

May 9, 2018

Company Name: Nippon Telegraph and Telephone Corporation
Representative: Hiroo Unoura, President and Chief Executive Officer
(Code No.: 9432, First section of Tokyo Stock Exchange)

**NOTICE REGARDING NTT URBAN DEVELOPMENT CORPORATION'S
ANNOUNCEMENT OF THE DIFFERENCES BETWEEN NON-CONSOLIDATED
RESULTS OF OPERATIONS FOR THE FISCAL YEARS ENDED MARCH 31, 2018
AND MARCH 31, 2017**

NTT URBAN DEVELOPMENT CORPORATION (“NTT UD”), a subsidiary of Nippon Telegraph and Telephone Corporation (“NTT”), has announced today the differences between its non-consolidated results of operations for the fiscal years ended March 31, 2018 and March 31, 2017. For more details, please see the attached press release by NTT UD.

The matter will not have a material impact on NTT’s consolidated results of operations.

For further inquiries, please contact:

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May 9, 2018

To whom it may concern:

NTT URBAN DEVELOPMENT CORPORATION

Rep: Hiroshi Nakagawa

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NOTICE REGARDING NTT URBAN DEVELOPMENT CORPORATION'S ANNOUNCEMENT OF THE
DIFFERENCES BETWEEN ITS NON-CONSOLIDATED RESULTS OF OPERATIONS FOR THE FISCAL YEARS
ENDED MARCH 31, 2018 AND MARCH 31, 2017

NTT URBAN DEVELOPMENT CORPORATION has announced today the differences between its Non-Consolidated Financial Results of operations for the Fiscal Years Ended March 31, 2018 and March 31, 2017, as further described below.

1. Differences in Non-Consolidated Results of Operations

(Millions of yen, except for Net income per share and percentages)

	Operating revenue	Operating income	Ordinary income	Net income	Net income per share
Previous period results (A) (Fiscal Year Ended March 31, 2017)	161,968	26,552	21,978	14,018	42.59 Yen
Current period results (B) (Fiscal Year Ended March 31, 2018)	138,380	24,489	21,705	15,363	46.68 Yen
Change (B-A)	(23,588)	(2,062)	(273)	1,344	—
Percentage Change (%)	(14.6)	(7.8)	(1.2)	9.6	—

2. Reason for Differences

Operating revenues decreased for the Fiscal Year Ended March 31, 2018 from the previous fiscal year primarily due to the decrease in revenues from sales of real estate.