

(English Translation based on Japanese Original)

February 3, 2012

To whom it may concern:

NTT URBAN DEVELOPMENT CORPORATION

Rep: Masaki Mitsumura

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(Tokyo Stock Exchange (First Section) Code No. 8933)

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Notice of Reverse of Deferred Tax Liabilities, etc. and Revisions to Consolidated Earnings Forecast

NTT Urban Development Corporation (the "Company") hereby reverses a portion of deferred tax assets and deferred tax liabilities in light of the introduction of a law revising corporate tax rates, and revises its forecast of business results for the fiscal year ending March 31, 2012, which was announced on "SUMMARY OF FINANCIAL STATEMENTS (Consolidated) for the Fiscal Year Ended March 31, 2011" (announced on May 11, 2011), "SUMMARY OF FINANCIAL STATEMENTS (Consolidated) for the First Quarter of the Year Ending March 31, 2012" (announced on August 4, 2011) and "SUMMARY OF FINANCIAL STATEMENTS (Consolidated) for the First Half of the Year Ending March 31, 2012" (announced on November 7, 2011).

(i) Revision to Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2012
(April 1, 2011 through March 31, 2012)

	Operating revenue	Operating income	Ordinary income	Net income	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	144,000	24,500	18,700	9,500	2,886.49
Current forecast (B)	144,000	24,500	18,700	15,300	4,648.76
Change (B) - (A)	0	0	0	5,800	—
Rate of change (%)	—	—	—	61.1	—
(Reference) Results for the previous fiscal year (ended March 31, 2011)	145,693	24,324	18,554	9,307	2,827.98

(ii) Reasons, etc. for Revision

Following the introduction on December 2, 2011 of the Act for Partial Revision of the Income Tax Act, etc. for the Purpose of Creating Taxation System Responding to Changes in Economic and Social Structures and the Act on Special Measures for Securing Financial Resources Necessary to Implement Measures for Reconstruction following the Great East Japan Earthquake, corporate tax rates will be changed in the business year beginning on or after April 1, 2012. In light of this change, the company posted minus ¥8.3 billion as income taxes-deferred (credit side) by reversing a portion of deferred tax assets and deferred tax liabilities.

As a result, net income will increase ¥5.8 billion. This figure is on an after minority interest basis.

Matters herein regarding the future business results are based on assumptions and opinions of the Company made on the basis of information which is available to the Company as of the date of this press release. Please note that actual results may differ significantly due to changes in the business environment and other reasons.