• The Kansai Electric Power Co., Inc. Annual Report 2005 **Business Focus: Marketing Strategies**

Forging dynamic new marketing strategies to respond to the evolving needs of the customer



Metamorphosis to All-round Energy Solution Provider

In a quest to raise customer satisfaction through the provision of value-added servi ces, Kansai EP is currently transforming itself from a common utility company to an allround provider of a broad palette of energy solutions

Toward that end, the Company is pre sently taking a host of decisive steps, includ ing Groupwide structural revamping and business expansion. To fully apply our tech nical skills, accumulated through long years of experience in the electricity business, so as to address the needs of our customers, we are reassigning our engineering staff with super lative technical backgrounds and rich experi

realize ever greater peace of mind and more comfortable living through reliance on electri city

Going forward, we will combine these and newly devised value-added services made possible through our Groupwide operations to provide an ever broader spectrum of solu tions attuned to the changing needs and chal lenges of the market.

Aggressive Pricing Strategies for All Segments

The Company is also carrying out a dy namically aggressive pricing strategy in a quest to maintain a competitive edge within the liberalizing power industry. At the core of the strategy is our development, based on ex haustive market research, of a full menu of

Applying the full complement of its Group resources, Kansai EP is transforming itself into a provider of energy solutions tailored to every need.

ence to assume the leading role in our new solutions-oriented transformation

Solutions are carefully devised in line with the specific needs and challenges pre sented by each customer segment. For largevolume customers, for example, we capitalize on the comprehensive capabilities of our Group companies to provide optimum solu tions across a wide spectrum. Solutions cen ter on energy-related services, including gas sales, but also touch upon the environment, information technology (IT) and business support.

For our household customers, we offer solutions focused on the "value" of totally electric homes in terms of safety, convenience and comfort. This initiative has spurred a rapid increase in the number of fully electric dwellings, and is making Kansai EP re nowned as a provider of related solutions. We are also proactively developing a total ar ray of life-supporting operations for house hold customers, including FTTH (fiber-tothe-home) and home security services. The entire Kansai EP Group is pooling its full complement of solutions to help customers

rate options targeting various customer seg ments. Kansai EP is leading the industry in introducing special rate plans not only to cus tomers in the newly liberalized market but also to commercial and home users in mar kets still regulated.





For customers in the liberalized market. we provide a selection of rate schedules tailormade to their specific needs and energy usage patterns. For customers still affected by in dustry regulation, the Company has vigor ously developed new rate options specifically targeting areas in which various energy sour ces compete. One example is the launch of our "HAP-e (Happy) Plan" in 2000. The new program, the first of its kind from any power provider in the nation, offers discounted rates to household customers who rely entirely on electric power to meet all their energy needs. The program has resulted in dramatic increa ses in totally electric homes and in the adop tion of electric kitchens.

Enhanced Customer Service Enabled by Advanced IT

In a quest for greater management effi ciency and customer satisfaction, we have launched a "one-stop customer service" sys tem at all of our service bases. The one-stop system applies IT interfacing to enable swift and on-the-mark responses to customer in quiries and requests, with the result that our customers are more satisfied today than ever. In 2003 we commenced operation of a call center in the heart of Osaka incorporating the latest CTI (computer telephone integration) technology. In ways like these, we intend to continue seeking ever higher customer satis faction ahead through active use of IT.

