699,703	691,316	(8,387)
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	45,010	44,297	(713)
Total unrealized gains (losses), translation adjustments, and others	45,010	44,297	(713)
TOTAL NET ASSETS	744,714	735,613	(9,101)
TOTAL LIABILITIES AND NET ASSETS	1,202,290	1,164,896	(37,394)

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)

	Three months ended June 30, 2011	Three months ended June 30, 2012	Increase (Decrease)	Year ended March 31, 2012
Telecommunications businesses:				
Operating revenues	206,899	196,159	(10,739)	817,556
Operating expenses	177,554	166,277	(11,276)	710,400
Operating income from telecommunications businesses	29,345	29,881	536	107,156
Supplementary businesses:				
Operating revenues	34,691	34,406	(285)	163,464
Operating expenses	36,974	34,557	(2,416)	164,872
Operating losses from supplementary businesses	(2,282)	(150)	2,131	(1,407)
Operating income	27,062	29,730	2,668	105,748
Non-operating revenues:				
Interest income	16	53	36	97
Dividends received	5,322	4,335	(986)	9,033
Lease and rental income	3,302	3,198	(104)	13,021
Miscellaneous income	644	96	(548)	1,562
Total non-operating revenues	9,285	7,683	(1,602)	23,715
Non-operating expenses:				
Interest expenses	578	475	(102)	2,196
Lease and rental expenses	1,787	1,698	(89)	7,546
Miscellaneous expenses	98	272	174	726
Total non-operating expenses	2,463	2,446	(17)	10,469
Recurring profit	33,884	34,967	1,083	118,994
Special profits	-	-	-	3,728
Special losses	-	-	-	9,599
Income before income taxes	33,884	34,967	1,083	113,123
Income taxes	* 13,769	* 12,855	(914)	54,820
Net income	20,115	22,112	1,997	58,303

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)

	Three months ended June 30, 2011	Three months ended June 30, 2012	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2012
Voice transmission services revenues (excluding IP services revenues)	82,617	75,616	(7,000)	(8.5)	324,268
IP services revenues	92,714	92,471	(242)	(0.3)	374,420
Open computer network services revenues*	39,696	38,842	(853)	(2.2)	158,804
IP-Virtual private network services revenues*	17,419	16,979	(439)	(2.5)	69,580
Wide-Area Ethernet services revenues*	13,391	13,491	99	0.7	54,094
Data communications revenues (excluding IP services revenues)	21,290	17,552	(3,738)	(17.6)	78,332
Leased circuit services revenues*	15,524	13,153	(2,371)	(15.3)	56,708
Solution services revenues	38,640	37,885	(755)	(2.0)	179,729
Others	6,326	7,039	713	11.3	24,271
Total operating revenues	241,590	230,565	(11,025)	(4.6)	981,021

*Partial listing only

IV. Financial Results of NTT Communications Group

(Millions of yen)

	Three months ended June 30, 2011	Three months ended June 30, 2012	Increase (Decrease)	Percent Increase (Decrease)
Operating revenues	295,312	289,991	(5,321)	(1.8)
Operating expenses	265,437	259,718	(5,719)	(2.2)
Operating income	29,875	30,273	398	1.3