

Distribution of Teradata Corporation NCR Corporation Shareholder Tax Basis Information

On September 30, 2007, NCR Corporation, a Maryland corporation (“NCR”), distributed (the “Distribution”) outstanding shares of common stock of Teradata Corporation, a Delaware corporation and subsidiary of NCR (“Teradata”), to the holders of record of NCR common stock that were issued and outstanding as of the close of business on September 14, 2007 (each, an “NCR Shareholder”).

CONSULT YOUR TAX ADVISOR

The information in this letter represents our general understanding of the application of certain existing U.S. Federal income tax laws and regulations relating to the Distribution. It does not constitute tax advice and does not purport to be complete or to describe the consequences that may apply to particular categories of shareholders. You are urged to consult your own tax advisor regarding the particular consequences of the Distribution to you, including the applicability and effect of all U.S. Federal, state and local and foreign tax laws. We also urge you to read the Form 10 for Teradata Corporation that was mailed to you, noting especially pages 37-39 under the heading “The Separation—Certain U.S. Federal Income Tax Consequences of the Distribution” You may access the Form 10 at our website at www.ncr.com in the Investor section.

If you did not receive the Distribution of Teradata common stock on September 30, 2007, this notice does not apply to you. Additionally, this notice does not apply to shares of NCR common stock sold, exchanged or otherwise disposed of prior to the time of the Distribution.

TAX BASIS INFORMATION

As described in the Form 10, NCR Shareholders will be required to allocate the aggregate tax basis in their NCR common stock among the shares of Teradata common stock received in the Distribution and their shares of NCR common stock.

In general, an NCR Shareholder’s aggregate tax basis in his or her shares of NCR common stock prior to the Distribution should be allocated in proportion to the fair market value of the Teradata common stock received and the NCR common stock in respect of which such Teradata common stock was received. NCR Shareholders that acquired NCR common stock at different times or different prices will need to calculate their tax basis in each block of NCR common stock, and then allocate a portion of that tax basis to the Teradata common stock received in the Distribution with respect to such shares.

Fair market value generally is the price at which property would change hands between a willing buyer and a willing seller, neither being under any compulsion to buy or to sell and both having reasonable knowledge of the facts. U.S. federal tax law does not specifically identify how you should determine the fair market values of the NCR common stock and the Teradata common stock for purposes of allocating your tax basis.

One possible approach to determining the fair market value of the NCR common stock and the Teradata common stock may be to utilize use (i) the official New York Stock Exchange adjusted closing price of NCR common stock trading “with due bills” on September 28, 2007, which was \$49.80, and (ii) the official New York Stock Exchange closing price of Teradata common stock trading “when issued” on September 28, 2007, which was \$26.08. Based on such values, 47.63% of an NCR shareholder’s tax basis in his or her shares of NCR common stock prior to the Distribution should be allocated to such shareholder’s shares of NCR common stock and 52.37% should be allocated to such shareholder’s shares of Teradata common stock. Other approaches to determine fair market value may also be possible, and you should determine, in consultation with your tax advisor, what approach to use in determining fair market values for NCR shares and Teradata shares.

The following is an example of how the basis allocation would be applied based on the valuation approach described above:

Assumptions:

Shares of NCR common stock owned	1,000
NCR Shareholder's aggregate tax basis (assuming each NCR share was purchased for \$35)	(A) \$35,000
Shares of Teradata common stock received in the Distribution (1,000 shares of NCR common stock x 1.0 distribution ratio)	1,000

Tax Basis Allocation:

Common Stock	Number of Shares	NYSE Closing Price	Fair Market Value of Shares Owned	Percentage of Total Fair Market Value (B)	Allocated Tax Basis = (A) x (B)
NCR	1,000	\$23.72	\$23,720	47.63%	\$16,670.50 = (47.63% of \$35,000)
Teradata	1,000	\$26.08	\$26,080	52.37%	\$18,329.50 = (52.37% of \$35,000)
Totals	2,000		\$49,800	100.0%	\$35,000

The information in this document does not purport to be complete or to describe the consequences that apply to particular categories of shareholders (e.g., it does not address shareholders who did not hold their shares of NCR common stock continuously from September 14, 2007 until the time of the Distribution, who sold shares of Teradata common stock in the “when issued” trading market or who acquired blocks of NCR common stock at different times or prices). NCR Shareholders are encouraged to consult their own tax advisors for questions on their own specific tax position.

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The information in this document does not constitute tax advice and is not intended or written to be used, and cannot be used, for the purposes of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing or recommending any transaction or matter addressed herein.

Please note the cost basis data for NCR and Teradata shares provided in this document will not be used by all brokerage houses and is only provided as an example of one potential method. There are various ways brokerage houses may calculate the cost basis, including but not limited to September 28, 2007 closing or average prices or October 1, 2007 closing or average prices. Please contact your individual brokerage house to determine which calculation they may have used and contact your tax advisor for additional information and clarification.