



News Release

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FOR IMMEDIATE RELEASE

Financial Statements for the Six Months Ended September 30, 2009

The results of Nippon Telegraph and Telephone West Corporation (NTT West) for the six months ended September 30, 2009 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)
4. Non-Consolidated Comparative Statements of Cash Flows

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1. Non-Consolidated Comparative Balance Sheets

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	March 31, 2009	September 30, 2009	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	517,663	510,307	(7,356)
Antenna facilities	9,694	9,206	(488)
Terminal equipment	21,058	20,582	(476)
Local line facilities	825,484	816,539	(8,944)
Long-distance line facilities	4,219	3,767	(451)
Engineering facilities	590,253	585,026	(5,226)
Submarine line facilities	3,306	2,782	(524)
Buildings	464,127	449,856	(14,270)
Construction in progress	28,254	36,731	8,476
Other	243,174	235,534	(7,640)
Total property, plant and equipment	2,707,237	2,670,333	(36,903)
Intangible fixed assets	95,976	96,300	323
Total fixed assets - telecommunications businesses	2,803,213	2,766,633	(36,580)
Investments and other assets			
Other investments and assets	211,003	210,145	(858)
Allowance for doubtful accounts	(566)	(588)	(22)
Total investments and other assets	210,436	209,556	(880)
Total fixed assets	3,013,650	2,976,190	(37,460)
Current assets:			
Cash and bank deposits	105,019	81,515	(23,504)
Notes receivable	39	23	(15)
Accounts receivable, trade	282,192	251,006	(31,185)
Supplies	27,912	27,314	(598)
Other current assets	47,718	68,541	20,822
Allowance for doubtful accounts	(2,130)	(2,018)	112
Total current assets	460,751	426,382	(34,368)
TOTAL ASSETS	3,474,401	3,402,572	(71,828)

(Millions of yen)

	March 31, 2009	September 30, 2009	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	977,698	1,062,613	84,914
Liability for employees' retirement benefits	304,696	306,366	1,670
Reserve for unused telephone cards	12,320	10,972	(1,347)
Other long-term liabilities	26,586	20,009	(6,577)
Total long-term liabilities	1,321,302	1,399,962	78,659
Current liabilities:			
Current portion of long-term borrowings from parent company	158,333	100,402	(57,931)
Accounts payable, trade	78,940	53,258	(25,681)
Short-term borrowings	25,000	-	(25,000)
Accrued taxes on income	899	* 721	(177)
Allowance for losses on construction contracts	171	-	(171)
Other current liabilities	393,599	345,379	(48,220)
Total current liabilities	656,944	499,761	(157,182)
TOTAL LIABILITIES	1,978,246	1,899,723	(78,522)
NET ASSETS			
Shareholders' equity:			
Common stock	312,000	312,000	-
Capital surplus	1,170,054	1,170,054	-
Earned surplus	13,689	20,732	7,043
Total shareholders' equity	1,495,743	1,502,786	7,043
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	411	62	(349)
Total unrealized gains (losses), translation adjustments, and others	411	62	(349)
TOTAL NET ASSETS	1,496,155	1,502,849	6,693
TOTAL LIABILITIES AND NET ASSETS	3,474,401	3,402,572	(71,828)

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)

	Six months ended September 30, 2008	Six months ended September 30, 2009	Increase (Decrease)	Year ended March 31, 2009
Telecommunications businesses:				
Operating revenues	837,596	812,094	(25,502)	1,670,002
Operating expenses	829,423	792,768	(36,654)	1,658,299
Operating income from telecommunications businesses	8,173	19,325	11,152	11,703
Supplementary businesses:				
Operating revenues	70,524	64,122	(6,401)	154,318
Operating expenses	72,113	65,759	(6,354)	158,254
Operating losses from supplementary businesses	(1,589)	(1,636)	(46)	(3,935)
Operating income	6,584	17,689	11,105	7,767
Non-operating revenues:				
Interest income	9	4	(4)	14
Dividends received	3,399	1,423	(1,975)	3,431
Lease and rental income	21,889	20,776	(1,112)	43,268
Miscellaneous income	2,429	2,318	(111)	5,429
Total non-operating revenues	27,727	24,523	(3,204)	52,143
Non-operating expenses:				
Interest expenses	10,286	8,713	(1,572)	19,540
Lease and rental expenses	8,294	7,335	(958)	16,378
Miscellaneous expenses	1,514	1,416	(98)	4,474
Total non-operating expenses	20,095	17,466	(2,629)	40,393
Recurring profit	14,216	24,746	10,530	19,518
Income before income taxes	14,216	24,746	10,530	19,518
Income taxes	* 3,426	* 4,699	1,272	4,077
Net income	10,789	20,047	9,257	15,440

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, income taxes have not been calculated on a consolidated basis in the quarterly financial statements for the six months ended September 30, 2008. Except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements for the six months ended September 30, 2009.

(Millions of yen)

	Three months ended September 30, 2008	Three months ended September 30, 2009	Increase (Decrease)
Telecommunications businesses:			
Operating revenues	418,437	405,942	(12,495)
Operating expenses	412,086	392,752	(19,334)
Operating income from telecommunications businesses	6,350	13,189	6,839
Supplementary businesses:			
Operating revenues	36,848	34,522	(2,326)
Operating expenses	36,891	35,940	(951)
Operating losses from supplementary businesses	(42)	(1,418)	(1,375)
Operating income	6,308	11,771	5,463
Non-operating revenues:			
Interest income	4	1	(2)
Dividends received	4	3	(0)
Lease and rental income	11,003	10,292	(710)
Miscellaneous income	1,602	832	(769)
Total non-operating revenues	12,614	11,131	(1,483)
Non-operating expenses:			
Interest expenses	5,143	4,382	(761)
Lease and rental expenses	3,768	3,724	(44)
Miscellaneous expenses	582	593	10
Total non-operating expenses	9,495	8,700	(795)
Recurring profit	9,427	14,202	4,775
Income before income taxes	9,427	14,202	4,775
Income taxes	* 2,921	* 3,306	384
Net income	6,506	10,896	4,390

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, income taxes have not been calculated on a consolidated basis in the quarterly financial statements for the three months ended September 30, 2008. Except for a portion of the calculation of taxes, income taxes have not been calculated on a consolidated basis in the quarterly financial statements for the three months ended September 30, 2009.

3. Business Results (Non-Consolidated Operating Revenues)

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Six months ended September 30, 2008	Six months ended September 30, 2009	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2009
Voice transmission services revenues (excluding IP services revenues)	460,939	409,533	(51,405)	(11.2)	896,413
Monthly charge revenues*	309,031	281,113	(27,918)	(9.0)	605,622
Call rates revenues*	48,948	39,326	(9,622)	(19.7)	92,294
Interconnection call revenues*	68,342	56,911	(11,431)	(16.7)	130,658
IP services revenues	221,964	255,022	33,057	14.9	460,441
Leased circuit services revenues (excluding IP services revenues)	75,310	70,596	(4,714)	(6.3)	149,122
Telegram services revenues	12,421	11,710	(711)	(5.7)	25,797
Other telecommunications services revenues	66,960	65,232	(1,728)	(2.6)	138,227
Telecommunications total revenues	837,596	812,094	(25,502)	(3.0)	1,670,002
Supplementary business total revenues	70,524	64,122	(6,401)	(9.1)	154,318
Total operating revenues	908,121	876,217	(31,904)	(3.5)	1,824,321

*Partial listing only

(Millions of yen)

	Three months ended September 30, 2008	Three months ended September 30, 2009	Increase (Decrease)	Percent Increase (Decrease)
Voice transmission services revenues (excluding IP services revenues)	227,504	202,844	(24,660)	(10.8)
Monthly charge revenues*	153,094	139,220	(13,873)	(9.1)
Call rates revenues*	23,778	19,307	(4,470)	(18.8)
Interconnection call revenues*	33,703	28,172	(5,530)	(16.4)
IP services revenues	113,260	130,043	16,782	14.8
Leased circuit services revenues (excluding IP services revenues)	37,289	35,073	(2,215)	(5.9)
Telegram services revenues	5,539	5,239	(300)	(5.4)
Other telecommunications services revenues	34,843	32,741	(2,101)	(6.0)
Telecommunications total revenues	418,437	405,942	(12,495)	(3.0)
Supplementary business total revenues	36,848	34,522	(2,326)	(6.3)
Total operating revenues	455,286	440,464	(14,821)	(3.3)

*Partial listing only

4. Non-Consolidated Comparative Statements of Cash Flows

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Six months ended September 30, 2008	Six months ended September 30, 2009	Increase (Decrease)	Year ended March 31, 2009
Cash flows from operating activities:				
Income before income taxes	14,216	24,746	10,530	19,518
Depreciation and amortization	208,948	198,092	(10,856)	412,834
Loss on disposal of property, plant and equipment	8,035	7,173	(862)	18,971
Increase (decrease) in liability for employees' retirement benefits	(6,682)	1,670	8,353	(36,480)
(Increase) decrease in accounts receivable	23,970	34,324	10,354	11,296
(Increase) decrease in inventories	(2,420)	598	3,018	(2,150)
Increase (decrease) in accounts payable and accrued expenses	(53,472)	(66,048)	(12,575)	(22,796)
Increase (decrease) in accrued consumption tax	1,282	2,169	887	(1,193)
Other	(6,723)	996	7,720	32,261
Sub-total	187,153	203,722	16,569	432,260
Interest and dividends received	3,408	1,429	(1,979)	3,446
Interest paid	(10,636)	(8,736)	1,900	(19,969)
Income taxes received (paid)	16,807	4,590	(12,217)	16,805
Net cash provided by (used in) operating activities	196,732	201,005	4,273	432,543
Cash flows from investing activities:				
Payments for property, plant and equipment	(192,951)	(197,940)	(4,989)	(380,697)
Proceeds from sale of property, plant and equipment	15,110	867	(14,243)	17,151
Payments for purchase of investment securities	(53)	(429)	(376)	(53)
Proceeds from sale of investment securities	85	425	340	177
Other	1,262	463	(798)	2,745
Net cash provided by (used in) investing activities	(176,545)	(196,613)	(20,067)	(360,675)
Cash flows from financing activities:				
Proceeds from issuance of long-term debt	20,000	110,000	90,000	115,000
Payments for settlement of long-term debt	(86,307)	(83,016)	3,290	(177,724)
Net increase (decrease) in short-term borrowings	-	(33,994)	(33,994)	(15,005)
Payments for settlement of lease obligations	(511)	(7,575)	(7,063)	(27,558)
Dividends paid	-	(13,004)	(13,004)	-
Net cash provided by (used in) financing activities	(66,819)	(27,591)	39,227	(105,288)
Net increase (decrease) in cash and cash equivalents	(46,632)	(23,198)	23,433	(33,420)
Cash and cash equivalents at beginning of period	139,891	106,470	(33,420)	139,891
Cash and cash equivalents at end of period	93,258	83,271	(9,987)	106,470