

## Unaudited Financial Release (Consolidated) for the Second Quarter

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

October 30, 2013

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### I. Performance over the Six-months Ended September 30, 2013 and 2012

(Figures are rounded down to the nearest million yen)

#### 1. Results of Operations

	<u>Six-Months</u>		(Million Yen)	
	<u>Ended September 30</u>		<u>Change</u>	
	2013	2012	13/12	12/11
Operating Revenues	1,611,449	1,405,927	14.6%	0.8%
Operating Income	53,930	-155,498	—	—
Ordinary Income *	31,560	-171,947	—	—
Net Income	15,081	-116,785	—	—
Net Income per Share	16.88yen	-130.70yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

#### Comprehensive income

Six-months ended September 30, 2013: 34,114 million yen(—)

Six-months ended September 30, 2012: -125,048 million yen(—)

Notes:

- Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.

#### 2. Financial Position

	(Million Yen)	
	As of September 30 2013	As of March 31 2013
Total Assets	7,657,785	7,635,150
Net Assets	1,312,348	1,278,106
Equity Ratio	16.8%	16.5%

Notes: Equity capital

As of September 30, 2013: 1,289,675 million yen

As of March 31, 2013: 1,256,757 million yen

## II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
Fiscal 2013	0.00 yen	0.00 yen	0.00 yen
Fiscal 2014 (Forecast)	0.00 yen	—	—

## III. Earnings Forecasts (Consolidated)

	4/13-3/14 (Forecasts)	4/12-3/13 (Results)	(Billion Yen) Change
Operating Revenues	3,310	2,859	15.8%
Operating Income	—	-314	—
Ordinary Income*	—	-353	—
Net Income	—	-243	—
Net Income per Share	—	-272.43yen	—

We forecast that the operating revenues for FY 2014 (Year ending March. 31, 2014) will increase by 450.9 billion yen from the previous year to 3,310 billion yen, despite a decrease in electricity sales volume for FY 2014 to 140.5TWh (-0.9%) due to the effects produced by the cooperation of saving energy. The reasons of increasing in operating revenues are as follows.

- Increase in electricity operating revenues by electricity rate raise and change of fuel price.
- Increase in sales volume on real estate business.
- Increase in FTTH subscribes.

Reasonable forecasts of operating, ordinary, and net income for FY2014 cannot be made at this point continuously because supply capacity is uncertain. The forecasts for FY2014 will be disclosed as soon as it becomes available.

Notes:

### 1. Major Factors for Earnings Forecasts

	4/13-3/14 (Forecasts)	4/12-3/13 (Results)
Electricity Sales (TWh)	140.5	141.8
All Japan CIF Crude Oil Price (\$/barrel)	Approx. 110	113.9
Exchange rate [TTM] (yen/\$)	Approx. 100	83

2. Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.

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

#### IV. Other

1. Number of shares outstanding (included Treasury stock)
  - As of September 30, 2013: 938,733,028 shares
  - As of March 31, 2013: 938,733,028 shares
2. Number of Treasury stock
  - As of September 30, 2013: 45,169,793 shares
  - As of March 31, 2013: 45,215,808 shares
3. Number of Average stock
  - Six-months ended September 30, 2013: 893,570,607 shares
  - Six-months ended September 30, 2012: 893,535,616 shares

#### < Reference >

#### Earnings Forecasts (Non-consolidated)

	4/13-3/14 (Forecasts)	4/12-3/13 (Results)	(Billion Yen) Change
Operating Revenues	2,950	2,520	17.0%
Operating Income	—	-363	—
Ordinary Income*	—	-392	—
Net Income	—	-272	—
Net Income per Share	—	-305.35yen	—

Notes:

1. Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.

#### Electricity sales

	Six-months ended Sep.30, 2013	Six-months ended Sep.30, 2012	(Million kWh) Change (%)
Residential	22,693	23,073	98.4
Commercial and Industrial			
Low Voltage	2,690	2,744	98.0
Other	356	369	96.5
Total	3,046	3,113	97.9
Regulated Segment	25,739	26,186	98.3
Liberalized Segment	44,407	45,017	98.6
Total	70,146	71,203	98.5

Notes:

1. Regulated Segment includes “Residential” and “Commercial and Industrial”.

**Consolidated Balance Sheets**

(million yen)

Account	As of Mar. 31, 2013	As of Sep. 30, 2013
<b>(Assets)</b>		
Property	6,927,635	6,823,367
Utility facilities	3,522,795	3,526,897
Hydroelectric power production facilities	313,583	307,053
Thermal power production facilities	425,681	472,088
Nuclear power production facilities	379,859	371,120
Transmission facilities	1,001,226	979,928
Transformation facilities	411,440	406,023
Distribution facilities	845,045	845,984
General facilities	116,441	116,367
Other utility facilities	29,518	28,331
Other plant and equipment	637,427	645,075
Construction in progress	501,907	451,033
Nuclear fuel	536,691	538,029
Loaded nuclear fuel	86,273	81,470
Nuclear fuel in processing	450,418	456,559
Investments and other assets	1,728,812	1,662,330
Long-term investments	262,585	271,252
Reserve fund for reprocessing of irradiated nuclear fuel	593,530	575,193
Deferred tax assets	506,439	479,088
Other	368,563	339,072
Allowance for doubtful accounts	-2,306	-2,276
Current assets	707,514	834,417
Cash and time deposits	156,465	94,553
Accounts receivable	187,290	233,775
Short-term investments	929	121,336
Inventory assets	159,988	156,161
Deferred tax assets	44,943	56,603
Other	159,702	174,220
Allowance for doubtful accounts	-1,803	-2,233
Total assets	7,635,150	7,657,785

## Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2013	As of Sep. 30, 2013
<b>(Liabilities)</b>		
Long-term liabilities and reserves	5,258,967	5,230,635
Bonds	1,421,525	1,431,136
Long-term loans	2,203,851	2,174,538
Liability for retirement benefits	370,360	371,022
Reserve for reprocessing of irradiated nuclear fuel	638,521	629,523
Reserve for reprocessing of irradiated nuclear fuel without definite plans	45,608	47,901
Asset retirement obligations	452,200	456,700
Deferred tax liabilities	297	49
Other	126,602	119,763
Current liabilities	1,087,961	1,109,312
Current maturities of long-term debt and other	440,995	447,311
Short-term borrowings	139,027	209,341
Accounts payable	180,358	158,723
Accrued income taxes	43,958	44,436
Other current liabilities	283,620	249,497
Reserves under the special laws	10,114	5,488
Reserve for fluctuation in water levels	10,114	5,488
<b>Total liabilities</b>	<b>6,357,043</b>	<b>6,345,436</b>

## Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2013	As of Sep. 30, 2012
<b>(Net Assets)</b>		
Shareholders' Equity	1,214,004	1,229,088
Paid in capital	489,320	489,320
Capital surplus	66,634	66,634
Retained earnings	754,319	769,399
Treasury stock	-96,270	-96,266
Accumulated other comprehensive income	42,753	60,586
Unrealized gain on available-for-sale securities	43,411	51,942
Deferred gain on derivatives under hedge accounting	4,611	3,962
Foreign currency translation adjustments	-5,269	4,680
Minority interests	21,349	22,673
Total net assets	1,278,106	1,312,348
<b>Total liabilities and net assets</b>	<b>7,635,150</b>	<b>7,657,785</b>

## Consolidated Statements of Operations

(million yen)

Account		Six-months ended Sep.30, 2012	Six-months ended Sep.30, 2013	
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	1,405,927	1,611,449
		Electric	1,207,784	1,394,280
		Other	198,143	217,168
		Operating expenses	1,561,426	1,557,518
		Electric	1,389,102	1,362,293
		Other	172,324	195,225
		(Operating Income or Loss)	-155,498	53,930
	Non-operating revenues and expenses	Non-operating revenues	17,933	15,325
		Dividends received	2,207	1,782
		Interest revenue	5,712	4,547
		Equity in earnings of associated companies	5,300	4,995
		Other	4,713	3,999
		Non-operating expenses	34,382	37,695
		Interest expense	27,305	28,752
	Other	7,077	8,943	
	Total ordinary revenues	1,423,861	1,626,774	
	Total ordinary expenses	1,595,809	1,595,214	
	Ordinary Income or Loss	-171,947	31,560	
	Provision for or reversal of reserve for fluctuation in water levels	-4,622	-4,626	
	Provision for reserve for fluctuation in water levels	—	—	
	Reversal of reserve for fluctuation in water levels	-4,622	-4,626	
	Income or Loss before income taxes and minority interests	-167,325	36,186	
	Income taxes-current	9,246	7,892	
	Income taxes-deferred	-59,710	13,356	
	Income taxes	-50,464	21,248	
	Income or Loss before minority interests	-116,861	14,938	
	Minority interests in net loss	-75	-142	
	Net Income or Loss	-116,785	15,081	

## Consolidated Statements of Comprehensive Income

(million yen)

Account	Six-months ended Sep.30, 2012	Six-months ended Sep.30, 2013
Income or Loss before minority interests	-116,861	14,938
Other comprehensive income or loss		
Unrealized gain or loss on available-for-sale securities	-3,643	7,571
Deferred loss on derivatives under hedge accounting	-1,096	-648
Foreign currency translation adjustments	-3,012	10,640
Share of other comprehensive income or loss of associates accounted for using equity method	-434	1,612
Total other comprehensive income or loss	-8,186	19,175
Comprehensive income or loss	-125,048	34,114
(Breakdown)		
Comprehensive income or loss attributable to parent shareholder	-123,827	32,914
Comprehensive income or loss attributable to minority interest	-1,220	1,199



## Consolidated Statements of Cash Flows

(million yen)

Account	Six-months ended Sep.30, 2012	Six-months ended Sep.30, 2013
<b>Operating Activities</b>		
Income or Loss before income taxes and minority interests	-167,325	36,186
Depreciation and amortization	183,446	185,594
Decommissioning cost of nuclear power units	817	1,712
Amortization of nuclear fuel	2,785	4,802
Loss on disposal of property, plant and equipment	2,569	3,465
Nuclear fuel transferred to reprocessing costs	7,902	6,781
Increase in liability for retirement benefits	2,173	662
Provision for reprocessing of irradiated nuclear fuel	-10,984	-8,998
Provision for reprocessing of irradiated nuclear fuel without definite plans	1,206	2,292
Decrease in reserve for fluctuation in water levels	-4,622	-4,626
Interest revenue and dividends received	-7,919	-6,330
Interest expense	27,305	28,752
Reserve fund for reprocessing of irradiated nuclear fuel	19,516	18,336
Increase in notes and accounts receivable-trade	-18,376	-46,456
Decrease in notes and accounts payable-trade	-28,158	-20,867
Other	-30,523	-13,270
Sub Total	-20,185	188,038
Receipt of interest and cash dividends	9,916	10,206
Interest paid	-27,434	-28,746
Income tax (paid) returned	24,736	-11,210
Net cash provided by operating activities	-12,966	158,287
<b>Investing Activities</b>		
Purchases of property, plant and equipment	-229,558	-196,288
Payment for investments and advances	-4,875	-1,191
Proceeds from sales or collections of investments and advances	2,498	29,145
Other	7,141	7,904
Net cash used in investing activities	-224,793	-160,429
<b>Financing Activities</b>		
Proceeds from issuance of bonds	129,735	79,558
Redemption of bonds	-106,636	-109,900
Proceeds from long-term debt	122,212	126,673
Repayments of long-term debt	-100,788	-109,642
Proceeds from short-term borrowings	154,386	222,455
Repayments of short-term borrowings	-161,636	-152,317
Proceeds from issuance of commercial papers	388,000	—
Repayments of commercial papers	-200,000	—
Other	-28,651	-2,074
Net cash provided by financing activities	196,622	54,751
Foreign currency translation adjustments on cash and cash equivalents	111	912
Net increase (decrease) in cash and cash equivalents	-41,026	53,521
Cash and cash equivalents, beginning of year	128,514	155,451
Decrease in cash and cash equivalents resulting from change of fiscal term of subsidiaries	-28	—
<b>Cash and cash equivalents</b>	<b>87,459</b>	<b>208,972</b>

## Revenues and Expenses (Non-Consolidated)

	Six-months ended September 30		(B) - (A)	(B)/(A)	Percentage of total	
	2012 (A)	2013 (B)			(A)	(B)
	¥ million	¥ million	¥ million	%	%	%
Residential	481,291	530,933	49,642	110.3	37.9	35.9
Commercial and industrial	692,333	810,148	117,815	117.0	54.5	54.9
Sub total	1,173,624	1,341,082	167,457	114.3	92.4	90.8
Other	96,074	136,328	40,254	141.9	7.6	9.2
Ordinary revenues (Operating revenues)	1,269,699 (1,254,153)	1,477,411 (1,439,770)	207,712 (185,617)	116.4 (114.8)	100.0 (98.8)	100.0 (97.5)
Personnel expenses	116,613	111,942	-4,670	96.0	8.0	7.8
Fuel	456,685	518,129	61,444	113.5	31.3	36.1
Back-end expenses of nuclear power	23,961	25,966	2,005	108.4	1.6	1.8
Maintenance	92,922	64,378	-28,544	69.3	6.4	4.5
Taxes other than income Taxes	72,808	75,265	2,456	103.4	5.0	5.3
Depreciation	141,466	144,227	2,760	102.0	9.7	10.1
Purchased power	343,623	261,627	-81,996	76.1	23.5	18.3
Interest expenses	24,760	26,222	1,462	105.9	1.7	1.8
Other	187,976	205,724	17,748	109.4	12.8	14.3
Ordinary expenses	1,460,818	1,433,485	-27,333	98.1	100.0	100.0
Ordinary income or loss (Operating income or loss)	-191,119 (-178,455)	43,926 (33,944)	235,045 (212,399)	— (—)		
Provision or reversal of reserve for fluctuation in water levels	-4,622	-4,626	-3	100.1		
Income before income taxes	-186,497	48,552	235,049	—		
Income taxes	-56,509	13,756	70,265	—		
Net income or loss	-129,987	34,796	164,783	—		

Net income or loss per share	-145.42yen	38.93yen
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