

News Release

NTTEAST



NIPPON TELEGRAPH AND TELEPHONE EAST CORPORATION

June 30, 2014

NTT East Submits Profit and Loss Statements for Designated Telecommunications Services and Basic Telecommunications Services

Nippon Telegraph and Telephone East Corporation (NTT East) today submitted separate profit and loss statements for designated telecommunications services and basic telecommunications services for the fiscal year ended March 31, 2014, to the Minister for Internal Affairs and Communications in accordance with Japan's Telecommunications Business Accounting Regulations.

In addition, we also report on the status of profit and loss, reflecting the impact of special loss on disposal of PCB (polychlorinated biphenyl) waste (provision of reserve for environmental measures).

*Information on the calculation of costs related to the basic charges for subscriber telephones and ISDN services, etc., is also disclosed on the company's website (available only in Japanese).

URL: <http://www.ntt-east.co.jp/disclosure/>

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Designated Telecommunications Services Profit and Loss Statement

From April 1, 2013
to March 31, 2014

(Unit: million yen)

Services				Operating Revenues	Operating Expenses	Operating Profits
Designated Telecommunications Services	Specified Telecommunications Services	Voice Transmission Services	Basic Charges	330,035	344,265	(14,230)
			Local/Toll Communications	35,486	27,679	7,806
			Public Telephones	3,851	5,520	(1,669)
			Other	8,084	4,839	3,245
			Subtotal	377,457	382,305	(4,848)
	Designated Telecommunications Services other than Specified Telecommunications Services	FTTH Access Services		450,893	410,467	40,426
		Leased Circuit Services		25,827	22,071	3,755
		Other		132,801	106,430	26,371
		Subtotal		609,522	538,970	70,552
	Subtotal			986,979	921,275	65,703
	Telecommunications Services other than Designated Telecommunications Services			643,543	656,547	(13,003)
	Total			1,630,523	1,577,823	52,699

Basic Telecommunications Services Profit and Loss Statement

From April 1, 2013
to March 31, 2014

(Unit: million yen)

Services	Operating Revenues	Operating Expenses	Operating Profits
Basic Telecommunications Services	258,001	297,405	(39,403)
Telecommunications Services other than Basic Telecommunications Services	1,372,521	1,280,417	92,103
Total	1,630,523	1,577,823	52,699

* Telegram services, which are included in telecommunications services other than basic telecommunications services, had operating revenues of 14,951 million yen, operating expenses of 13,399 million yen and operating profits of 1,551 million yen.

**The Status of Profit and Loss, Reflecting the Impact of Special Loss on Disposal of PCB Waste
(Provision of Reserve for Environmental Measures).**

Designated Telecommunications Services Profit and Loss Statement (from April 1, 2013 to March 31, 2014)

(Unit: million yen)

Impact from Special Loss
on PCB Waste Disposal*

(Unit: million yen)

Services				Operating Revenues	Operating Expenses	①Operating Profits	②Impact on Profits	Impacted Profits (①+②)
Designated Telecommunications Services	Specified Telecommunications Services	Voice Transmission Services	Basic Charges	330,035	344,265	(14,230)	(564)	(14,794)
			Local/Toll Communications	35,486	27,679	7,806	(121)	7,684
			Public Telephones	3,851	5,520	(1,669)	(5)	(1,675)
			Other	8,084	4,839	3,245	(10)	3,235
			Subtotal	377,457	382,305	(4,848)	(701)	(5,550)
	Designated Telecommunications Services other than Specified Telecommunications Services		FTTH Access Services	450,893	410,467	40,426	(626)	39,799
			Leased Circuit Services	25,827	22,071	3,755	(102)	3,653
			Other	132,801	106,430	26,371	(159)	26,211
			Subtotal	609,522	538,970	70,552	(888)	69,663
	Subtotal			986,979	921,275	65,703	(1,590)	64,113
	Telecommunications Services other than Designated Telecommunications Services			643,543	656,547	(13,003)	(1,069)	(14,073)
	Total			1,630,523	1,577,823	52,699	(2,659)	50,040

Basic Telecommunications Services Profit and Loss Statement (from April 1, 2013 to March 31, 2014)

(Unit: million yen)

Impact from Special Loss
on PCB Waste Disposal*

(Unit: million yen)

Services	Operating Revenues	Operating Expenses	① Operating Profits	② Impact on Profits	Impacted Profits (① + ②)
Basic Telecommunications Services	258,001	297,405	(39,403)	(495)	(39,899)
Telecommunications Services other than Basic Telecommunications Services	1,372,521	1,280,417	92,103	(2,164)	89,939
Total	1,630,523	1,577,823	52,699	(2,659)	50,040

* The impact on profits in a case where, of the special loss on PCB waste disposal of the 3,382 million yen recorded in the fiscal year ended March 31, 2014 (provision of reserve for environmental measures), the 2,659 million yen that corresponds to the telecommunications business is included in operating expenses.