



NTT Urban Development Co.

October 21, 2011

NTT Urban Development Corporation

### Notice of Bond Issue

#### NTT Group's First Issue of 20-year Bonds

NTT Urban Development Corporation (head office: Chiyoda-ku, Tokyo, President and CEO: Masaki Mitsumura) is pleased to announce that the Company has decided on the issue terms of the 12th series of unsecured bonds (20-year bonds), described below.

Although the Company has been issuing unsecured straight corporate bonds (10-year bonds) on an ongoing basis, it will issue 20-year bonds for the first time with the aim of increasing financing stability into the future by further diversifying funding sources against the backdrop of the Company's high credit quality and the market trend of low long-term interest rates. This is also the first issue of 20-year bonds as the NTT Group.

#### Overview of 12th series of unsecured bonds (with pari passu provision)

|                      |  |
|----------------------|--|
| 1. Principal amount  | 5 billion yen  |
| 2. Interest rate     | 1.99% annually   |
| 3. Amount of payment | 99.95 yen per face value of 100 yen for each bond                        |
| 4. Date of payment   | October 28, 2011   |
| 5. Maturity date     | September 19, 2031   |
| 6. Maturity          | 20 years   |
| 7. Lead manager      | Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.                       |
| 8. Bond manager      | Mizuho Corporate Bank, Ltd.  |
| 9. Rating            | AA- (Rating and Investment Information, Inc.)<br>A1 (Moody's Japan K.K.) |