

Unaudited Financial Release (Consolidated) for the First Quarter

The information below is an English translation of extracts from Unaudited Financial Release (Consolidated) for the first quarter that has been filed with the major Japanese stock exchanges (Osaka, Tokyo and Nagoya) for public inspection. These financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

August 6, 2004

Unaudited Financial Release (Consolidated) for the Three-Months Ended June 30, 2004

The Kansai Electric Power Co., Inc. (Code: 9503)

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I.Summary of Significant Accounting Policies

- 1.Adoption of simplified methods in accounting practices: None
- 2.Difference in accounting methods between the latest consolidated financial year and that to this Three-Months Ended June 30:None
- 3.Changes in Scope of Consolidation and Application of Equity Method

(Consolidated Subsidiaries)	(Associated companies accounted for by equity method)
Number of Newly Included: 1	Number of Newly Included: None
Number of Newly Excluded: None	Number of Newly Excluded: None

II.Performance over the Three-Months Ended June 30, 2004

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Three-Months Ended June 30</u>		(Million yen) <u>Year ended</u> <u>March 31</u>
	2004	2003	2004
Operating Revenues	581,032	579,190	2,540,156
	(0.3%)	-	
Operating Income	104,827	88,401	349,492
	(18.6%)	-	
Ordinary Income *	82,877	64,261	187,380
	(29.0%)	-	
Net Income	48,746	38,152	90,111
	(27.8%)	-	
Net Income per Share	51.77 yen	40.34yen	94.77yen
Fully Diluted Net Income per Share	50.21 yen	39.22yen	92.82yen

Notes:

- 1.Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.
- 2.Figures in brackets are changes from same quarter of the previous year.

[General overview]

[Electricity sales]

	(GWH)		
	Three-Months ended June 30, 2004	Three-Months ended June 30, 2003	Change(%)
Residential	10,035	9,821	102.2
Commercial and industrial	23,323	22,857	102.0
Total	33,358	32,678	102.1

Notes: Including the liberalized segment.

2. Financial Position

	<u>As of June 30</u>		(Million yen) <u>As of March 31</u>
	2004	2003	2004
Total Assets	7,126,214	7,380,510	7,150,826
Shareholders' Equity	1,650,094	1,571,374	1,637,248
Shareholders' Equity Ratio	23.2%	21.3%	22.9%
Shareholders' Equity per Share	1,752.13yen	1,660.63yen	1,729.57yen

II. Earnings Forecasts

	(Billion Yen)	
	<u>Six Months ending Sep.30</u> 2004	<u>Year ending March 31</u> 2005
Operating Revenues	1,280	2,480
Ordinary Income*	190	200
Net Income	121	125

Forecast of Net Income per Share for the year ending March 31, 2005; 132.73 yen

Notes:

- 1.This Earnings Forecasts is not changed from that released on May 18,2004.
- 2.Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes

Consolidated Balance Sheets

(million yen)

Account	As of June. 30, 2004	As of Mar. 31, 2004	Increase/ Decrease	As of June. 30, 2003
(Assets)				
Property	6,741,971	6,789,875	-47,904	6,979,911
Utility facilities	4,343,955	4,398,510	-54,555	4,588,163
Hydroelectric power	456,255	462,083	-5,828	480,646
Production facilities				
Thermal power production	354,846	363,435	-8,589	415,841
Facilities				
Nuclear power production	423,985	434,834	-10,848	462,868
Facilities				
Transmission facilities	1,438,898	1,452,188	-13,289	1,490,941
Transformation facilities	533,442	540,797	-7,355	568,036
Distribution facilities	965,886	971,065	-5,179	991,843
General facilities	156,903	160,275	-3,371	163,834
Other utility facilities	13,738	13,830	-91	14,152
Other plant and equipment	410,862	414,520	-3,658	440,444
Construction in progress	800,061	802,523	-2,462	826,022
Nuclear fuel	508,076	502,000	6,075	513,599
Loaded nuclear fuel	94,176	99,950	-5,773	109,355
Nuclear fuel in processing	413,899	402,050	11,848	404,244
Investments and other assets	679,016	672,320	6,696	611,681
Long-term investments	211,219	208,567	2,652	170,048
Deferred tax assets	280,870	274,439	6,431	257,761
Other	189,183	191,532	-2,349	184,897
Allowance for doubtful	-2,256	-2,218	-37	-1,025
Accounts				
Current assets	384,243	360,950	23,292	400,598
Cash and time deposits	100,037	86,314	13,723	109,037
Accounts receivable	126,729	135,795	-9,065	126,626
Deferred tax assets	21,915	26,157	-4,242	31,082
Other current assets	138,035	115,069	22,965	137,589
Allowance for doubtful	-2,475	-2,386	-88	-3,738
Accounts				
Total assets	7,126,214	7,150,826	-24,611	7,380,510

Consolidated Balance Sheets

(million yen)

Account	As of June. 30, 2004	As of Mar. 31, 2004	Increase/ Decrease	As of June. 30, 2003
(Liabilities)				
Long-term liabilities and reserves	4,319,215	4,318,865	349	4,626,662
Bond	1,334,549	1,301,349	33,200	1,422,064
Convertible bond				178,557
Long-term loans	1,756,621	1,814,901	-58,280	1,925,349
Liability for retirement benefits	366,559	353,030	13,528	308,571
Reserve for reprocessing of Irradiated nuclear fuel	604,261	594,748	9,512	536,694
Reserve for decommissioning of nuclear power units	228,415	226,603	1,812	225,901
Deferred tax liabilities	524	510	14	263
Other	28,282	27,720	562	29,260
Current liabilities	1,137,924	1,179,206	-41,282	1,172,007
Current maturities of long-term debt and other	486,606	170,981	-112,558	384,663
Short-term borrowings	173,155	170,981	2,174	201,888
Commercial papers	178,000		178,000	261,000
Accounts payable	63,787	77,507	-13,719	61,545
Accrued income tax	62,478	106,639	-44,161	64,500
Other current liabilities	173,896	224,913	-51,016	198,410
Reserve by special laws	11,863	8,366	3,497	2,746
Reserve for fluctuations in Water level	11,863	8,366	3,497	2,746
Total liabilities	5,469,002	5,506,437	-37,435	5,801,416
Minority interest	7,117	7,139	-22	7,719
(Shareholders' Equity)				
Paid in capital	489,320	489,320		489,320
Capital surplus	66,404	66,553	-149	66,578
Retained earnings	1,070,133	1,045,511	24,622	1,017,244
Net unrealized gain on available-for-sale securities	61,851	64,309	-2,457	26,770
Foreign currency translation adjustments	-67	26	-93	103
Treasury stock	-37,548	-28,472	-9,075	-28,643
Total shareholders' equity	1,650,094	1,637,248	12,845	1,571,374
Total liabilities, minority interest and shareholders' equity	7,126,214	7,150,826	-24,611	7,380,510

Consolidated Statements of Income

(million yen)

Account		Three-Months ended June. 30, 2004	Three-Months ended June. 30, 2003	Increase/ Decrease	Year ended Mar. 31, 2004	
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	581,032	579,190	1,841	2,540,156
		Electric	542,259	540,777	1,481	2,351,598
		Other	38,773	38,413	360	188,557
		Operating expenses	476,205	490,789	-14,583	2,190,663
		Electric	437,452	451,657	-14,204	2,015,311
		Other	38,752	39,131	-379	175,352
		(Operating income)	104,827	88,401	16,425	349,492
	Non-operating revenues and expenses	Non-operating revenues	2,735	4,003	-1,268	18,147
		Dividends receivables	1,295	814	480	1,890
		Interests receivable	80	123	-42	474
		Gain on sales of property, plant and equipment	204	1,204	-1,000	2,556
		Equity in earnings of associated companies	454		454	3,190
		Other	699	1,860	-1,161	10,037
		Non-operating expenses	24,684	28,143	-3,458	180,260
Interest expense		22,946	24,007	-1,061	102,973	
	Equity in losses of associated companies		175	-175		
	Other	1,738	3,960	-2,222	77,286	
	Total ordinary revenues	583,767	583,194	573	2,558,304	
	Total ordinary expenses	500,890	518,932	-18,042	2,370,924	
	Ordinary income	82,877	64,261	18,615	187,380	
	Provision for reserve for fluctuations in water level	3,497	2,746	750	8,336	
	Special Item				10,731	
	Loss on discontinued operation of subsidiary				10,731	
	Income before income taxes and minority Interests	79,380	61,514	17,865	168,282	
	Income taxes-current	32,574	34,467	-1,893	117,269	
	Income taxes-deferred	-2,059	-11,334	9,274	-38,814	
	Minority interest in net income	119	229	-109	716	
	Net income	48,749	38,152	10,593	90,111	