

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.

July 31, 2008

Unaudited Financial Release (Consolidated) for the Three-Months Ended June 30, 2008

The Kansai Electric Power Co., Inc. (Code: 9503)
6-16 Nakanoshima 3-chome, Kita-ku, Osaka
(URL <http://www.kepc.co.jp>)
Company Representative: Shosuke Mori, President and Director
Contact: Momosuke Ozuku, General Manager, Office of Financing and Accounting
Tel:+81-6-6441-8821

. Performance over the three-Months Ended June 30, 2008

(Figures are rounded down to the nearest million yen)

1. Results of Operations (Accumulated)

	(Million yen)	
	<u>Three-Months</u>	
	<u>Ended June 30</u>	
	2008	2007
Operating Revenues	623,061	596,245 (0.6%)
Operating Income	-35,596	53,046 (-24.7%)
Ordinary Income	-42,330	43,804 (-25.8%)
Net Income	-27,507	31,498 (-9.8%)
Net Income per Share	-30.10yen	34.01yen
Fully Diluted Net Income per Share		

Notes:

Figures in brackets are changes from the same period of the previous year.

2. Financial Position

	(Million yen)	
	<u>As of June 30</u>	<u>As of March 31</u>
	2008	2008
Total Assets	6,815,672	6,789,605
Net Assets	1,794,993	1,845,758
Equity ratio	26.3%	27.1%
Net Assets per share	1,966.04yen	2,003.91yen

. Dividends

	(Million yen)		
	<u>Interm dividend per share</u>	<u>Year-end dividend per share</u>	<u>Annual dividend per share</u>
Fiscal 2008	30.00 yen	30.00 yen	60.00 yen
Fiscal 2009			
Fiscal2009 (Forecast)	30.00 yen	30.00 yen	60.00 yen

. Earnings Forecasts

	(Billion Yen)	
	<u>Six-months ending September 30</u>	<u>Year ending March 31</u>
	2008	2009
Operating Revenues	1,380	2,850
Operating Income	-85	-52
Ordinary Income	-95	-82
Net Income	-64	-55
Net Income per Share	-70.16 yen	-60.35 yen

Notes:

Financial forecasts are subject to change depending upon the changes of business environments and other conditions.

. Other

- 1, Number of share outstanding (included Treasury stock)
 As of June 30, 2008; 954,698,728 As of March 31, 2008; 962,698,728
- 2, Number of Treasury stock
 As of June 30, 2008; 44,272,913 As of March 31, 2008; 44,228,664
- 3, Number of Average stock
 As of June 30, 2008; 914,001,576 As of June 30, 2008; 926,155,974

Reference: Earnings Forecasts (Non-consolidated)

	(Billion Yen)	
	<u>Six-months ending September 30</u>	<u>Year ending March 31</u>
	2008	2009
Operating Revenues	1,270	2,620
Operating Income	-100	-90
Ordinary Income	-110	-120
Net Income	-73	-81
Net Income per Share	-80.00 yen	-88.85 yen

Notes:

Financial forecasts are subject to change depending upon the changes of business environments and other conditions.

Consolidated Balance Sheets

(million yen)

Account	As of Jun. 30, 2008	As of Mar. 31, 2008
(Assets)		
Property	6,276,114	6,284,011
Utility facilities	3,872,552	3,906,959
Hydroelectric power production facilities	379,566	383,889
Thermal power production facilities	444,000	455,754
Nuclear power production facilities	326,288	336,448
Transmission facilities	1,218,739	1,232,518
Transformation facilities	443,976	446,684
Distribution facilities	899,058	900,783
General facilities	139,215	128,930
Other utility facilities	21,706	21,950
Other plant and equipment	467,710	481,947
Construction in progress	384,439	359,483
Nuclear fuel	492,825	484,176
Loaded nuclear fuel	71,202	73,909
Nuclear fuel in processing	421,622	410,266
Investments and other assets	1,058,585	1,051,443
Long-term investments	297,836	269,154
Reserve fund for reprocessing of irradiated nuclear fuel	259,152	273,254
Deferred tax assets	290,961	295,402
Other	212,100	215,083
Allowance for doubtful accounts	-1,464	-1,451
Current assets	539,558	505,594
Cash and time deposits	79,260	82,644
Accounts receivable	145,053	161,763
Inventory assets	124,514	121,588
Deferred tax assets	19,987	13,033
Other current assets	172,609	128,539
Allowance for doubtful accounts	-1,867	-1,975
Total assets	6,815,672	6,789,605

Consolidated Balance Sheets

(million yen)

Account	As of Jun. 30, 2008	As of Mar. 31, 2008
(Liabilities)		
Long-term liabilities and reserves	4,028,750	4,012,177
Bond	1,418,190	1,418,221
Long-term loans	1,227,168	1,214,307
Liability for retirement benefits	334,915	332,083
Reserve for reprocessing of irradiated nuclear fuel	643,186	643,939
Reserve for reprocessing of irradiated nuclear fuel without definite plans	19,639	19,021
Reserve for decommissioning of nuclear power units	300,878	298,914
Deferred tax liabilities	118	136
Other	84,652	85,553
Current liabilities	991,928	931,670
Current maturities of long-term debt and other	419,678	429,432
Short-term borrowings	117,207	99,383
Commercial papers	124,000	
Accounts payable	136,191	144,949
Accrued income tax	22,974	38,121
Deferred tax liabilities	215	380
Other current liabilities	171,660	219,402
Total liabilities	5,020,679	4,943,847

Consolidated Balance Sheets

(million yen)

Account	As of Jun. 30, 2008	As of Mar. 31, 2008
(Net Assets)		
Shareholders' Equity	1,686,648	1,760,870
Paid in capital	489,320	489,320
Capital surplus	66,634	66,722
Retained earnings	1,226,214	1,298,558
Treasury stock	-95,521	-93,730
Unrealized gains and Adjustment	103,287	79,661
Net unrealized gain on available-for-sale securities	63,734	53,770
Deferred gains and losses on hedges	40,970	25,294
Foreign currency translation adjustments	-1,418	596
Minority interest	5,058	5,225
Total net asset	1,794,993	1,845,758
Total liabilities and net assets	6,815,672	6,789,605

Consolidated Statements of Income

(million yen)

Account		Three-Months ended Jun. 30, 2008	
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	623,061
		Electric	554,845
		Other	68,215
		Operating expenses	658,657
		Electric	598,777
		Other	59,880
		(Operating loss)	-35,596
	Non-operating revenues and expenses	Non-operating revenues	9,593
		Dividends receivable	1,705
		Interests receivable	1,344
		Equity in earnings of associated companies	1,169
		Other	5,374
		Non-operating expenses	16,327
		Interest expense	13,729
	Other	2,597	
Total ordinary revenues		632,654	
Total ordinary expenses		674,985	
Ordinary loss		-42,330	
Loss before income taxes and minority Interests		-42,330	
Income taxes		-14,825	
Income taxes-current		1,767	
Income taxes-deferred		-16,593	
Minority interest in net income(loss)		2	
Net loss		-27,507	

Consolidated Statements of Cash Flows

(million yen)

Account	Three-months ended Jun. 30, 2008
Operating Activities	
Loss before income taxes and minority interest	-42,330
Depreciation and amortization	89,176
Amortization of nuclear fuel	7,313
Loss on disposal of property, plant and equipment	2,276
Nuclear fuel transferred to reprocessing costs	3,390
Increase in liability for retirement benefits	2,831
Provision for reprocessing of irradiated nuclear fuel	-752
Provision for reprocessing of irradiated nuclear fuel without definite plans	618
Provision for decommissioning of nuclear power units	1,964
Interest revenue and dividends received	-3,049
Interest expense	13,729
Gain on sales of securities	-2,798
Reserve fund for reprocessing of irradiated nuclear fuel	14,102
Decrease in notes and accounts receivable-trade	16,709
Inventory assets	-2,925
Decrease in notes and accounts payable-trade	-9,211
Decrease in accrued enterprise tax	-8,373
Other	-36,484
Sub total	46,187
Receipt of interest and cash dividends	3,949
Interest paid	-17,931
Income tax paid	-9,041
Net cash provided by operating activities	23,164
Investing activities	
Purchases of property, plant and equipment	-121,817
Payment for investments and advances	-11,502
Proceeds from sales or collections of investments and advances	6,758
Other	1,931
Net cash used in investing activities	-124,630

Consolidated Statements of Cash Flows

(million yen)

Account	Three-months ended Jun. 30, 2008
Financing Activities	
Proceeds from issuance of bonds	109,569
Redemption of bonds	-107,200
Proceeds from long-term debt	34,760
Repayments of long-term debt	-34,092
Proceeds from short-term borrowings	70,345
Repayments of short-term borrowings	-52,509
Proceeds from issuance of commercial papers	348,000
Repayments of commercial papers	-224,000
Purchases of treasury stock	-19,193
Dividends paid	-24,221
Other	-37
Net cash used in financing activities	101,422
Foreign currency translation adjustments on cash and cash equivalents	-3,341
Net decrease in cash and cash equivalents	-3,385
Cash and cash equivalents, beginning of year	82,913
Cash and cash equivalents, end of Year	79,528

Reference

Consolidated Statements of Income

(million yen)

Account		Three-Months ended Jun. 30, 2007	
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	596,245
		Electric	539,725
		Other	56,520
		Operating expenses	543,198
		Electric	492,201
		Other	50,997
		(Operating income)	53,046
	Non-operating revenues and expenses	Non-operating revenues	5,626
		Dividends receivable	1,921
		Interests receivable	958
		Equity in earnings of associated companies	875
		Other	1,872
		Non-operating expenses	14,868
	Interest expense	14,021	
	Other	847	
Total ordinary revenues		601,871	
Total ordinary expenses		558,067	
Ordinary income		43,804	
Provision for (Reversal of) reserve for fluctuations in water level		-8,294	
Income before income taxes and minority Interests		52,098	
Income taxes-current		12,292	
Income taxes-deferred		8,209	
Minority interest in net income(loss)		98	
Net income		31,498	

Consolidated Statements of Cash Flows

(million yen)

Account	Three-months ended Jun. 30, 2007
Operating Activities	
Income before income taxes and minority interest	52,098
Depreciation and amortization	93,889
Amortization of nuclear fuel	9,919
Loss on disposal of property, plant and equipment	2,153
Nuclear fuel transferred to reprocessing costs	3,390
Decrease in liability for retirement benefits	-3,586
Provision for reprocessing of irradiated nuclear fuel	353
Provision for reprocessing of irradiated nuclear fuel without definite plans	1,282
Provision for (Reversal of) reserve for fluctuations in water level	2,390
Provision for decommissioning of nuclear power units	-8,294
Interest revenue and dividends received	-2,879
Interest expense	14,021
Reserve fund for reprocessing of irradiated nuclear fuel	15,349
Accounts receivable	17,013
Inventory assets	-12,208
Accounts payable	5,150
Other	-63,971
Sub total	126,072
Receipt of interest and cash dividends	3,582
Interest paid	-20,002
Income tax paid	-27,635
Net cash provided by operating activities	82,017
Investing activities	
Purchases of property, plant and equipment	-87,898
Payment for investments and advances	-9,405
Proceeds from sales or collections of investments and advances	9,308
Net increase in time deposits and other	12,365
Other	3,174
Net cash used in investing activities	-72,455

Consolidated Statements of Cash Flows

(million yen)

Account	Three-months ended Jun. 30, 2007
Financing Activities	
Proceeds from issuance of bonds	49,613
Redemption of bonds	-62,394
Proceeds from long-term debt	7,700
Repayments of long-term debt	-130,808
Proceeds from short-term borrowings	68,738
Repayments of short-term borrowings	-67,838
Proceeds from issuance of commercial papers	137,000
Repayments of commercial papers	-27,000
Purchases of treasury stock	-246
Dividends paid	-23,724
Other	12
Net cash used in financing activities	-48,943
Foreign currency translation adjustments on cash and cash equivalents	75
Net decrease in cash and cash equivalents	-39,305
Cash and cash equivalents, beginning of year	104,691
Cash and cash equivalents, end of Year	65,386