

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 (Tokyo) for public inspection. These financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

July 29, 2016

The Kansai Electric Power Co., Inc. (Code: 9503)
 6-16 Nakanoshima 3-chome, Kita-ku, Osaka
 (URL <http://www.kepcoco.jp>)
 Company Representative: Shigeki Iwane, President and Director
 Contact: Yoshikazu Matsuda, General Manager, Office of Accounting and Finance
 Tel: +81-6-6441-8821

I. Performance over the Three-months Ended June 30, 2016 and 2015

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Three-Months</u>		(Million Yen)	
	<u>Ended June 30</u>		<u>Change</u>	
	2016	2015	16/15	15/14
Operating Revenues	712,580	799,113	-10.8%	1.0%
Operating Income	59,932	83,796	-28.5%	—
Ordinary Income *	54,940	80,744	-32.0%	—
Income attributable to owners of the parent	40,896	52,914	-22.7%	—
Net Income per Share	45.77yen	59.22yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Three-months ended June 30, 2016: 31,193 million yen
 Three-months ended June 30, 2015: 85,493 million yen

Notes:

1. 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 June 30	As of March 31
	2016	2016
Total Assets	7,339,177	7,412,472
Net Assets	1,232,864	1,201,831
Equity Ratio	16.5%	15.9%

Notes:

1. Equity capital

As of June 30, 2016: 1,211,343 million yen
 As of March 31, 2016: 1,178,665 million yen

II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
Fiscal 2015	0.00 yen	0.00yen	0.00 yen
Fiscal 2016(Forecast)	—	—	—

Payment of dividends for FY 2016 is not yet determined.

III. Financial Forecasts

	(Billion Yen) 4/16-3/17 (Forecasts)
Operating Revenues	—
Operating Income	—
Ordinary Income*	—
Income attributable to owners of the parent	—
Net Income per Share	—

Regarding earnings forecast for FY 2016, both operating revenues and income are still left undetermined because currently we can't forecast our performance based on certain assumptions, as a specific time of resuming operations at our nuclear plants is nowhere in sight. The forecasts for FY 2016 will be disclosed as soon as it becomes available.

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

IV. Other

- Number of shares outstanding (included Treasury stock)
 - As of June 30, 2016: 938,733,028 shares
 - As of March 31, 2016: 938,733,028 shares
- Number of Treasury stock
 - As of June 30, 2016: 45,294,239 shares
 - As of March 31, 2016: 45,348,298 shares
- Number of Average stock
 - Three-months ended June 30, 2016: 893,440,168 shares
 - Three-months ended June 30, 2015: 893,495,986 shares

< Reference >

Financial Forecasts (Non-consolidated)

	(Billion Yen)
	4/16-3/17
	(Forecasts)
Operating Revenues	—
Operating Income	—
Ordinary Income*	—
Net Income	—
Net Income per Share	—

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

Electricity sales

			(GWh)
	Three-months ended Jun.30, 2016	Three-months ended Jun.30, 2015	Change (%)
Residential	9,585	9,946	96.4
Commercial and Industrial	18,958	20,714	91.5
Total	28,543	30,660	93.1

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2016	As of Jun. 30, 2016
(Assets)		
Property	6,699,739	6,645,170
Utility facilities	3,423,038	3,390,320
Hydroelectric power production facilities	295,301	294,780
Thermal power production facilities	497,723	491,529
Nuclear power production facilities	383,658	372,635
Transmission facilities	889,742	880,074
Transformation facilities	394,946	394,289
Distribution facilities	826,299	823,283
General facilities	110,966	109,696
Other utility facilities	24,400	24,029
Other plant and equipment	663,429	679,422
Construction in progress	462,445	449,039
Construction and retirement in progress	435,098	421,879
Special account related to nuclear power decommissioning	27,346	27,159
Nuclear fuel	526,291	526,005
Loaded nuclear fuel	90,556	90,556
Nuclear fuel in processing	435,735	435,449
Investments and other assets	1,624,535	1,600,382
Long-term investments	310,457	306,030
Reserve fund for reprocessing of irradiated nuclear fuel	526,080	512,039
Deferred tax assets	429,961	424,290
Other	361,607	361,539
Allowance for doubtful accounts	-3,572	-3,517
Current assets	712,732	694,006
Cash and time deposits	128,123	121,813
Accounts receivable	223,031	228,931
Inventory assets	115,014	102,325
Deferred tax assets	61,560	58,047
Other	187,698	185,418
Allowance for doubtful accounts	-2,695	-2,530
Total assets	7,412,472	7,339,177

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2016	As of Jun. 30, 2016
(Liabilities)		
Long-term liabilities and reserves	4,800,629	4,774,681
Bonds	1,140,875	1,124,480
Long-term loans	1,991,020	2,005,273
Reserve for reprocessing of irradiated nuclear fuel	558,266	549,572
Reserve for reprocessing of irradiated nuclear fuel without definite plans	53,174	53,706
Liability for retirement benefits	357,480	359,251
Asset retirement obligations	426,449	428,598
Deferred tax liabilities	5,263	4,429
Other	268,099	249,370
Current liabilities	1,381,524	1,304,005
Current maturities of long-term debt and other	679,726	640,645
Short-term borrowings	146,526	145,459
Commercial paper	—	78,000
Accounts payable	120,527	91,277
Accrued income taxes	86,289	42,001
Other current liabilities	348,454	306,620
Reserves under the special laws	28,487	27,625
Reserve for fluctuation in water levels	28,487	27,625
Total liabilities	6,210,641	6,106,312
(Net Assets)		
Shareholders' Equity	1,107,617	1,148,599
Paid in capital	489,320	489,320
Capital surplus	66,634	66,626
Retained earnings	648,154	689,051
Treasury stock	-96,492	-96,399
Accumulated other comprehensive income	71,047	62,744
Unrealized gain on available-for-sale securities	85,930	80,476
Deferred gain on derivatives under hedge accounting	-8,244	-8,039
Foreign currency translation adjustments	17,726	12,373
Defined retirement benefit plans	-24,365	-22,066
Non-controlling interests	23,165	21,521
Total net assets	1,201,831	1,232,864
Total liabilities and net assets	7,412,472	7,339,177

Consolidated Statements of Operations

(million yen)

Account	Three-months ended Jun.30, 2015	Three-months ended Jun.30, 2016
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	799,113	712,580
Electric	688,373	604,559
Other	110,739	108,021
Operating expenses	715,317	652,648
Electric	621,187	559,178
Other	94,129	93,469
(Operating Income)	83,796	59,932
Non-Operating revenues and expenses		
Non-operating revenues	11,327	9,413
Dividends received	2,169	1,832
Interest revenue	2,254	2,076
Equity in earnings of associated companies	3,286	2,941
Other	3,617	2,563
Non-operating expenses	14,379	14,405
Interest expense	13,553	11,912
Other	825	2,492
Total ordinary revenues	810,441	721,994
Total ordinary expenses	729,696	667,053
Ordinary Income	80,744	54,940
Provision for or reversal of reserve for fluctuation in water levels	6,125	-861
Provision for reserve for fluctuation in water levels	6,125	—
Reversal of reserve for fluctuation in water levels	—	-861
Income before income taxes and minority interests	74,619	55,802
Income taxes-current	6,584	5,824
Income taxes-deferred	14,965	8,849
Income taxes	21,549	14,673
Net Income	53,069	41,128
Net Income attributable to non-controlling interests	155	231
Net Income attributable to owners of the parent	52,914	40,896

Consolidated Statements of Comprehensive Income

(million yen)

Account	Three-months ended Jun.30, 2015	Three-months ended Jun.30, 2016
Net Income	53,069	41,128
Other comprehensive income		
Unrealized gain on available-for-sale securities	29,944	-4,107
Deferred gain on derivatives under hedge accounting	-333	128
Foreign currency translation adjustments	285	-6,144
Defined retirement benefit plans	1,585	2,124
Share of other comprehensive income of associates	941	-1,935
Total other comprehensive income	32,423	-9,934
Comprehensive income	85,493	31,193
(Breakdown)		
Attributable to owners of the parent	84,737	32,593
Attributable to non-controlling interests	756	-1,399