

Unaudited Financial Release (Consolidated) for the Third Quarter

The information below is an English translation of extracts from Unaudited Financial Release (Consolidated) for the third 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.

January 31, 2017

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I . Performance over the Nine-months Ended December 31, 2016 and 2015

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Nine-Months</u>		(Million Yen)	
	<u>Ended December 31</u>		<u>Change</u>	
	2016	2015	16/15	15/14
Operating Revenues	2,207,133	2,380,341	-7.3%	-3.7%
Operating Income	209,079	180,370	15.9%	—
Ordinary Income *	196,176	171,468	14.4%	—
Income attributable to owners of the parent	143,809	112,308	28.0%	—
Net Income per Share	160.96yen	125.70yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Nine-months ended December 31, 2016: 147,755 million yen

Nine-months ended December 31, 2015: 132,069 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 December 31	As of March 31
	2016	2016
Total Assets	6,820,716	7,412,472
Net Assets	1,349,504	1,201,831
Equity Ratio	19.5%	15.9%

Notes:

1. Equity capital

As of December 31, 2016: 1,327,554 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	0.00 yen	0.00 yen
Fiscal 2016(Forecast)	0.00 yen	—	—

Year-end dividends forecast for FY 2016 is not yet determined.

III. Financial Forecasts

	4/16-3/17 (Forecasts)	4/15-3/16 (Results)	(Billion Yen) Change
Operating Revenues	—	3,245	—
Operating Income	—	256	—
Ordinary Income*	—	241	—
Income attributable to owners of the parent	—	140	—
Net Income per Share	—	157.59yen	—

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 power 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 December 31, 2016: 938,733,028 shares
 - As of March 31, 2016 : 938,733,028 shares
- Number of Treasury stock
 - As of December 31, 2016: 45,309,224 shares
 - As of March 31, 2016 : 45,348,298 shares
- Number of Average stock
 - Nine-months ended December 31, 2016: 893,434,062 shares
 - Nine-months ended December 31, 2015: 893,485,801 shares

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Financial Forecasts (Non-consolidated)

	4/16-3/17 (Forecasts)	4/15-3/16 (Results)	(Billion Yen) <u>Change</u>
Operating Revenues	—	2,868	—
Operating Income	—	208	—
Ordinary Income*	—	200	—
Net Income	—	118	—
Net Income per Share	—	132.63yen	—

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

Electricity sales

	(GWh)		
	Nine-months Ended December 31, 2016	Nine-months Ended December 31, 2015	Change (%)
Residential	30,376	30,444	99.8
Commercial and Industrial	59,212	63,447	93.3
Total	89,588	93,891	95.4

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2016	As of Dec. 31, 2016
(Assets)		
Property	6,699,739	6,058,068
Utility facilities	3,423,038	3,328,847
Hydroelectric power production facilities	295,301	289,951
Thermal power production facilities	497,723	472,547
Nuclear power production facilities	383,658	354,509
Transmission facilities	889,742	859,326
Transformation facilities	394,946	403,384
Distribution facilities	826,299	819,471
General facilities	110,966	106,376
Other utility facilities	24,400	23,280
Other plant and equipment	663,429	660,762
Construction in progress	462,445	468,402
Construction and retirement in progress	435,098	441,616
Special account related to nuclear power decommissioning	27,346	26,785
Nuclear fuel	526,291	472,013
Loaded nuclear fuel	90,556	90,556
Nuclear fuel in processing	435,735	381,457
Investments and other assets	1,624,535	1,128,042
Long-term investments	310,457	316,263
Reserve fund for reprocessing of irradiated nuclear fuel	526,080	—
Deferred tax assets	429,961	385,034
Other	361,607	430,208
Allowance for doubtful accounts	-3,572	-3,465
Current assets	712,732	762,648
Cash and time deposits	128,123	142,983
Accounts receivable	223,031	223,736
Inventory assets	115,014	127,033
Deferred tax assets	61,560	57,474
Other	187,698	213,901
Allowance for doubtful accounts	-2,695	-2,480
Total assets	7,412,472	6,820,716

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2016	As of Dec. 31, 2016
(Liabilities)		
Long-term liabilities and reserves	4,800,629	4,055,399
Bonds	1,140,875	1,039,686
Long-term loans	1,991,020	1,891,215
Reserve for reprocessing of irradiated nuclear fuel	558,266	—
Reserve for reprocessing of irradiated nuclear fuel without definite plans	53,174	—
Liability for retirement benefits	357,480	358,907
Asset retirement obligations	426,449	433,274
Deferred tax liabilities	5,263	3,974
Other	268,099	328,341
Current liabilities	1,381,524	1,388,732
Current maturities of long-term debt and other	679,726	658,693
Short-term borrowings	146,526	147,123
Commercial paper	—	138,000
Accounts payable	120,527	116,215
Accrued income taxes	86,289	29,400
Other current liabilities	348,454	299,298
Reserves under the special laws	28,487	27,079
Reserve for fluctuation in water levels	28,487	27,079
Total liabilities	6,210,641	5,471,211
(Net Assets)		
Shareholders' Equity	1,107,617	1,251,596
Paid in capital	489,320	489,320
Capital surplus	66,634	66,726
Retained earnings	648,154	791,963
Treasury stock	-96,492	-96,414
Accumulated other comprehensive income	71,047	75,958
Unrealized gain on available-for-sale securities	85,930	94,587
Deferred gain on derivatives under hedge accounting	-8,244	-2,364
Foreign currency translation adjustments	17,726	1,252
Defined retirement benefit plans	-24,365	-17,517
Non-controlling interests	23,165	21,950
Total net assets	1,201,831	1,349,504
Total liabilities and net assets	7,412,472	6,820,716

Consolidated Statements of Operations

(million yen)

Account	Nine-months ended Dec.31, 2015	Nine-months ended Dec.31, 2016
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	2,380,341	2,207,133
Electric	2,061,376	1,883,064
Other	318,965	324,069
Operating expenses	2,199,970	1,998,054
Electric	1,921,915	1,716,818
Other	278,055	281,235
Operating Income	180,370	209,079
Non-Operating revenues and expenses		
Non-operating revenues	33,799	28,770
Dividends received	6,429	5,722
Interest revenue	6,820	5,237
Equity in earnings of associated companies	9,871	10,134
Other	10,678	7,676
Non-operating expenses	42,701	41,673
Interest expense	39,267	37,535
Other	3,434	4,138
Total ordinary revenues	2,414,141	2,235,904
Total ordinary expenses	2,242,672	2,039,728
Ordinary Income	171,468	196,176
Provision for or reversal of reserve for fluctuation in water levels	13,289	-1,407
Provision for reserve for fluctuation in water levels	13,289	—
Reversal of reserve for fluctuation in water levels	—	-1,407
Income before income taxes and minority interests	158,179	197,584
Income taxes-current	15,740	14,237
Income taxes-deferred	29,974	39,911
Income taxes	45,714	54,148
Net Income	112,465	143,435
Net Income (loss) attributable to non-controlling interests	156	-373
Net Income attributable to owners of the parent	112,308	143,809

Consolidated Statements of Comprehensive Income

(million yen)

Account	Nine-months Ended Dec.31, 2015	Nine-months ended Dec.31, 2016
Net Income	112,465	143,435
Other comprehensive income		
Unrealized gain on available-for-sale securities	23,364	7,804
Deferred gain on derivatives under hedge accounting	-8,210	5,834
Foreign currency translation adjustments	-359	-17,245
Defined retirement benefit plans	4,744	6,373
Share of other comprehensive income of associates	64	1,552
Total other comprehensive income	19,604	4,320
Comprehensive income	132,069	147,755
(Breakdown)		
Attributable to owners of the parent	132,519	148,720
Attributable to non-controlling interests	-450	-964