

Business Operation Plan for Fiscal Year Ending March 31, 2010

February 27, 2009

Nippon Telegraph and Telephone
East Corporation (“NTT East”)

1. Revenue and Expenses Plan

(Unit: billions of yen)

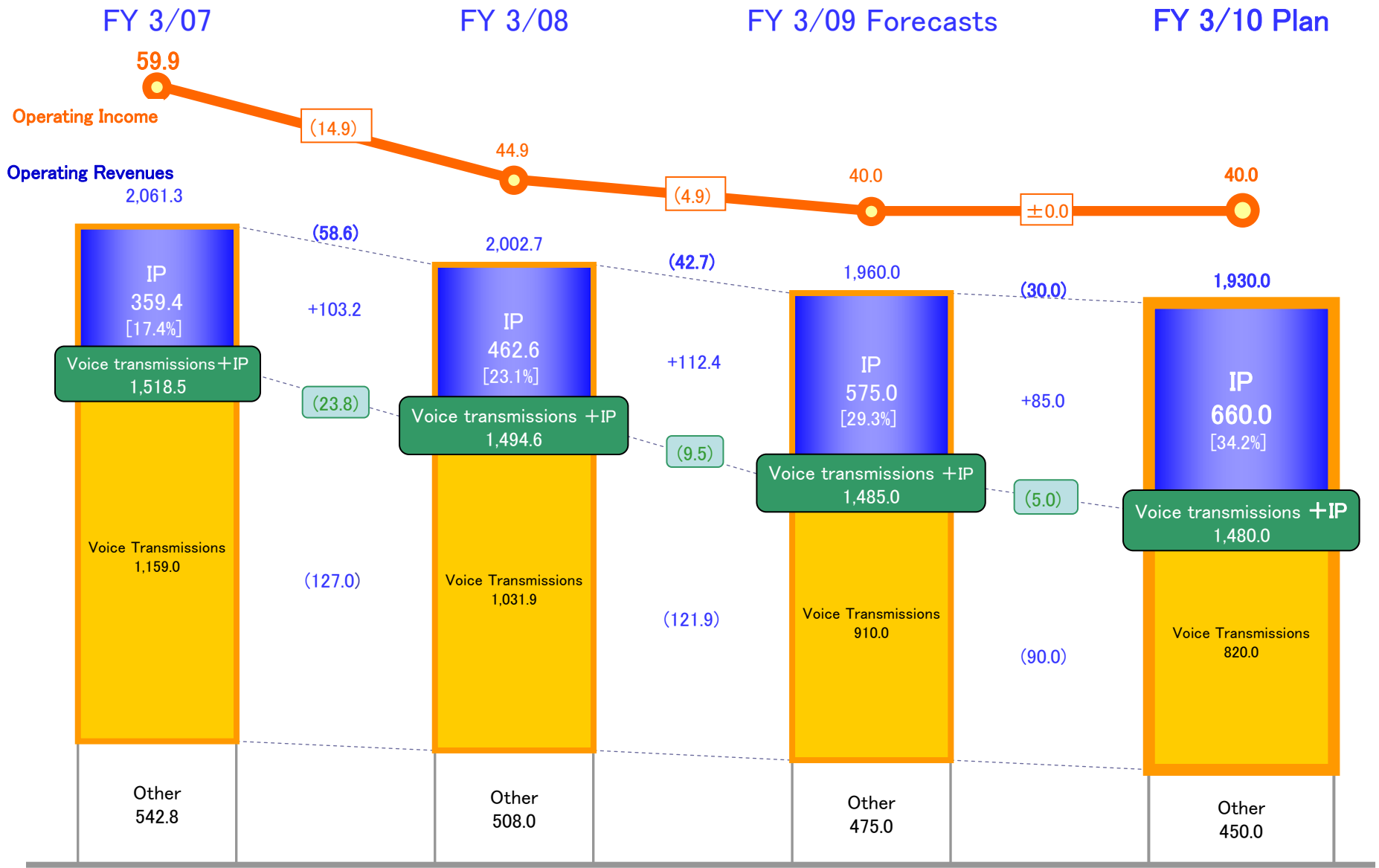
Item	FY 3/10	FY 3/09	Change
Operating Revenues	1,930	1,960	(30)
Voice Transmission* (excluding IP-Related services)	820	910	(90)
IP-Related*	660	575	85
Leased Circuits* (excluding IP-Related services)	160	171	(11)
Operating Expenses	1,890	1,920	(30)
Personnel*	114	115	(1)
Non-Personnel*	1,245	1,280	(35)
Depreciation, Amortization and Other*	531	525	6
Operating Income	40	40	0
Non-Operating Revenues	20	30	(10)
Recurring Profits	60	70	(10)

*Major items

Note: Figures for FY 3/09 have changed since the results for the six months ended September 30, 2008 were announced. The figures announced for that period were 900 billion yen for voice transmission services (excluding IP-Related services) and 590 billion yen for IP-Related revenues.

2. Trends in Operating Income and Changes in Earnings Structure

(Unit: Billions of yen)



Note: Numbers in brackets indicate composition ratios of operating revenues

3. Capital Investment Plan

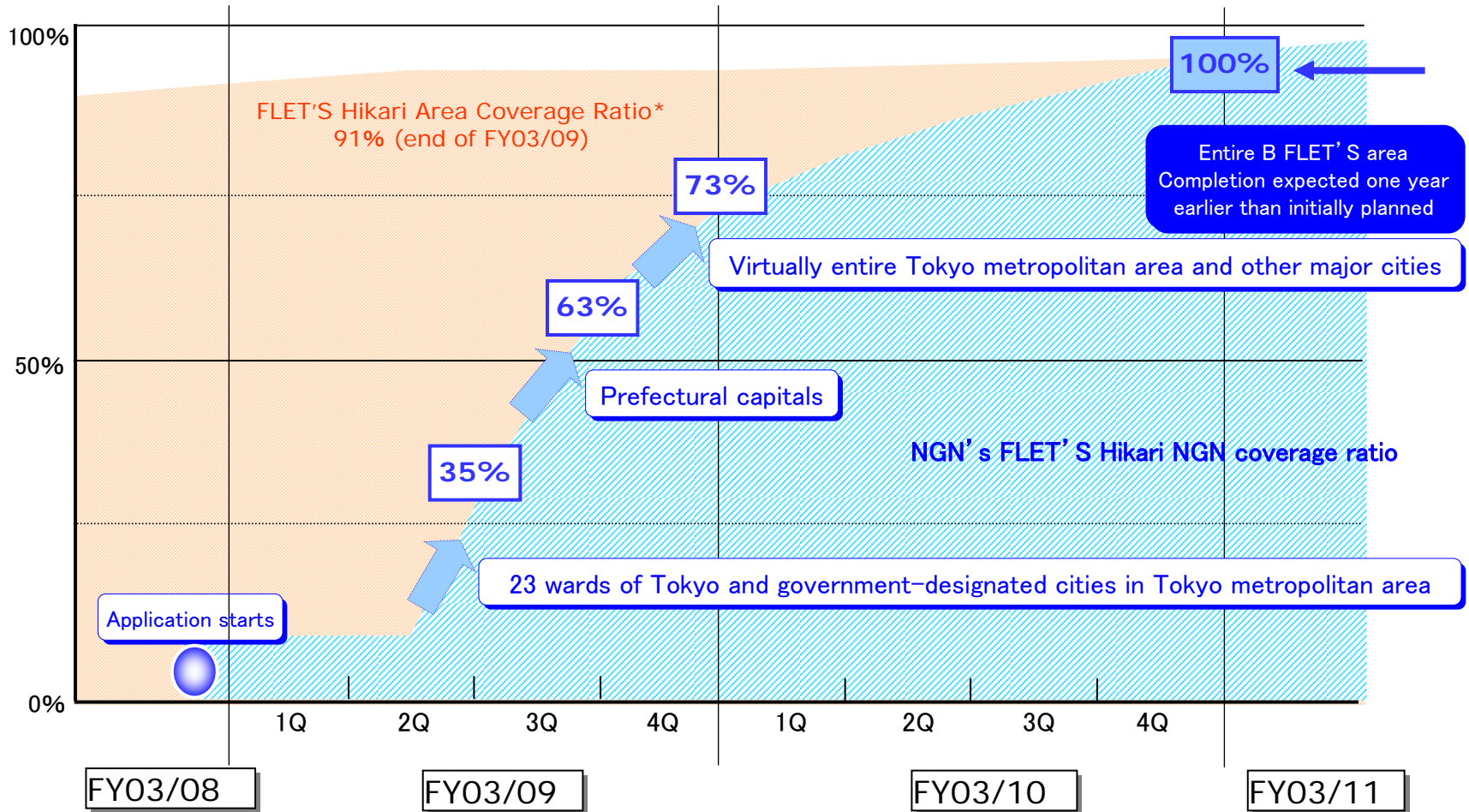
(Unit: Billions of yen)

Item	FY 3/10	FY 3/09	Change
Expansion and Improvement of Services	431	430	1
Voice Transmission*	160	150	10
Data Transmission*	70	65	5
Leased Circuits*	200	214	(14)
Telegraph*	1	1	0
Research and Development Facilities	3	4	(1)
Common Facilities and Others	26	26	0
Total	460	460	0
Optical Access Network*	Approx. 180	Approx. 180	0

*Major items

Note: Figures for FY 3/09 have changed since the second quarter results were announced. The figures announced at that time are: Expansion and Improvement of Services: 425 billion yen; Data Transmission: 60 billion yen; and Total Capital Investment: 455 billion yen.

4. Development of NGN (FLET'S Hikari Next)



*FLET'S Hikari area coverage ratio = $\frac{\text{No. of fixed-line phone lines in FLET'S Hikari service areas}}{\text{No. of fixed-line phone lines}}$

5. Principal Services Plan

(Unit: 10,000 contracts/subscriptions)

Item		FY 3/10	FY 3/09
FLET' S Hikari	Subscriptions	776	636
	Net increase	140	140
Telephone Subscriptions + ISDN	Subscriptions	1,920	2,100
	Net increase	(180)	(190)
Telephone Subscriptions*	Subscriptions	1,653	1,801
	Net increase	(148)	(156)

*Major items

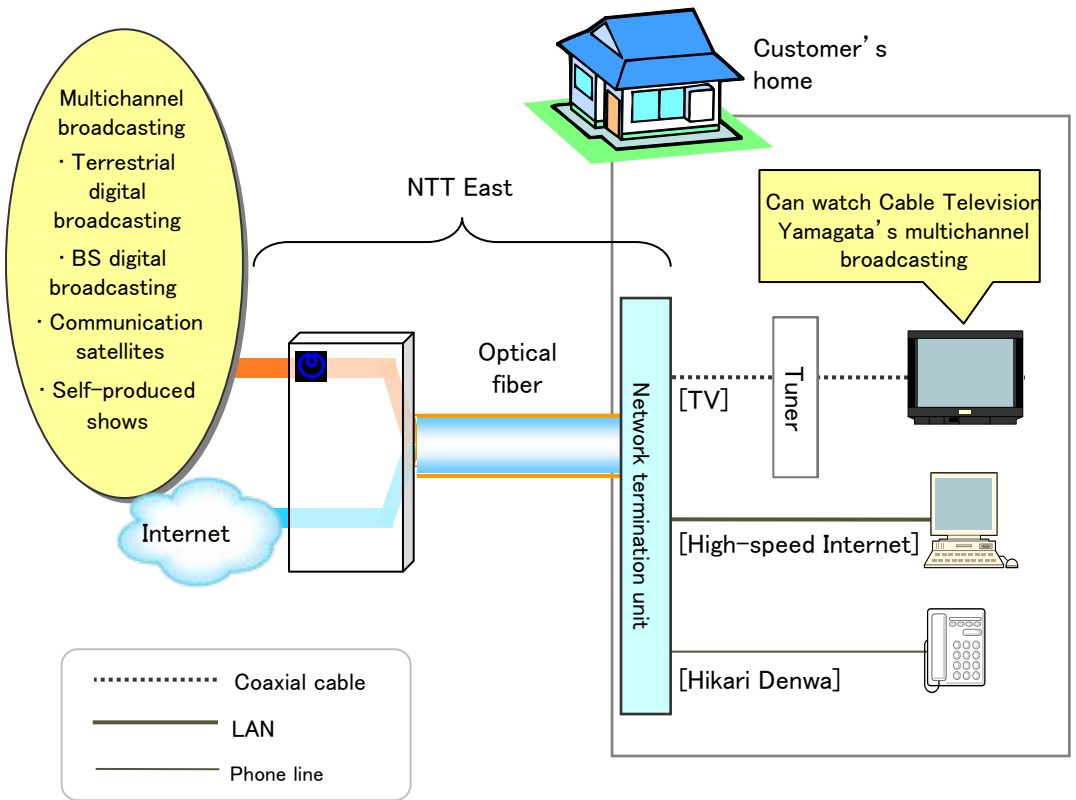
Note 1: Figures for ISDN subscriber lines consist of INS-Net 64 and INS-Net 1500 subscriptions. In terms of number of channels, transmission rate and line use rate (base rate), INS-Net 1500 is in all cases roughly ten times greater than INS-Net 64. For this reason, one INS-Net 1500 subscription is calculated as ten INS-Net 64 subscriptions.

Note 2: Figures for FY 3/09 have changed since the results for the six months ended September 30, 2008 were announced. The figures announced at that time were: FLET' S Hikari: 6.56 million contracts, the new plan shows a net increase of 1.6 million; telephone subscriptions + ISDN: 20.7 million subscribers, the new plan shows a net decrease of 2.2 million; and telephone subscriptions: 17.77 million subscribers, the new plan shows a net decrease of 1.8 million.

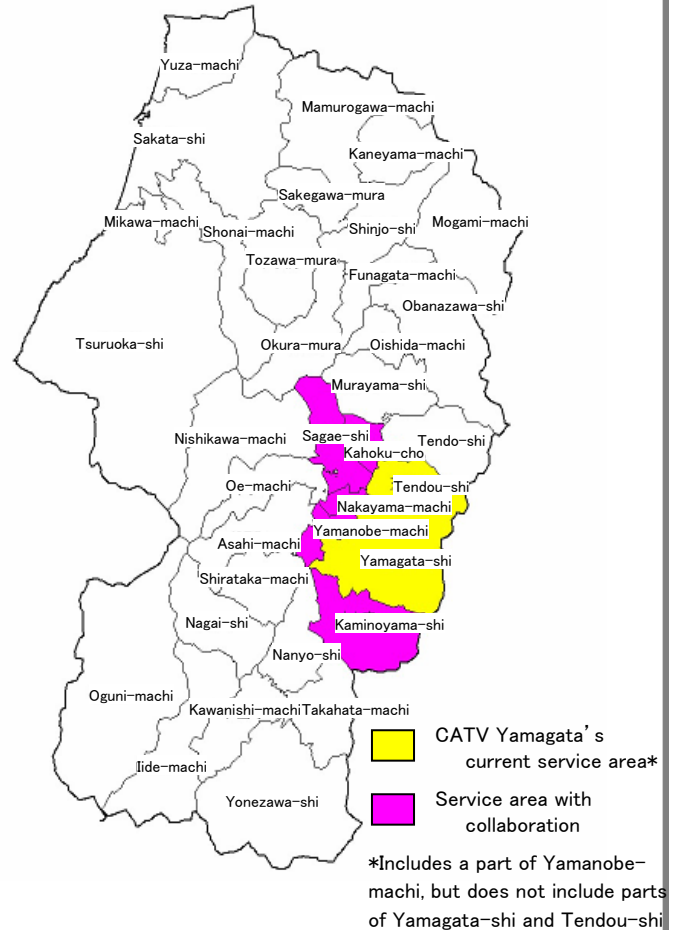
(Reference) Collaboration between Cable Television Yamagata and NTT East

◆ Image of offered services

Cable Television Yamagata



◆ Service area



• Service area

Kaminoyama-shi Sagae-shi, Kahoku-cho, Nakayama-cho, Yamabe-cho (approximately 33,000 households, excluding certain areas)

• Scheduled period of service

FY03/10 second quarter

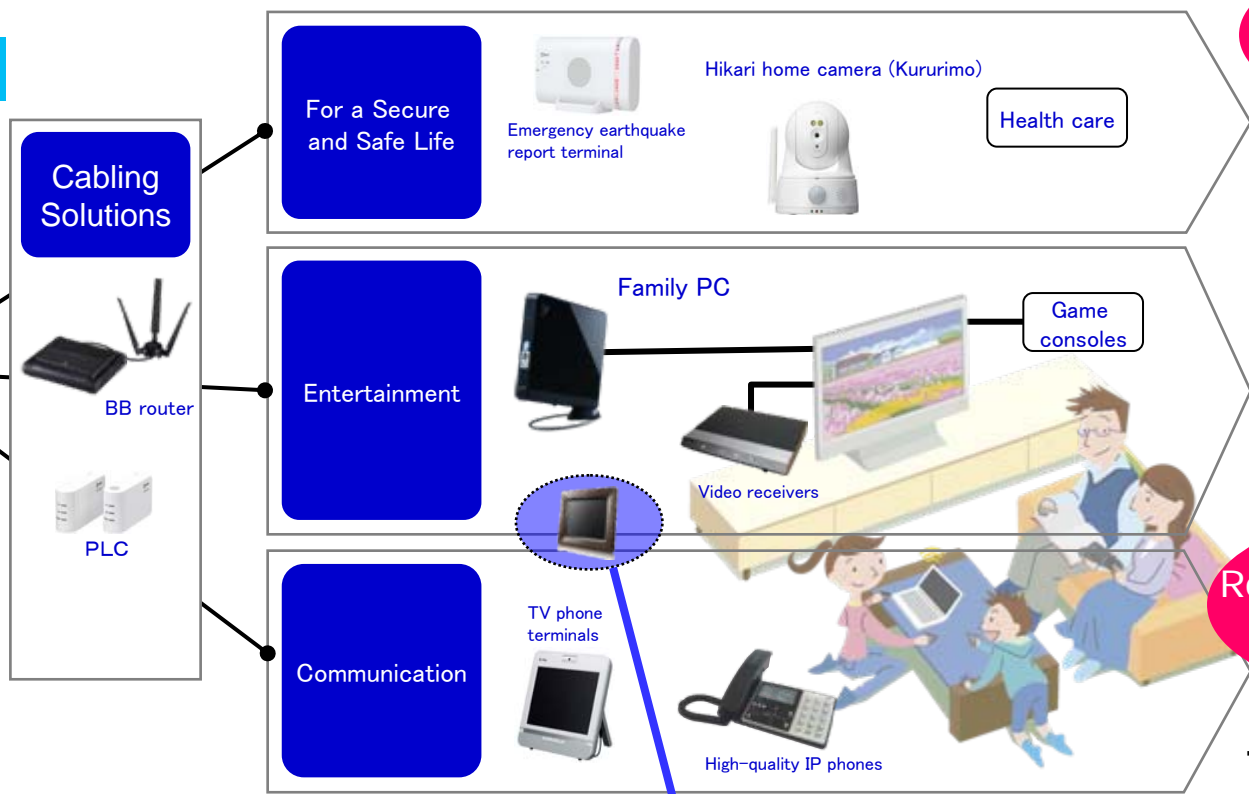
(Reference) A New Series of Telecommunication Terminals

~Convenient and comfortable living with FLET'S Hikari~



"Hikari Link" Series

Other companies' products compatible with NTT Network



Excellent Product Lineup

- Standby information reception terminals
- Next-generation family PCs
- Video communication terminals
- Stronger cooperation between AV device and other appliance manufactures

Robust Maintenance Support

- Enhancing customer inquiry support
- Supporting the products of other companies



First new product!

Hikari Photo Frame



- Photos sent by e-mail or from a digital camera are displayed on an 8-inch LED backlit screen.
- Retail price: 29,800 yen (with tax, 31,290 yen)
- Launch: March 2, 2009 (scheduled)

The forward-looking statements and projected figures concerning the future performance of NTT East contained or referred to herein are based on a series of assumptions, projections, estimates, judgments and beliefs of the management of NTT East in light of information currently available to it regarding NTT East, 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 East, 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, as well as other risks included in NTT's most recent Annual Report on Form 20-F and other filings and submissions with the United States Securities and Exchange Commission.