

May 9, 2018

To whom it may concern:

NTT URBAN DEVELOPMENT CORPORATION
Rep: Hiroshi Nakagawa
President and Chief Executive Officer
(Tokyo Stock Exchange (First Section) Code No. 8933)
Attn: Yutaka Torigoe
Senior Vice President, Accounting and Finance Department
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Matters related to controlling shareholders, etc.

1. Trade names, etc. of the parent company, controlling shareholders (excluding the parent company), or other related companies

As of March 31, 2018

Name	Attribute	Ratio of voting rights (%)			Financial instruments exchanges, etc. where shares issued by the Company are listed
		Direct ownership	Combined ownership	Total	
Nippon Telegraph and Telephone Corporation (NTT)	Parent company	67.3	—	67.3	First Section of the Tokyo Stock Exchange

2. Position of listed companies in a corporate group including the parent company and relationships between other listed companies and the parent company, etc.

The Company is the only comprehensive real estate company in the NTT Group and manages its businesses independently, taking responsibility for the management. However, the Company consults its parent company Nippon Telegraph and Telephone Corporation (hereinafter “NTT”) about important issues and reports to NTT. However, NTT does not prevent the Company from making its own decisions or does not bind the Company’s decision making.

NTT owns 67.3% of the stock of the Company as of March 31, 2018 and holds rights as the majority shareholder of the Company under the Companies Act.

3. Matters related to transactions with controlling shareholders, etc.

Not applicable.

4. Implementation of measures to protect minority shareholders in transactions, etc. with the parent company or controlling shareholders (excluding the parent company)

The Company and NTT have concluded an agreement relating to the management of the NTT Group to respect each other's independence and autonomy and to maximize the profits of each NTT Group company by maximizing the profits of the overall NTT Group. Based on this agreement, the Company pays the Group operating and managing expenses. In exchange for this payment, NTT provides the Company with comprehensive services and benefits, including advice on a range of issues, the use of the NTT brand, and Group publicity. We believe it enhances the creditworthiness and reliability of the Company and gives the Company advantages in the execution of operations.

The Company has concluded a building lease agreement with the NTT Group and receives rent income from the Group. The Company determines rental prices for the NTT Group through mutual consultation, based on essentially the same conditions as those for general customers, considering market prices and prices for neighboring properties.

The table below shows the status of transactions between the Company and the NTT Group in the Offices/Retail Business.

(Transactions with the NTT Group in the Offices/Retail Business (Consolidated))

	Performance FY2016	Performance FY2017
Operating revenue in Offices/Retail Business (Million yen)	113,613	91,964
Operating revenue from NTT Group (Million yen)	16,507	16,157
Operating revenue from NTT Group / Operating revenue in Offices/Retail Business (%)	14.5	17.6

The table below shows the status of transactions between the Company and the NTT Group in the Offices/Retail Business excluding effects of sales of properties.

	Performance FY2016	Performance FY2017
Operating revenue in Offices/Retail Business (Million yen)	83,944	89,582
Operating revenue from NTT Group (Million yen)	16,507	16,157
Operating revenue from NTT Group / Operating revenue in Offices/Retail Business (%)	19.7	18.0

5. Personnel relationships with the parent company

The Company accepts employees from other NTT Group companies not as employees on loan but as employees who have been transferred. The Company had a director and a corporate auditor from NTT as of the date of the submission of this summary. They have taken up their appointments at the request of the Company, and the Company makes management judgments independently.

Concurrent officers

Title	Name	Title in parent company or its group companies	Reason for appointment
Director	Takashi Taniyama	Vice President of Business Planning, Nippon Telegraph and Telephone Corporation	The Company appointed Mr. Taniyama and Mr. Takeda to gain access to broad management perspectives.
Audit & Supervisory Board Member	Harunobu Takeda	Senior Manager, Finance and Accounting Department, Nippon Telegraph and Telephone Corporation	

(Note) Of the 14 Directors and 4 Corporate Auditors, only the two above hold a concurrent position at the parent company or its group companies.

6. Independence from the parent company

As a company engaging in a nationwide real estate business as part of the NTT Group, the Company manages its businesses independently, taking responsibility for management. As stated in 2, 3, 4 and 5, we believe that the Company has a considerable degree of independence from the parent company.