

## 5. CONSOLIDATED FINANCIAL STATEMENTS

### (1) CONSOLIDATED BALANCE SHEETS

	Millions of yen		
	March 31, 2015	March 31, 2016	Increase (Decrease)
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	¥849,174	¥1,088,275	¥239,101
Short-term investments	36,342	33,076	(3,266)
Notes and accounts receivable, trade	2,663,012	2,733,116	70,104
Allowance for doubtful accounts	(43,230)	(45,236)	(2,006)
Accounts receivable, other	408,051	473,192	65,141
Inventories	390,523	414,581	24,058
Prepaid expenses and other current assets	434,023	469,529	35,506
Deferred income taxes	219,333	260,446	41,113
<b>Total current assets</b>	<b>4,957,228</b>	<b>5,426,979</b>	<b>469,751</b>
<b>Property, plant and equipment:</b>			
Telecommunications equipment	12,592,070	11,586,812	(1,005,258)
Telecommunications service lines	15,647,879	15,870,097	222,218
Buildings and structures	6,107,299	6,069,437	(37,862)
Machinery, vessels and tools	1,995,879	1,996,898	1,019
Land	1,299,072	1,273,209	(25,863)
Construction in progress	404,698	382,196	(22,502)
	38,046,897	37,178,649	(868,248)
Accumulated depreciation	(28,245,427)	(27,626,728)	618,699
<b>Net property, plant and equipment</b>	<b>9,801,470</b>	<b>9,551,921</b>	<b>(249,549)</b>
<b>Investments and other assets:</b>			
Investments in affiliated companies	542,247	515,716	(26,531)
Marketable securities and other investments	515,580	474,247	(41,333)
Goodwill	1,186,161	1,229,208	43,047
Software	1,247,956	1,212,482	(35,474)
Other intangible assets	413,552	391,977	(21,575)
Other assets	1,448,296	1,486,840	38,544
Deferred income taxes	589,937	746,561	156,624
<b>Total investments and other assets</b>	<b>5,943,729</b>	<b>6,057,031</b>	<b>113,302</b>
<b>Total assets</b>	<b>¥20,702,427</b>	<b>¥21,035,931</b>	<b>¥333,504</b>

	Millions of yen		
	March 31, 2015	March 31, 2016	Increase (Decrease)
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities:</b>			
Short-term borrowings	¥330,423	¥129,656	¥(200,767)
Current portion of long-term debt	370,279	476,777	106,498
Accounts payable, trade	1,579,572	1,572,797	(6,775)
Current portion of obligations under capital leases	20,604	14,711	(5,893)
Accrued payroll	429,440	430,248	808
Accrued taxes on income	124,861	249,356	124,495
Accrued consumption tax	148,168	83,481	(64,687)
Advances received	243,263	290,132	46,869
Other	475,078	493,970	18,892
<b>Total current liabilities</b>	<b>3,721,688</b>	<b>3,741,128</b>	<b>19,440</b>
<b>Long-term liabilities:</b>			
Long-term debt (excluding current portion)	3,688,825	3,546,203	(142,622)
Obligations under capital leases (excluding current portion)	34,382	27,630	(6,752)
Liability for employees' retirement benefits	1,387,962	1,688,611	300,649
Accrued liabilities for point programs	108,099	89,003	(19,096)
Deferred income taxes	196,853	166,547	(30,306)
Other	486,536	491,630	5,094
<b>Total long-term liabilities</b>	<b>5,902,657</b>	<b>6,009,624</b>	<b>106,967</b>
<b>Redeemable noncontrolling interests</b>	<b>28,272</b>	<b>45,097</b>	<b>16,825</b>
<b>Equity:</b>			
NTT shareholders' equity			
Common stock, no par value	937,950	937,950	—
Additional paid-in capital	2,846,723	2,879,560	32,837
Retained earnings	5,126,657	5,074,234	(52,423)
Accumulated other comprehensive income (loss)	268,232	(57,055)	(325,287)
Treasury stock, at cost	(497,702)	(883)	496,819
<b>Total NTT shareholders' equity</b>	<b>8,681,860</b>	<b>8,833,806</b>	<b>151,946</b>
Noncontrolling interests	2,367,950	2,406,276	38,326
<b>Total equity</b>	<b>11,049,810</b>	<b>11,240,082</b>	<b>190,272</b>
<b>Total liabilities and equity</b>	<b>¥20,702,427</b>	<b>¥21,035,931</b>	<b>¥333,504</b>