

# Overview of the Kansai Electric Power Group

For more than a half-century since its founding as a power company in 1951, Kansai Electric Power has been meeting the demand for power in the Kansai region. The Kansai Electric Power Group strives to be the No. 1 company in customer satisfaction in its core energy business and in businesses that form the infrastructure for everyday living and social life.

## About the Kansai Region

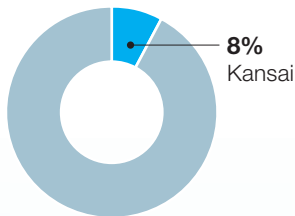
The Kansai region, which represents our energy market, is situated in the middle of the Japanese archipelago. For more than 1,300 years, its cities of Osaka, Nara, and Kyoto have flourished as the region has prospered as a center of politics, culture, and the economy.

It constitutes just 8% of Japan's total land area, but has a population of more than 20 million, or 17% of Japan's total population.

Its industries range widely from electricity and electronics, to machinery, steel, chemicals and textiles. Many well-known Japanese companies originating in the Kansai region have achieved steady growth through innovative technologies, and they now account for 16% of Japan's GDP.

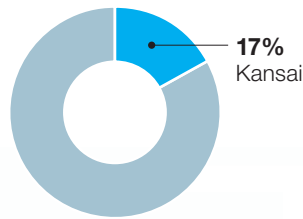
With the domestic economy remaining in recovery mode, we expect consumption to continue growing as a result of the opening of a series of large commercial facilities in the Kansai region in recent years. Moreover, companies involved in the battery industry and other related cutting-edge technologies in the medical field also have the potential to drive regional economic development.

### Kansai Land Area



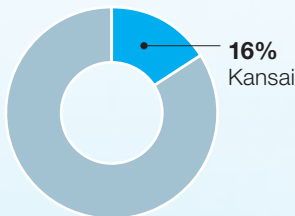
Source: "A Survey on Japan's Land Area by Municipality" by the Geographical Survey Institute, Ministry of Land, Infrastructure and Transport (as of October 1, 2013)

### Kansai Population



Source: "Japanese Population Estimates" by the Statistics Bureau, Ministry of Internal Affairs Communications (as of October 1, 2013)

### Kansai Gross Domestic Product (GDP)



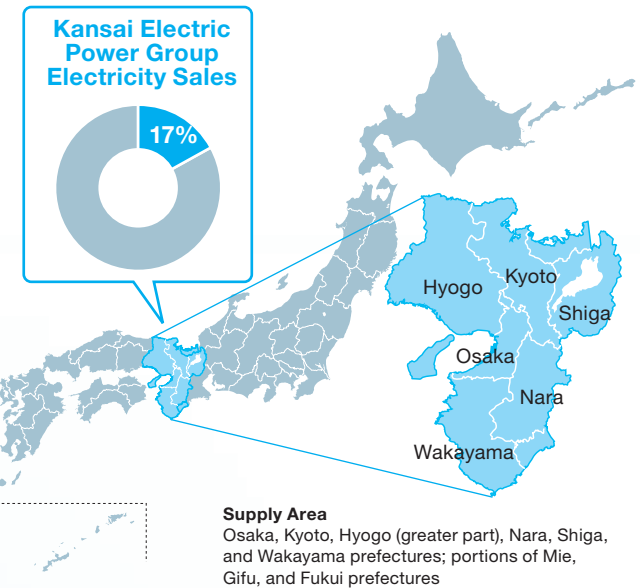
Source: "Annual Report on Prefectural Economy Calculations" by the Economic and Social Research Institute, Cabinet Office, Government of Japan (as of June 25, 2014)

## Electric Power Business in Japan

Japan's nine electric power companies (10 after Okinawa Electric Power was privatized in 1988) were established in 1951 to manage power generation and distribution in Japan in an integrated manner. They have developed as locally rooted companies while demonstrating distinct characteristics due to differences in regional climates, geography, population distribution, and industrial structure.

The retail power market in Japan was partially liberalized in March 2000, but an integrated power generation and distribution system was maintained. Customers receiving extra-high voltage power were subject to deregulation, accounting for about 30% of all power sold. The scope of liberalization has been gradually expanded since. In April 2005 it was expanded to include all customers receiving high-voltage electricity, which accounts for around 60% of electric power sold.

Today, given the impact of the Great East Japan Earthquake, authorities are investigating electric power system reforms such as separation of the transmission and distribution sectors and introduction of comprehensive retail competition.



### Group Companies

(Consolidated subsidiaries and affiliates accounted for by the equity method)  
(as of April 1, 2014)

#### Comprehensive Energy Supply

Kanden Energy Solution Co., Inc.  
SAKAI LNG Corp.  
ECHIZEN ENELINE CO., INC.

Two other companies

#### Information and Telecommunications (IT)

K-Opticom Corp.  
Kanden System Solutions Co., Inc.

Four other companies

# Overview of Kansai Electric Power As of March 31, 2014

**Company name:** The Kansai Electric Power Company, Incorporated

**Headquarters:** 3-6-16 Nakanoshima, Kita-ku, Osaka 530-8270

**Date of establishment:** May 1, 1951

**Paid-in capital:** ¥489,300 million

**Shares of stock outstanding:** 938,730,000

**Main business:** Electric power, heat supply, telecommunications, gas supply

**Number of group companies:** 59 consolidated subsidiaries, 4 affiliates accounted for by the equity method

**Number of employees:** 33,657 (consolidated), 20,813 (non-consolidated)

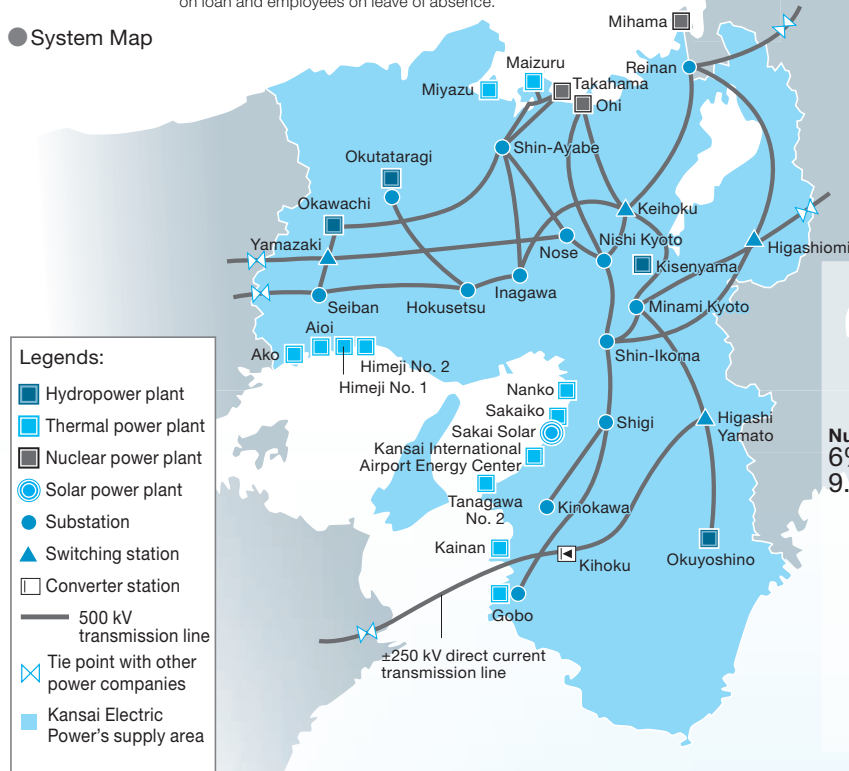
**Electricity sales:** 140,400 million kWh

**Operating revenues:** ¥3,327,400 million (consolidated), ¥2,958,200 million (non-consolidated)

**Total assets:** ¥7,777,500 million (consolidated), ¥6,916,200 million (non-consolidated)

Number of employees: This includes working employees and excludes employees on loan and employees on leave of absence.

## System Map



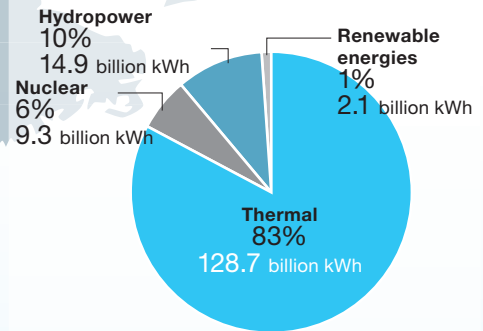
## Kansai Electric Power Facility Composition at Year-End

Thermal power	17.98 GW	(12 facilities)
Hydropower	8.21 GW	(151 facilities)
Nuclear power	9.77 GW	(3 facilities)
New energies	11 MW	(2 facilities)
<b>Total</b>	<b>35.97 GW</b>	<b>(168 facilities)</b>

Note: Due to rounding, the sum of the segment amounts may not equal the total amount.

- Otozawa
- Shin-Kurobegawa No. 3
- Kurobegawa No. 4
- Shimokotori
- Kiso
- Yomikaki
- Maruyama

## Power Source Composition (Total 154.9 billion kWh)



Note: Generated power amounts reflect the composition ratio of our electricity output to demand. Due to rounding, the totals may not equal 100%.

## Amenity Services in Daily Life

KANDEN FUDOSAN CO., LTD.      Kanden Building Management Co., Ltd.  
 Clearpass Co., Ltd.            Urban Service Co., Ltd.  
 KANDEN Security of Society, Inc.      El Suehiro Food Service Co., Inc.  
 Kanden E house Co., Ltd.            KANDEN AMENIX Corp.  
 KANSAI Medical Net Co., Inc.        MID Urban Development Co., Ltd.  
 Kanden Joy Life Co., Ltd.

Four other companies

## Group Business Support, etc.

Kanden Engineering Corp.  
 NIHON NETWORK SUPPORT CO., LTD.  
 Kanden Plant Corp.  
 The Kurobe Gorge Railway Co., Ltd.  
 NEWJEC INC.  
 Institute of Nuclear Safety System, Inc.  
 Nuclear Engineering, Ltd.  
 THE GENERAL ENVIRONMENTAL TECHNOS CO., LTD.

The Kanden Services Co., Inc.  
 Kanden Joinus Co., Ltd.  
 Kanden CS Forum Inc.  
 Kanden Office Work Co., Inc.  
 Kanden Power-Tech Corp.  
 The Kanden L & A Co., Ltd.  
 Kanden EL Auto System Co., Ltd.  
 KANDEN GEO-RE Inc.  
 KPIC Netherlands, B.V.  
 Kanden L-Heart Co., Inc.  
 Kansai Electric Power Australia Pty. Ltd.  
 Kansai Electron Beam Co., Ltd.  
 ENEGATE Co., Ltd.  
 KINDEN CORPORATION  
 San Roque Power Corporation  
 JAPAN NUCLEAR FUEL LIMITED

Twelve other companies  
 Total: 62 companies