



News Release

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FOR IMMEDIATE RELEASE

Financial Statements for the Nine Months Ended December 31, 2009

The results of Nippon Telegraph and Telephone West Corporation (NTT West) for the nine months ended December 31, 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	December 31, 2009	Increase (Decrease)
ASSETS			
Fixed assets:			
Fixed assets - telecommunications businesses			
Property, plant and equipment			
Machinery and equipment	517,663	517,367	(296)
Antenna facilities	9,694	8,988	(706)
Terminal equipment	21,058	20,547	(511)
Local line facilities	825,484	814,012	(11,471)
Long-distance line facilities	4,219	3,552	(666)
Engineering facilities	590,253	584,497	(5,756)
Submarine line facilities	3,306	2,516	(789)
Buildings	464,127	441,516	(22,610)
Construction in progress	28,254	33,104	4,849
Other	243,174	236,256	(6,917)
Total property, plant and equipment	2,707,237	2,662,361	(44,875)
Intangible fixed assets	95,976	91,234	(4,742)
Total fixed assets - telecommunications businesses	2,803,213	2,753,595	(49,618)
Investments and other assets			
Other investments and assets	211,003	210,560	(443)
Allowance for doubtful accounts	(566)	(576)	(9)
Total investments and other assets	210,436	209,984	(452)
Total fixed assets	3,013,650	2,963,579	(50,070)
Current assets:			
Cash and bank deposits	105,019	71,785	(33,233)
Notes receivable	39	287	248
Accounts receivable, trade	282,192	295,343	13,151
Supplies	27,912	27,000	(912)
Other current assets	47,718	71,422	23,704
Allowance for doubtful accounts	(2,130)	(2,266)	(135)
Total current assets	460,751	463,573	2,822
TOTAL ASSETS	3,474,401	3,427,153	(47,248)

(Millions of yen)

	March 31, 2009	December 31, 2009	Increase (Decrease)
LIABILITIES			
Long-term liabilities:			
Long-term borrowings from parent company	977,698	1,041,294	63,595
Liability for employees' retirement benefits	304,696	308,183	3,487
Reserve for unused telephone cards	12,320	10,299	(2,020)
Other long-term liabilities	26,586	23,301	(3,284)
Total long-term liabilities	1,321,302	1,383,080	61,778
Current liabilities:			
Current portion of long-term borrowings from parent company	158,333	81,170	(77,162)
Accounts payable, trade	78,940	50,158	(28,781)
Short-term borrowings	25,000	-	(25,000)
Accrued taxes on income	899	* 358	(541)
Allowance for losses on construction contracts	171	-	(171)
Other current liabilities	393,599	400,767	7,167
Total current liabilities	656,944	532,454	(124,489)
TOTAL LIABILITIES	1,978,246	1,915,534	(62,711)
NET ASSETS			
Shareholders' equity:			
Common stock	312,000	312,000	-
Capital surplus	1,170,054	1,170,054	-
Earned surplus	13,689	29,565	15,876
Total shareholders' equity	1,495,743	1,511,619	15,876
Unrealized gains (losses), translation adjustments, and others:			
Net unrealized gains (losses) on securities	411	(1)	(413)
Total unrealized gains (losses), translation adjustments, and others	411	(1)	(413)
TOTAL NET ASSETS	1,496,155	1,511,618	15,462
TOTAL LIABILITIES AND NET ASSETS	3,474,401	3,427,153	(47,248)

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)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009	Increase (Decrease)	Year ended March 31, 2009
Telecommunications businesses:				
Operating revenues	1,255,972	1,217,695	(38,277)	1,670,002
Operating expenses	1,240,746	1,188,073	(52,673)	1,658,299
Operating income from telecommunications businesses	15,226	29,622	14,395	11,703
Supplementary businesses:				
Operating revenues	102,928	96,489	(6,438)	154,318
Operating expenses	105,873	99,896	(5,976)	158,254
Operating losses from supplementary businesses	(2,945)	(3,406)	(461)	(3,935)
Operating income	12,281	26,215	13,934	7,767
Non-operating revenues:				
Interest income	12	6	(5)	14
Dividends received	3,431	1,433	(1,997)	3,431
Lease and rental income	32,847	31,078	(1,768)	43,268
Miscellaneous income	3,585	3,626	41	5,429
Total non-operating revenues	39,876	36,145	(3,730)	52,143
Non-operating expenses:				
Interest expenses	14,982	13,131	(1,850)	19,540
Lease and rental expenses	12,474	10,994	(1,480)	16,378
Miscellaneous expenses	2,293	2,270	(22)	4,474
Total non-operating expenses	29,750	26,396	(3,353)	40,393
Recurring profit	22,407	35,964	13,557	19,518
Income before income taxes	22,407	35,964	13,557	19,518
Income taxes	* 5,953	* 7,083	1,130	4,077
Net income	16,453	28,880	12,426	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 nine months ended December 31, 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 nine months ended December 31, 2009.

(Millions of yen)

	Three months ended December 31, 2008	Three months ended December 31, 2009	Increase (Decrease)
Telecommunications businesses:			
Operating revenues	418,375	405,601	(12,774)
Operating expenses	411,322	395,304	(16,018)
Operating income from telecommunications businesses	7,052	10,296	3,243
Supplementary businesses:			
Operating revenues	32,403	32,366	(37)
Operating expenses	33,759	34,137	377
Operating losses from supplementary businesses	(1,355)	(1,770)	(414)
Operating income	5,697	8,525	2,828
Non-operating revenues:			
Interest income	3	2	(1)
Dividends received	32	9	(22)
Lease and rental income	10,957	10,302	(655)
Miscellaneous income	1,155	1,308	152
Total non-operating revenues	12,148	11,622	(526)
Non-operating expenses:			
Interest expenses	4,695	4,417	(277)
Lease and rental expenses	4,180	3,658	(521)
Miscellaneous expenses	778	853	75
Total non-operating expenses	9,654	8,930	(724)
Recurring profit	8,191	11,217	3,026
Income before income taxes	8,191	11,217	3,026
Income taxes	*	*	(142)
Net income	5,663	8,833	3,169

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 December 31, 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 December 31, 2009.

3. Business Results (Non-Consolidated Operating Revenues)

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009	Increase (Decrease)	Percent Increase (Decrease)	Year ended March 31, 2009
Voice transmission services revenues (excluding IP services revenues)	683,133	607,624	(75,509)	(11.1)	896,413
Monthly charge revenues*	459,424	417,796	(41,628)	(9.1)	605,622
Call rates revenues*	71,637	57,902	(13,735)	(19.2)	92,294
Interconnection call revenues*	100,942	84,588	(16,354)	(16.2)	130,658
IP services revenues	339,443	388,543	49,099	14.5	460,441
Leased circuit services revenues (excluding IP services revenues)	112,756	105,485	(7,270)	(6.4)	149,122
Telegram services revenues	19,237	18,037	(1,199)	(6.2)	25,797
Other telecommunications services revenues	101,402	98,005	(3,396)	(3.3)	138,227
Telecommunications total revenues	1,255,972	1,217,695	(38,277)	(3.0)	1,670,002
Supplementary business total revenues	102,928	96,489	(6,438)	(6.3)	154,318
Total operating revenues	1,358,900	1,314,184	(44,715)	(3.3)	1,824,321

*Partial listing only

(Millions of yen)

	Three months ended December 31, 2008	Three months ended December 31, 2009	Increase (Decrease)	Percent Increase (Decrease)
Voice transmission services revenues (excluding IP services revenues)	222,194	198,090	(24,103)	(10.8)
Monthly charge revenues*	150,393	136,682	(13,710)	(9.1)
Call rates revenues*	22,689	18,576	(4,112)	(18.1)
Interconnection call revenues*	32,599	27,677	(4,922)	(15.1)
IP services revenues	117,478	133,520	16,042	13.7
Leased circuit services revenues (excluding IP services revenues)	37,445	34,888	(2,556)	(6.8)
Telegram services revenues	6,815	6,327	(487)	(7.2)
Other telecommunications services revenues	34,441	32,772	(1,668)	(4.8)
Telecommunications total revenues	418,375	405,601	(12,774)	(3.1)
Supplementary business total revenues	32,403	32,366	(37)	(0.1)
Total operating revenues	450,779	437,967	(12,811)	(2.8)

*Partial listing only

4. Non-Consolidated Comparative Statements of Cash Flows

(Based on accounting principles generally accepted in Japan)

(Millions of yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009	Increase (Decrease)	Year ended March 31, 2009
Cash flows from operating activities:				
Income before income taxes	22,407	35,964	13,557	19,518
Depreciation and amortization	314,571	298,006	(16,565)	412,834
Loss on disposal of property, plant and equipment	12,494	11,590	(904)	18,971
Increase (decrease) in liability for employees' retirement benefits	(9,088)	3,487	12,575	(36,480)
(Increase) decrease in accounts receivable	(18,412)	(14,485)	3,926	11,296
(Increase) decrease in inventories	(4,016)	912	4,929	(2,150)
Increase (decrease) in accounts payable and accrued expenses	(92,763)	(96,691)	(3,928)	(22,796)
Increase (decrease) in accrued consumption tax	990	3,572	2,581	(1,193)
Other	13,458	22,972	9,514	32,261
Sub-total	239,641	265,328	25,687	432,260
Interest and dividends received	3,443	1,441	(2,002)	3,446
Interest paid	(14,987)	(13,177)	1,810	(19,969)
Income taxes received (paid)	16,805	5,278	(11,527)	16,805
Net cash provided by (used in) operating activities	244,903	258,870	13,967	432,543
Cash flows from investing activities:				
Payments for property, plant and equipment	(283,146)	(283,261)	(115)	(380,697)
Proceeds from sale of property, plant and equipment	15,526	1,635	(13,890)	17,151
Payments for purchase of investment securities	(53)	(429)	(376)	(53)
Proceeds from sale of investment securities	97	425	327	177
Other	529	(15)	(544)	2,745
Net cash provided by (used in) investing activities	(267,045)	(281,645)	(14,599)	(360,675)
Cash flows from financing activities:				
Proceeds from issuance of long-term debt	45,000	140,000	95,000	115,000
Payments for settlement of long-term debt	(107,096)	(153,566)	(46,470)	(177,724)
Net increase (decrease) in short-term borrowings	44,979	25,997	(18,981)	(15,005)
Payments for settlement of lease obligations	(27,374)	(8,611)	18,762	(27,558)
Dividends paid	-	(13,004)	(13,004)	-
Net cash provided by (used in) financing activities	(44,490)	(9,185)	35,305	(105,288)
Net increase (decrease) in cash and cash equivalents	(66,633)	(31,959)	34,673	(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	73,257	74,511	1,253	106,470