

Financial Results Release

For the Nine Months Ended December 31, 2024

February 7, 2025

[IFRS]

Name of registrant : Nippon Telegraph and Telephone Corporation (“NTT”) / URL <https://group.ntt/en/ir/>
 Code No. : 9432
 Stock exchanges on which the Company's shares are listed : Tokyo
 Representative : Akira Shimada, President and Chief Executive Officer
 Contact : Takuro Hanaki, Head of IR, Finance and Accounting Department
 URL <https://group.ntt/en/ir/contact>
 Scheduled date of dividend payments : —
 Supplemental material on quarterly results : Yes
 Presentation on quarterly results : Yes (for institutional investors and analysts)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (April 1, 2024 - December 31, 2024)

Amounts are rounded to the nearest million yen.

(1) Consolidated Results of Operations

(Millions of yen)

	Operating Revenues		Operating Profit		Profit before Taxes		Profit Attributable to NTT	
Nine months ended December 31, 2024	10,049,724	3.4%	1,399,233	(5.9)%	1,341,686	(13.8)%	850,691	(15.9)%
Nine months ended December 31, 2023	9,716,856	1.5%	1,486,187	(2.3)%	1,556,842	1.8%	1,011,115	(2.1)%

Notes: 1. Comprehensive income (loss) attributable to NTT: For the Nine months ended December 31, 2024: 904,080 million yen (30.5%)
 For the Nine months ended December 31, 2023: 1,301,621 million yen 31.3%

2. Percentages above represent changes from the corresponding period of previous fiscal year.

	Basic Earnings per Share Attributable to NTT	Diluted Earnings per Share Attributable to NTT
Nine months ended December 31, 2024	10.15 (yen)	- (yen)
Nine months ended December 31, 2023	11.89 (yen)	- (yen)

Note: NTT conducted a 25-for-1 stock split of its common stock, with an effective date of July 1, 2023. The figures for Basic Earnings per Share Attributable to NTT have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

(2) Consolidated Financial Position

(Millions of yen, except equity ratio and per share amounts)

	Total Assets	Total Equity (Net Assets)	Shareholders' Equity	Equity Ratio (Ratio of Shareholders' Equity to Total Assets)	Shareholders' Equity per Share
December 31, 2024	30,603,365	11,280,299	10,159,405	33.2%	122.21 (yen)
March 31, 2024	29,604,223	10,893,059	9,844,160	33.3%	117.08 (yen)

Note: NTT conducted a 25-for-1 stock split of its common stock, with an effective date of July 1, 2023. The figures for Shareholders' Equity per Share have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

2. Dividends

	Annual Dividends				
	End of the first quarter	End of the second quarter	End of the third quarter	Year-end	Total
Year Ended March 31, 2024	—	2.50 (yen)	—	2.60 (yen)	5.10 (yen)
Year Ending March 31, 2025	—	2.60 (yen)	—		
Year Ending March 31, 2025 (Forecasts)				2.60 (yen)	5.20 (yen)

Note: Revision to the dividend forecasts from the latest announcement: None

3. Consolidated Financial Results Forecasts for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(Millions of yen, except per share amount)

	Operating Revenues		Operating Profit		Profit before Taxes		Profit Attributable to NTT		Basic Earnings per Share Attributable to NTT
Year Ending March 31, 2025	13,460,000	0.6%	1,810,000	(5.9)%	1,720,000	(13.2)%	1,100,000	(14.0)%	13.00 (yen)

Notes: 1. Percentages above represent changes from the previous fiscal year.

2. Revision to the consolidated financial results forecasts from the latest announcement: None

***Notes:**

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: None

(2) Change of accounting policy and accounting estimates

i. Changes in accounting policy required by IFRS: None

ii. Changes other than (i): None

iii. Changes in accounting estimates: None

(3) Number of shares outstanding (common stock)

i. Number of shares outstanding (including treasury stock):

December 31, 2024 : 90,550,316,400 shares

March 31, 2024 : 90,550,316,400 shares

ii. Number of shares of treasury stock:

December 31, 2024 : 7,416,249,305 shares

March 31, 2024 : 6,468,768,847 shares

iii. Weighted average number of shares outstanding:

For the nine months ended December 31, 2024 : 83,842,793,259 shares

For the nine months ended December 31, 2023 : 85,028,855,662 shares

Notes: 1.NTT conducted a 25-for-1 stock split of its common stock, with an effective date of July 1, 2023. The figures for "Number of shares outstanding(common stock)" have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

2.The number of shares of treasury stock includes the Company's shares held by BIP(Board Incentive Plan) Trust (As of December 31, 2024: 34,782,500 shares, As of March 31, 2024: 23,303,000 shares). In addition, these Company's shares are included in the treasury stock which is deducted from the number of shares outstanding when calculating the weighted average number of shares outstanding during the period.

* Review of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Explanation for the appropriate use of earnings forecasts and other notes:

This document is a translation of the authoritative Japanese original. The forward-looking statements and projected figures concerning the future performance of NTT and its subsidiaries and affiliates contained or referred to herein are based on a series of assumptions, projections, estimates, judgments and beliefs of the management of NTT in light of information currently available to it regarding NTT and its subsidiaries and affiliates, the economy and telecommunications industry in Japan and overseas, and other factors. These projections and estimates may be affected by the future business operations of NTT and its subsidiaries and affiliates, the state of the economy in Japan and abroad, possible fluctuations in the securities markets, the pricing of services, the effects of competition, the performance of new products, services and new businesses, changes to laws and regulations affecting the telecommunications industry in Japan and elsewhere, other changes in circumstances that could cause actual results to differ materially from the forecasts contained or referred to herein and in such other materials.

On Friday, February 7, 2025, NTT will hold a presentation on its financial results for institutional investors and analysts. Shortly thereafter, NTT plans to post on its website explanatory details, along with the materials used at the presentation.

1. Overview of Results of Operations

Please refer to the following materials disclosed on TDnet and our website on Friday, February 7, 2025, for a summary of results of operations and financial condition during the nine months ended December 31, 2024.

- Presentation Material
- Supplementary Data

Download the latest IR materials: <https://group.ntt/en/ir/library/latest/>

2. Summary Information (notes)

- (1) **Significant changes in the scope of consolidation during the nine months ended December 31, 2024: None**
- (2) **Changes in Accounting Policies and Estimates: None**

3. Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statements of Financial Position

	Millions of yen		
	As of March 31, 2024	As of December 31, 2024	Increase (Decrease)
ASSETS			
Current assets			
Cash and cash equivalents	¥982,874	¥1,198,183	¥215,309
Trade and other receivables	4,816,951	4,988,338	171,387
Other financial assets	972,278	1,085,848	113,570
Inventories	524,166	579,816	55,650
Other current assets	985,960	991,024	5,064
Subtotal	8,282,229	8,843,209	560,980
Assets held for sale	41,858	244,359	202,501
Total current assets	8,324,087	9,087,568	763,481
Non-current assets			
Property, plant and equipment	10,421,986	10,467,753	45,767
Right-of-use assets	914,911	920,565	5,654
Goodwill	1,698,851	1,776,843	77,992
Intangible assets	2,510,723	2,475,433	(35,290)
Investment property	1,305,219	1,356,526	51,307
Investments accounted for using the equity method	410,782	430,608	19,826
Other financial assets	2,251,793	2,271,165	19,372
Deferred tax assets	714,276	693,060	(21,216)
Other non-current assets	1,051,595	1,123,844	72,249
Total non-current assets	21,280,136	21,515,797	235,661
Total assets	¥29,604,223	¥30,603,365	¥999,142

Millions of yen

	As of March 31, 2024	As of December 31, 2024	Increase (Decrease)
LIABILITIES AND EQUITY			
Current liabilities			
Short-term borrowings	¥ 2,542,999	¥ 3,830,190	¥ 1,287,191
Trade and other payables	2,940,928	2,461,988	(478,940)
Lease liabilities	223,473	204,674	(18,799)
Other financial liabilities	895,063	961,370	66,307
Accrued payroll	614,976	470,520	(144,456)
Income taxes payables	354,859	179,661	(175,198)
Other current liabilities	1,272,371	1,150,792	(121,579)
Subtotal	8,844,669	9,259,195	414,526
Liabilities directly associated with assets held for sale	976	94,375	93,399
Total current liabilities	8,845,645	9,353,570	507,925
Non-current liabilities			
Long-term borrowings	7,048,015	7,149,656	101,641
Lease liabilities	899,524	908,282	8,758
Other financial liabilities	162,765	162,063	(702)
Defined benefit liabilities	1,156,394	1,179,835	23,441
Deferred tax liabilities	222,331	209,651	(12,680)
Other non-current liabilities	376,490	360,009	(16,481)
Total non-current liabilities	9,865,519	9,969,496	103,977
Total liabilities	18,711,164	19,323,066	611,902
Equity			
Nippon Telegraph and Telephone Corporation (“NTT”) shareholders’ equity			
Common stock	937,950	937,950	—
Retained earnings	9,078,084	9,518,805	440,721
Treasury stock	(937,291)	(1,079,907)	(142,616)
Other components of equity	765,417	782,557	17,140
Total NTT shareholders’ equity	9,844,160	10,159,405	315,245
Non-controlling interests	1,048,899	1,120,894	71,995
Total equity	10,893,059	11,280,299	387,240
Total liabilities and equity	¥ 29,604,223	¥ 30,603,365	¥ 999,142

(2) Condensed Quarterly Consolidated Statements of Profit or Loss and Condensed Quarterly Consolidated Statements of Comprehensive Income

Condensed Quarterly Consolidated Statements of Profit or Loss

	Millions of yen except per share data		
	Nine Months Ended December 31, 2023	Nine Months Ended December 31, 2024	Increase (Decrease)
Operating revenues	¥9,716,856	¥10,049,724	¥332,868
Operating expenses			
Personnel expenses	2,174,508	2,312,372	137,864
Expenses for purchase of goods and services and other expenses	4,677,578	4,881,631	204,053
Depreciation and amortization	1,201,877	1,280,170	78,293
Loss on disposal of property, plant and equipment and intangible assets	71,068	63,745	(7,323)
Impairment losses	1,577	981	(596)
Taxes and dues	104,061	111,592	7,531
Total operating expenses	8,230,669	8,650,491	419,822
Operating profit	1,486,187	1,399,233	(86,954)
Finance income	141,375	47,062	(94,313)
Finance costs	93,713	129,768	36,055
Share of profit (loss) of entities accounted for using the equity method	22,993	25,159	2,166
Profit before taxes	1,556,842	1,341,686	(215,156)
Income taxes	502,082	435,074	(67,008)
Profit	¥1,054,760	¥906,612	¥(148,148)
Profit attributable to NTT	1,011,115	850,691	(160,424)
Profit attributable to Non-controlling interests	43,645	55,921	12,276
Earnings per share attributable to NTT			
Basic earnings per share (yen)*	¥11.89	¥10.15	

* NTT conducted a 25-for-1 stock split of its common stock, with an effective date of July 1, 2023. The figures for “Basic earnings per share” have been adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

Condensed Quarterly Consolidated Statements of Comprehensive Income

	Millions of yen		
	Nine Months Ended December 31, 2023	Nine Months Ended December 31, 2024	Increase (Decrease)
Profit	¥1,054,760	¥906,612	¥(148,148)
Other comprehensive income (net of tax)			
Items that will not be reclassified to profit or loss			
Change in the fair value of financial assets measured at fair value through other comprehensive income	142,149	(36,338)	(178,487)
Share of other comprehensive income of entities accounted for using the equity method	889	(12)	(901)
Remeasurements of defined benefit plans	402	833	431
Total of items that will not be reclassified to profit or loss	143,440	(35,517)	(178,957)
Items that may be reclassified to profit or loss			
Cash flow hedges	18,265	23,304	5,039
Hedges cost	8,104	10,257	2,153
Foreign currency translation adjustments	144,367	78,652	(65,715)
Share of other comprehensive income of entities accounted for using the equity method	15,321	(1,261)	(16,582)
Total of items that may be reclassified to profit or loss	186,057	110,952	(75,105)
Total other comprehensive income (net of tax)	329,497	75,435	(254,062)
Total comprehensive income	¥1,384,257	¥982,047	¥(402,210)
Comprehensive income attributable to NTT	1,301,621	904,080	(397,541)
Comprehensive income attributable to Non-controlling interests	82,636	77,967	(4,669)

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

Nine Months Ended December 31, 2023

	Millions of yen							
	NTT Shareholders' Equity						Non-controlling interests	Total equity
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Other components of equity	Total		
As of March 31, 2023	¥937,950	¥—	¥8,150,117	¥(737,290)	¥210,576	¥8,561,353	¥789,274	¥9,350,627
Comprehensive income								
Profit	—	—	1,011,115	—	—	1,011,115	43,645	1,054,760
Other comprehensive income	—	—	—	—	290,506	290,506	38,991	329,497
Total comprehensive income	—	—	1,011,115	—	290,506	1,301,621	82,636	1,384,257
Transactions with owners and other transactions								
Dividends of surplus	—	—	(417,438)	—	—	(417,438)	(19,460)	(436,898)
Transfer to retained earnings	—	15,762	(11,307)	—	(4,455)	—	—	—
Purchase and disposal of treasury stock	—	8	—	(193,607)	—	(193,599)	—	(193,599)
Changes in ownership interest in subsidiaries without loss of control	—	(9,751)	—	—	—	(9,751)	35,820	26,069
Share-based compensation transactions	—	(1,888)	—	—	—	(1,888)	(733)	(2,621)
Put options granted to non-controlling interests	—	(3,243)	—	—	—	(3,243)	(381)	(3,624)
Other	—	(888)	(2,011)	—	—	(2,899)	(667)	(3,566)
Total transactions with owners and other transactions	—	—	(430,756)	(193,607)	(4,455)	(628,818)	14,579	(614,239)
As of December 31, 2023	¥937,950	¥—	¥8,730,476	¥(930,897)	¥496,627	¥9,234,156	¥886,489	¥10,120,645

Nine Months Ended December 31, 2024

Millions of yen

	NTT Shareholders' Equity					Total	Non-controlling interests	Total equity
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Other components of equity			
As of March 31, 2024	¥937,950	¥—	¥9,078,084	¥(937,291)	¥765,417	¥9,844,160	¥1,048,899	¥10,893,059
Comprehensive income								
Profit	—	—	850,691	—	—	850,691	55,921	906,612
Other comprehensive income	—	—	—	—	53,389	53,389	22,046	75,435
Total comprehensive income	—	—	850,691	—	53,389	904,080	77,967	982,047
Transactions with owners and other transactions								
Dividends of surplus	—	—	(436,766)	—	—	(436,766)	(21,276)	(458,042)
Transfer to retained earnings	—	9,114	27,135	—	(36,249)	—	—	—
Purchase and disposal of treasury stock	—	—	—	(142,616)	—	(142,616)	—	(142,616)
Changes in ownership interest in subsidiaries without loss of control	—	2,078	—	—	—	2,078	18,021	20,099
Share-based compensation transactions	—	(6,382)	—	—	—	(6,382)	(1,940)	(8,322)
Put options granted to non-controlling interests	—	(4,256)	—	—	—	(4,256)	(1,122)	(5,378)
Other	—	(554)	(339)	—	—	(893)	345	(548)
Total transactions with owners and other transactions	—	—	(409,970)	(142,616)	(36,249)	(588,835)	(5,972)	(594,807)
As of December 31, 2024	¥937,950	¥—	¥9,518,805	¥(1,079,907)	¥782,557	¥10,159,405	¥1,120,894	¥11,280,299

(4) Condensed Quarterly Consolidated Statements of Cash Flows

	Millions of yen		
	Nine Months Ended December 31, 2023	Nine Months Ended December 31, 2024	Increase (Decrease)
Cash flows from operating activities			
Profit	¥ 1,054,760	¥ 906,612	¥ (148,148)
Depreciation and amortization	1,201,877	1,280,170	78,293
Impairment losses	1,577	981	(596)
Share of loss (profit) of entities accounted for using the equity method	(22,993)	(25,159)	(2,166)
Losses on retirement of property, plant and equipment and intangible assets	27,225	19,390	(7,835)
Gain on sales of property, plant and equipment and intangible assets	(14,344)	(8,726)	5,618
Income taxes	502,082	435,074	(67,008)
Decrease (increase) in trade and other receivables ⁽¹⁾	(162,195)	(138,387)	23,808
Decrease (increase) in inventories	(63,451)	(87,334)	(23,883)
Decrease (increase) in other current assets	(132,878)	(201,779)	(68,901)
Increase (decrease) in trade and other payables / accrued payroll	(276,462)	(451,814)	(175,352)
Increase (decrease) in other current liabilities	(64,658)	(128,590)	(63,932)
Increase (decrease) in defined benefit liabilities	27,208	23,772	(3,436)
Decrease (increase) in non-current handset installment receivables ⁽²⁾	(193,376)	(161,769)	31,607
Increase (decrease) in other non-current liabilities	2,455	(2,153)	(4,608)
Other, net ⁽²⁾	(14,400)	(28,324)	(13,924)
Subtotal	1,872,427	1,431,964	(440,463)
Interest and dividends received	86,775	89,503	2,728
Interest paid	(67,757)	(73,720)	(5,963)
Income taxes paid	(458,890)	(369,162)	89,728
Net cash provided by (used in) operating activities	1,432,555	1,078,585	(353,970)
Cash flows from investing activities			
Purchase of property, plant and equipment, intangible assets and investment property	(1,445,106)	(1,533,605)	(88,499)
Proceeds from sale of property, plant and equipment, intangible assets and investment property	98,041	44,584	(53,457)
Proceeds from government grants	1,048	1,462	414
Purchase of investments	(72,936)	(67,497)	5,439
Proceeds from sale or redemption of investments	138,164	174,740	36,576
Proceeds from loss of control of subsidiaries	3,273	5,602	2,329
Payments for acquisition of subsidiaries	(324,607)	(74,646)	249,961
Proceeds from acquisition of subsidiaries ⁽³⁾	693	—	(693)
Net decrease (increase) loan receivable	329	3,985	3,656
Other, net ⁽³⁾	(27,162)	(19,040)	8,122
Net cash provided by (used in) investing activities	(1,628,263)	(1,464,415)	163,848

	Millions of yen		
	Nine Months Ended December 31, 2023	Nine Months Ended December 31, 2024	Increase (Decrease)
Cash flows from financing activities			
Net increase (decrease) in short-term borrowings	651,244	777,577	126,333
Proceeds from increases in long-term borrowings	836,239	1,259,303	423,064
Repayment of long-term borrowings	(412,686)	(681,232)	(268,546)
Repayment of lease liabilities	(169,578)	(187,349)	(17,771)
Payments for acquisition of interests in subsidiaries from non-controlling interests	(6,366)	(4,971)	1,395
Dividends paid	(417,438)	(436,766)	(19,328)
Dividends paid to non-controlling interests	(19,286)	(21,138)	(1,852)
Purchase of treasury stock	(193,985)	(143,116)	50,869
Other, net	58,945	21,887	(37,058)
Net cash provided by (used in) financing activities	327,089	584,195	257,106
Effect of exchange rate change on cash and cash equivalents	19,744	16,944	(2,800)
Net increase (decrease) in cash and cash equivalents	151,125	215,309	64,184
Cash and cash equivalents at the beginning of the year ⁽¹⁾	793,920	982,874	188,954
Cash and cash equivalents at the end of the period ⁽¹⁾	¥945,045	¥ 1,198,183	¥ 253,138

Notes:

(1) The last days of nine months ended December 31, 2023, the fiscal year ended March 31, 2024 and nine months ended December 31, 2024 fell on non-business days, resulting in the due date of certain bills, including telecommunication service bills, being set to the first business day of the following month. Consequently, the impact on the condensed quarterly consolidated financial statements is as follows.

	Nine Months Ended December 31, 2023	Nine Months Ended December 31, 2024
(Condensed Quarterly Consolidated Statement of Cash Flows)		
Decrease (increase) in trade and other receivables	(215,980)	(11,732)
Cash and cash equivalents as of April 1	—	(192,820)
Cash and cash equivalents as of December 31	(215,980)	(204,552)

(2) “Decrease (increase) in non-current handset installment receivables,” which had previously been presented within “Other, net” in cash flows from operating activities for the nine months ended December 31, 2023, is now presented separately for the nine months ended December 31, 2024 due to an increase in the materiality of the amount of this item. As a result of this change, the ¥ (207,776) million amount that had previously been presented as “Other, net” in the consolidated statement of cash flows for the nine months ended December 31, 2023 has been reclassified and presented as ¥ (193,376) million of “Decrease (increase) in non-current handset installment receivables” and ¥ (14,400) million of “Other, net.”

(3) “Proceeds from acquisition of subsidiaries,” which had previously been presented within “Other, net” in cash flows from investing activities for the nine months ended December 31, 2023, are now presented separately for the nine months ended December 31, 2024 due to an increase in the materiality of the amount of such items. As a result of this change, the ¥ (26,469) million amount that had previously been presented as “Other, net” in the consolidated statement of cash flows for the nine months ended December 31, 2023 has been reclassified and presented as ¥693 million of “Proceeds from acquisition of subsidiaries” and ¥(27,162) million of “Other, net.”

(5) Going Concern Assumption

None

(6) Segment Information

NTT Group's business segments are as follows, for which discrete financial information is available and whose operating results are utilized by NTT Group's management to make decisions about the allocation of resources and to assess business performance.

Services included in each segment are as follows:

Integrated ICT Business

Fixed voice-related services, Mobile voice-related services, IP/packet communications services, sales of telecommunications terminal equipment, System integration services, and other services

Regional Communications Business

Fixed voice-related services, IP/packet communications services, sales of telecommunications terminal equipment, system integration services, and other services

Global Solutions Business

System integration services and other services

Others (Real Estate, Energy and Others)

Services related to real estate business and energy business, etc.

Operating Revenues

(Millions of yen)

	Nine Months Ended December 31, 2023 (April 1, 2023 - December 31, 2023)	Nine Months Ended December 31, 2024 (April 1, 2024 - December 31, 2024)
Integrated ICT Business		
Transactions with external customers	¥ 4,315,467	¥ 4,370,459
Inter-segment transactions	203,382	196,835
Subtotal	4,518,849	4,567,294
Regional Communications Business		
Transactions with external customers	1,804,857	1,790,221
Inter-segment transactions	501,390	489,335
Subtotal	2,306,247	2,279,556
Global Solutions Business		
Transactions with external customers	3,031,810	3,262,150
Inter-segment transactions	144,352	145,606
Subtotal	3,176,162	3,407,756
Others (Real Estate, Energy and Others)		
Transactions with external customers	564,722	626,894
Inter-segment transactions	558,382	574,625
Subtotal	1,123,104	1,201,519
Elimination of inter-segment transactions	(1,407,506)	(1,406,401)
Total	¥ 9,716,856	¥ 10,049,724

Segment profit or loss

(Millions of yen)

	Nine Months Ended December 31, 2023 (April 1, 2023 - December 31, 2023)	Nine Months Ended December 31, 2024 (April 1, 2024 - December 31, 2024)
Segment profit		
Integrated ICT Business	¥ 902,223	¥ 833,930
Regional Communications Business	339,556	295,613
Global Solutions Business	197,057	235,983
Others (Real Estate, Energy and Others)	55,400	54,736
Total	1,494,236	1,420,262
Elimination of inter-segment transactions	(8,049)	(21,029)
Operating profit	1,486,187	1,399,233
Finance income	141,375	47,062
Finance costs	93,713	129,768
Share of profit of entities accounted for using equity method	22,993	25,159
Profit before taxes	¥ 1,556,842	¥ 1,341,686

During the nine months ended December 31, 2023 and nine months ended December 31, 2024, there are no operating revenues recorded from transactions with a single external customer that account for 10% or more of total revenue.

(7) Assets Held for Sale

Sale of shares of onshore wind power generation SPCs

Overview

NTT Anode Energy plans to sell a portion of the shares of onshore wind power generation SPCs held by its subsidiaries during the fiscal year ending March 31, 2025, and has classified such shares as assets held for sale.

Impact on accounting treatment and on the condensed quarterly consolidated financial statements

As of the end of the third quarter of the current consolidated fiscal year, the assets related to the sale of the shares of the onshore wind power generation SPCs and liabilities directly related to these assets, which were included in the Others (Real Estate, Energy and Others), have been classified as assets held for sale and as liabilities directly related to assets held for sale until the completion of the share transfer. Furthermore, as the fair value after deduction of the sale costs exceeds the book value, these assets and liabilities are measured at book value.

As of the end of the third quarter of the consolidated accounting period (December 31, 2024) (Millions of yen)

Accounting item		Accounting item	
(Assets)		(Liabilities)	
Property, plant and equipment	74,991	Long-term borrowings	59,603
Intangible assets	40,883	Other liabilities	29,245
Other assets	17,730		
Total	133,604	Total	88,848

Sale of shares of data center holding company

Overview

NTT DATA Group plans to sell a portion of its shares in the company that holds NTT DATA Group's data center and has classified such shares as assets held for sale.

Impact on accounting treatment and on the condensed quarterly consolidated financial statements

As of the end of the third quarter of the current consolidated fiscal year, the assets related to the sale of the shares of the data center holding company included in the Global Solutions Business and the liabilities directly related to these assets have been classified as assets held for sale and as liabilities directly related to assets held for sale until the completion of the share transfer. Furthermore, as the fair value after deduction of the sale costs exceeds the book value, these assets and liabilities are measured at book value.

As of the end of the third quarter of the consolidated accounting period (December 31, 2024) (Millions of yen)

Accounting item		Accounting item	
(Assets)		(Liabilities)	
Cash and cash equivalents	1,224	Trade and other payables	2,350
Trade and other receivables	2,908	Other liabilities	1,393
Property, plant and equipment	85,937		
Other assets	3,693		
Total	93,761	Total	3,743

(8) Subsequent Events

None