

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 28, 2017

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I. Performance over the Three-months Ended June 30, 2017 and 2016

(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>	
	2017	2016	17/16	16/15
Operating Revenues	723,469	712,580	1.5%	-10.8%
Operating Income	47,275	59,932	-21.1%	-28.5%
Ordinary Income *	44,136	54,940	-19.7%	-32.0%
Net Income attributable to owners of the parent	32,606	40,896	-20.3%	-22.7%
Net Income per Share	36.50yen	45.77yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Three-months ended June 30, 2017: 38,804 million yen

Three-months ended June 30, 2016: 31,193 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
	2017	2017
Total Assets	6,853,138	6,853,182
Net Assets	1,356,664	1,344,696
Equity Ratio	19.5%	19.3%

Notes:

1. Equity capital

As of June 30, 2017: 1,338,480 million yen

As of March 31, 2017: 1,322,663 million yen

II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
Fiscal 2016	0.00 yen	25.00yen	25.00 yen
Fiscal 2017(Forecast)	—	—	—

Payment of dividends for FY 2017 is not yet determined.

III. Financial Forecasts

	(Billion Yen) 4/17-3/18 (Forecasts)
Operating Revenues	—
Operating Income	—
Ordinary Income*	—
Net Income attributable to owners of the parent	—
Net Income per Share	—

Regarding earnings forecast for FY 2017, both operating revenues and income are still left undetermined because currently we cannot forecast our earnings based on certain assumptions due to Ohi Units 3 and 4 have not fully operated and for other reasons.

The forecasts for FY 2017 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

1. Number of shares outstanding (included Treasury stock)

As of June 30, 2017: 938,733,028 shares

As of March 31, 2017: 938,733,028 shares

2. Number of Treasury stock

As of June 30, 2017: 45,324,671 shares

As of March 31, 2017: 45,317,079 shares

3. Number of Average stock

Three-months ended June 30, 2017: 893,410,944 shares

Three-months ended June 30, 2016: 893,440,168 shares

< Reference >

Financial Forecasts (Non-consolidated)

	(Billion Yen)
	4/17-3/18
	(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, 2017	Three-months ended Jun.30, 2016	Change (%)
Residential	9,106	9,585	95.0
Commercial and Industrial	17,632	18,958	93.0
Total	26,738	28,543	93.7

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2017	As of Jun. 30, 2017
(Assets)		
Property	6,081,116	6,112,020
Utility facilities	3,295,474	3,283,936
Hydroelectric power production facilities	290,593	289,714
Thermal power production facilities	452,947	442,449
Nuclear power production facilities	350,749	345,852
Transmission facilities	850,856	843,544
Transformation facilities	402,961	418,781
Distribution facilities	818,171	816,909
General facilities	106,287	104,113
Other utility facilities	22,905	22,570
Other plant and equipment	707,364	709,681
Construction in progress	485,449	483,710
Construction and retirement in progress	458,850	457,299
Special account related to nuclear power decommissioning	26,598	26,410
Nuclear fuel	481,371	481,436
Loaded nuclear fuel	90,556	89,633
Nuclear fuel in processing	390,815	391,802
Investments and other assets	1,111,457	1,153,255
Long-term investments	297,054	339,656
Investments in and advances to subsidiaries and associated companies	401,610	402,127
Deferred tax assets	375,101	373,734
Other	41,105	41,134
Allowance for doubtful accounts	-3,414	-3,396
Current assets	772,065	741,118
Cash and time deposits	133,133	120,921
Accounts receivable	233,169	246,491
Inventory assets	122,818	122,677
Deferred tax assets	72,009	66,184
Other	213,372	187,225
Allowance for doubtful accounts	-2,437	-2,383
Total assets	6,853,182	6,853,138

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2017	As of Jun. 30, 2017
(Liabilities)		
Long-term liabilities and reserves	3,927,280	3,983,587
Bonds	989,790	968,294
Long-term loans	1,843,524	1,929,248
Liability for retirement benefits	360,362	362,170
Asset retirement obligations	436,483	438,520
Deferred tax liabilities	1,632	5,248
Other	295,487	280,105
Current liabilities	1,553,753	1,486,223
Current maturities of long-term debt and other	752,164	718,368
Short-term borrowings	152,231	148,012
Commercial paper	114,000	159,000
Accounts payable	122,716	85,132
Accrued income taxes	34,353	31,568
Deferred tax liabilities	—	68
Other current liabilities	378,287	344,073
Reserves under the special laws	27,452	26,662
Reserve for fluctuation in water levels	27,452	26,662
Total liabilities	5,508,485	5,496,474
(Net Assets)		
Shareholders' Equity	1,248,297	1,258,549
Paid in capital	489,320	489,320
Capital surplus	66,726	66,726
Retained earnings	788,674	798,938
Treasury stock	-96,424	-96,435
Accumulated other comprehensive income	74,366	79,930
Unrealized loss on available-for-sale securities	81,037	86,556
Deferred loss on derivatives under hedge accounting	-3,894	-3,532
Foreign currency translation adjustments	13,433	10,459
Defined retirement benefit plans	-16,209	-13,553
Noncontrolling interests	22,032	18,183
Total net assets	1,344,696	1,356,664
Total liabilities and net assets	6,853,182	6,853,138

Consolidated Statements of Income

(million yen)

Account	Three-months ended Jun.30, 2016	Three-months ended Jun.30, 2017
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	712,580	723,469
Electric	604,559	604,204
Other	108,021	119,264
Operating expenses	652,648	676,193
Electric	559,178	573,196
Other	93,469	102,997
Operating Income	59,932	47,275
Non-Operating revenues and expenses		
Non-operating revenues	9,413	7,630
Dividends received	1,832	2,147
Interest revenue	2,076	427
Equity in earnings of associated companies	2,941	2,606
Other	2,563	2,449
Non-operating expenses	14,405	10,769
Interest expense	11,912	10,241
Other	2,492	527
Total ordinary revenues	721,994	731,100
Total ordinary expenses	667,053	686,963
Ordinary Income	54,940	44,136
Provision for or reversal of reserve for fluctuation in water levels	-861	-789
Reversal of reserve for fluctuation in water levels	-861	-789
Income before income taxes and minority interests	55,802	44,926
Income taxes-current	5,824	3,641
Income taxes-deferred	8,849	8,365
Income taxes	14,673	12,006
Net Income	41,128	32,920
Net Income attributable to noncontrolling interests	231	313
Net Income attributable to owners of the parent	40,896	32,606

Consolidated Statements of Comprehensive Income

(million yen)

Account	Three-months ended Jun.30, 2016	Three-months ended Jun.30, 2017
Net Income	41,128	32,920
Other comprehensive income		
Unrealized gain on available-for-sale securities	-4,107	4,111
Deferred gain on derivatives under hedge accounting	128	385
Foreign currency translation adjustments	-6,144	-2,683
Defined retirement benefit plans	2,124	2,561
Share of other comprehensive income of associates	-1,935	1,509
Total other comprehensive income	-9,934	5,884
Comprehensive income	31,193	38,804
(Breakdown)		
Attributable to owners of the parent	32,593	38,170
Attributable to noncontrolling interests	-1,399	634