

Unaudited Financial Release (Consolidated) for the Year ended March 31, 2019

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

April 25, 2019

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

I . Performance for the Years ended March 31, 2019 and 2018

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Year ended March 31</u>		<u>(Million Yen)</u>	
	<u>2018</u>	<u>2019</u>	<u>Change</u>	
			18/17	19/18
Operating Revenues	3,133,632	3,307,661	4.1%	5.6%
Operating Income	227,551	204,853	4.5%	-10.0%
Ordinary Income *	217,104	203,636	10.7%	-6.2%
Net Income attributable to owners of the parent	151,880	115,077	7.9%	-24.2%
Net Income per Share	170.01yen	128.83yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Year ended March 31, 2019: 100,969 million yen
 Year ended March 31, 2018: 168,413 million yen

Equity in earnings of associated companies

Year ended March 31, 2019: 11,671 million yen
 Year ended March 31, 2018: 11,704 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

	<u>(Million Yen)</u>	
	<u>As of</u>	<u>As of</u>
	<u>March 31, 2018</u>	<u>March 31, 2019</u>
Total Assets	6,985,088	7,257,363
Net Assets	1,472,797	1,532,946
Equity Ratio	20.8%	20.9%

Notes: Equity capital

As of March 31, 2019: 1,514,244 million yen
 As of March 31, 2018: 1,454,087 million yen

3. Statements of Cash Flows

	(Million Yen)	
	<u>As of March 31</u>	
	2018	2019
Net cash provided by Operating Activities	623,266	449,716
Net cash used in Investing Activities	-447,237	-537,846
Net cash provided by Financing Activities	-162,277	103,073
Cash and Cash Equivalents, End of year	144,176	158,978

II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
FY 2017	15.00 yen	20.00 yen	35.00 yen
FY 2018	25.00 yen	25.00 yen	50.00 yen
FY 2019 (Forecast)	25.00 yen	25.00 yen	50.00 yen

III. Financial Forecasts

	(Billion Yen)
	4/19-3/20 (Forecasts)
Operating Revenues	3,250
Operating Income	200
Ordinary Income*	200
Net Income attributable to owners of the parent	140
Net Income per Share	156.74yen

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

IV. Other

1. Change in major consolidated subsidiaries: None
2. Difference in accounting methods from the latest consolidated financial year: None
3. Number of shares outstanding (included Treasury stock)
 - As of March 31, 2019: 938,733,028 shares
 - As of March 31, 2018: 938,733,028 shares
4. Number of Treasury stock
 - As of March 31, 2019: 45,561,730 shares
 - As of March 31, 2018: 45,372,355 shares
5. Number of Average stock
 - As of March 31, 2019: 893,240,562 shares
 - As of March 31, 2018: 893,385,607 shares

Notes: We have adopted BIP (Board Incentive Plan) Trust mechanism, and the number of treasury stock at year end includes our shares held by said trust account (147,800 shares as of March 31, 2019). Additionally, our shares held by said trust account are included in treasury stock that is deducted in the calculation of the number of average stock.

< Reference : Non-consolidated >

Performance for the Years ended March 31, 2019 and 2018

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	(Million Yen)			
	<u>Year ended March 31</u>		<u>Change</u>	
	2018	2019	18/17	19/18
Operating Revenues	2,683,945	2,797,191	2.7%	4.2%
Operating Income	165,421	133,988	0.5%	-19.0%
Ordinary Income *	145,506	130,513	1.2%	-10.3%
Net Income	103,036	87,435	-0.0%	-15.1%
Net Income per Share	115.30yen	97.85yen	—	—
Fully Diluted 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.

2. Financial Position

	(Million Yen)	
	<u>As of March 31</u>	
	2018	2019
Total Assets	5,946,115	6,404,571
Net Assets	933,942	975,097
Equity Ratio	15.7%	15.2%
Net Assets per Share	1,045.09yen	1,091.38yen

Notes: Equity capital

As of March 31, 2019: 975,097 million yen

As of March 31, 2018: 933,942 million yen

Financial Forecasts (Non-consolidated)

	(Billion Yen)
	4/19-3/18 (Forecasts)
Operating Revenues	2,710
Operating Income	130
Ordinary Income *	130
Net Income	95
Net Income per Share	106.33 yen

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

Sales and power generation

[Electricity sales]

	(GWh)		
	Year-ended Mar. 31, 2018	Year-ended Mar. 31, 2019	Change (%)
Total electric sales	122,540	132,632	108.2
Retail electric sales	115,244	117,826	102.2
Residential	41,767	37,671	90.2
Commercial and Industrial	73,477	80,155	109.1
Electricity sales to other utility and non-utility companies	7,296	14,806	202.9

[Power generation] (Sending end)

	(GWh)		
	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019	Change (%)
Kansai Electric			
Hydroelectric	13,761	13,496	98.1
Fossil Fuel	67,787	61,207	90.3
Nuclear	12,865	30,092	233.9
Renewable energies	80	19	23.5
Purchased (sold) power from other companies	27,525	21,328	77.5
Power used for pumped storage	-1,490	-2,284	153.3
Total	120,508	123,859	102.8
Water run-off ratio (%)	107.2	103.1	—

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2018	As of Mar. 31, 2019
(Assets)		
Property	6,252,072	6,426,676
Utility facilities	3,222,279	3,175,092
Hydroelectric power production facilities	294,175	287,637
Thermal power production facilities	414,312	374,364
Nuclear power production facilities	344,032	390,501
Transmission facilities	819,294	790,303
Transformation facilities	416,948	407,612
Distribution facilities	811,479	803,893
General facilities	100,412	100,211
Other utility facilities	21,624	20,567
Other plant and equipment	753,323	827,236
Construction in progress	560,944	709,077
Construction and retirement in progress	457,442	579,917
Special account related to nuclear power decommissioning	78,332	73,025
Special account related to reprocessing of spent nuclear fuel	25,168	56,134
Nuclear fuel	494,124	506,278
Loaded nuclear fuel	64,688	69,576
Nuclear fuel in processing	429,435	436,702
Investments and other assets	1,221,401	1,208,991
Long-term investments	345,422	337,233
Investments in and advances to subsidiaries and associated companies	431,764	456,672
Deferred tax assets	402,874	372,906
Other	44,394	44,650
Allowance for doubtful accounts	-3,054	-2,471
Current assets	733,015	830,687
Cash and time deposits	159,685	180,628
Accounts receivable	270,648	312,519
Inventory assets	129,127	163,937
Other	176,413	176,133
Allowance for doubtful accounts	-2,859	-2,531
Total assets	6,985,088	7,257,363

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2018	As of Mar. 31, 2019
(Liabilities)		
Long-term liabilities and reserves	3,852,076	4,062,102
Bonds	949,500	1,060,282
Long-term loans	1,825,525	1,864,563
Liability for retirement benefits	367,875	369,472
Asset retirement obligations	444,302	501,354
Deferred tax liabilities	1,346	1,831
Other	263,526	264,598
Current liabilities	1,631,266	1,633,925
Current maturities of long-term debt and other	664,395	532,364
Short-term borrowings	143,208	146,096
Commercial paper	154,000	270,000
Accounts payable	126,414	125,429
Accrued income taxes	92,214	66,875
Reserve for restoration costs of natural disaster	-	2,104
Other current liabilities	451,034	491,055
Reserves under the special laws	28,948	28,389
Reserve for fluctuation in water levels	28,948	28,389
Total liabilities	5,512,290	5,724,417
(Net Assets)		
Shareholders' Equity	1,364,347	1,438,839
Paid in capital	489,320	489,320
Capital surplus	66,725	66,656
Retained earnings	904,806	979,669
Treasury stock	-96,504	-96,806
Accumulated other comprehensive income	89,740	75,404
Unrealized gain on available-for-sale securities	91,135	82,937
Deferred gain on derivatives under hedge accounting	-3,369	-9,514
Foreign currency translation adjustments	11,016	9,015
Defined retirement benefit plans	-9,041	-7,034
Non-controlling interests	18,709	18,702
Total net assets	1,472,797	1,532,946
Total liabilities and net assets	6,985,088	7,257,363

Consolidated Statements of Income

(million yen)

Account	Year ended Mar.31,2018	Year ended Mar.31,2019
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	3,133,632	3,307,661
Electric	2,596,114	2,668,312
Other	537,518	639,349
Operating expenses	2,906,081	3,102,807
Electric	2,430,106	2,536,281
Other	475,975	566,526
Operating Income	227,551	204,853
Non-Operating revenues and expenses		
Non-operating revenues	35,869	52,490
Dividends received	9,293	11,324
Interest revenue	1,633	2,306
Gain on sales of property, plant, and equipment	1,201	17,941
Equity in earnings of associated companies	11,704	11,671
Other	12,036	9,244
Non-operating expenses	46,316	53,707
Interest expense	37,219	30,430
Other	9,097	23,276
Total ordinary revenues	3,169,502	3,360,151
Total ordinary expenses	2,952,398	3,156,515
Ordinary income	217,104	203,636
Provision for or reversal of reserve for fluctuation in water levels	1,495	-558
Provision for reserve for fluctuation in water levels	1,495	—
Reversal of reserve for fluctuation in water levels	—	-558
Extraordinary loss	—	30,922
Loss on disaster	—	12,828
Investment loss on subsidiaries and associated companies	—	18,093
Income before income taxes and minority interests	215,608	173,272
Income taxes-current	24,387	27,210
Income taxes-deferred	38,699	30,319
Income taxes	63,087	57,530
Net Income	152,520	115,742
Net Income attributable to non-controlling interests	639	664
Net Income attributable to owners of the parent	151,880	115,077

Consolidated Statement of Comprehensive Income

(million yen)

Account	Year ended Mar.31,2018	Year ended Mar.31,2019
Income before minority interests	152,520	115,742
Other comprehensive income		
Unrealized gain on available-for-sale securities	7,566	-6,535
Deferred gain on derivatives under hedge accounting	583	-6,150
Foreign currency translation adjustments	-1,519	-2,757
Defined retirement benefit plans	6,091	2,148
Share of other comprehensive income of associates	3,171	-1,479
Total other comprehensive income	15,892	-14,773
Comprehensive income	168,413	100,969
(Breakdown)		
Attributable to owners of the parent	167,254	100,741
Attributable to non-controlling interests	1,158	277

Consolidated Statement of Changes in Equity (1)

[Year ended March 31, 2018]

(million yen)

Account	Shareholders' Equity				
	Paid in capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at Mar.31, 2017	489,320	66,726	788,674	-96,424	1,248,297
Change during the period					
Dividend of surplus			-35,747		-35,747
Net Income attributable to owners of the parent			151,880		151,880
Purchase of treasury stock				-83	-83
Disposal of treasury stock		-1		3	2
Transfer to capital surplus from retained earnings		1	-1		—
Capital increase of consolidated subsidiaries		-1			-1
Purchase of stock of consolidated subsidiaries		—			—
Changes in fiscal 2017 other than shareholders' equity					
Total	—	-1	116,132	-80	116,050
Balance at Mar. 31, 2018	489,320	66,725	904,806	-96,504	1,364,347

[Year ended March 31, 2018]

(million yen)

Account	Accumulated other comprehensive income					Minority interests	Total net assets
	Unrealized gain on available-for-sale securities	Deferred gain on derivatives Under hedge accounting	Foreign currency translation adjustments	Defined retirement benefit plans	Total accumulate other comprehensive income		
Balance at Mar.31, 2017	81,037	-3,894	13,433	-16,209	74,366	22,032	1,344,696
Change during the period							
Dividend of surplus							-35,747
Net Income attributable to owners of the parent							151,880
Purchase of treasury stock							-83
Disposal of treasury stock							2
Transfer to capital surplus from retained earnings							—
Capital increase of consolidated subsidiaries							-1
Purchase of stock of consolidated subsidiaries							—
Changes in fiscal 2017 other than shareholders' equity	10,097	525	-2,417	7,168	15,373	-3,322	12,050
Total	10,097	525	-2,417	7,168	15,373	-3,322	128,101
Balance at Mar. 31, 2018	91,135	-3,369	11,016	-9,041	89,740	18,709	1,472,797

Consolidated Statement of Changes in Equity (2)

[Year ended March 31, 2019]

(million yen)

Account	Shareholders' Equity				
	Paid in capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at Mar.31, 2018	489,320	66,725	904,806	-96,504	1,364,347
Change during the period					
Dividend of surplus			-40,213		-40,213
Net Income attributable to owners of the parent			115,077		115,077
Purchase of treasury stock				-304	-304
Disposal of treasury stock		—		2	1
Transfer to capital surplus from retained earnings		—	—		—
Capital increase of consolidated subsidiaries		—			—
Purchase of stock of consolidated subsidiaries		-69			-69
Changes in fiscal 2017 other than shareholders' equity					
Total	—	-68	74,863	-302	74,492
Balance at Mar. 31, 2019	489,320	66,656	979,669	-96,806	1,438,839

[Year ended March 31, 2019]

(million yen)

Account	Accumulated other comprehensive income					Minority interests	Total net assets
	Unrealized gain on available-for-sale securities	Deferred gain on derivatives Under hedge accounting	Foreign currency translation adjustments	Defined retirement benefit plans	Total accumulate other comprehensive income		
Balance at Mar.31, 2018	91,135	-3,369	11,016	-9,041	89,740	18,709	1,472,797
Change during the period							
Dividend of surplus							-40,213
Net Income attributable to owners of the parent							115,077
Purchase of treasury stock							-304
Disposal of treasury stock							1
Transfer to capital surplus from retained earnings							—
Capital increase of consolidated subsidiaries							—
Purchase of stock of consolidated subsidiaries							-69
Changes in fiscal 2017 other than shareholders' equity	-8,197	-6,144	-2,000	2,007	-14,335	-7	-14,343
Total	-8,197	-6,144	-2,000	2,007	-14,335	-7	60,148
Balance at Mar. 31, 2019	82,937	-9,514	9,015	-7,034	75,404	18,702	1,532,946

Consolidated Statement of Cash Flows

(million yen)

Account	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019
Operating Activities		
Income before income taxes and minority interests	215,608	173,272
Depreciation and amortization	340,287	331,984
Decommissioning cost of nuclear power units	13,275	16,050
Amortization of special account related to nuclear power decommissioning	1,845	5,307
Amortization of nuclear fuel	11,795	22,966
Loss on disposal of property, plant and equipment	10,325	9,394
Increase (decrease) net defined benefit liability	15,941	4,570
Increase (decrease) in reserve for fluctuation in water levels	1,495	-558
Interest revenue and dividends received	-10,927	-13,631
Interest expense	37,219	30,430
Loss on disaster	—	12,828
Investment loss on subsidiaries and associated companies	—	18,093
Increase (decrease) in notes and accounts receivable-trade	-36,245	-41,446
Increase (decrease) in inventories	-6,316	-34,777
Increase (decrease) in notes and accounts payable-trade	3,202	-1,123
Other	63,724	-32,426
Sub total	661,231	500,934
Receipt of interest and cash dividends	15,700	18,282
Interest paid	-38,455	-31,590
Loss on disaster paid	—	-10,724
Income tax paid (returned)	-15,210	-27,185
Net cash provided by operating activities	623,266	449,716
Investing Activities		
Purchases of property, plant and equipment	-398,028	-475,437
Payment for investments and advances	-58,829	-88,572
Proceeds from sales or collections of investments and advances	14,355	25,247
Payments for investments in subsidiaries resulting in change in scope of consolidation	-20,492	-11,734
Payments for transfer of business	—	-22,055
Other	15,757	34,706
Net cash used in investing activities	-447,237	-537,846
Financing Activities		
Proceeds from issuance of bonds	249,465	309,081
Redemption of bonds	-331,100	-290,675
Proceeds from long-term debt	326,092	374,212
Repayments of long-term debt	-390,337	-360,138
Proceeds from short-term borrowings	273,282	271,346
Repayments of short-term borrowings	-282,667	-268,284
Proceeds from issuance of commercial papers	404,000	625,000
Redemption of commercial papers	-364,000	-509,000
Dividends paid	-35,674	-40,098
Other	-11,337	-8,371
Net cash provided by financing activities	-162,277	103,073
Foreign currency translation adjustments on cash and cash equivalents	-394	-141
Net increase (decrease) in cash and cash equivalents	13,356	14,801
Cash and cash equivalents, beginning of year	130,820	144,176
Cash and cash equivalents	144,176	158,978

(Segment information)

[Year ended March 31, 2018]

(million yen)

	Reportable segments					Other	Total	Eliminat ions/ Corporat e	Consolidat ed
	Comprehensive Energy/Power transmission and distribution business			IT/ Commu nications	Subtotal				
	Electric Power	Gas/ Other energies	Subtotal						
Sales and operating Income									
Sales									
(1) Sales to external customers	2,596,114	141,240	2,737,354	203,167	2,940,522	193,110	3,133,632	—	3,133,632
(2) Intersegment sales or transfers	16,864	32,918	49,782	40,242	90,025	230,122	320,148	-320,148	—
Total	2,612,979	174,158	2,787,137	243,410	3,030,548	423,232	3,453,781	-320,148	3,133,632
Income by business segment	170,335	941	171,276	26,269	197,545	30,431	227,977	-425	227,551
Identifiable assets by business segment	5,493,197	523,395	6,016,592	343,927	6,360,520	1,246,340	7,606,860	-621,772	6,985,088
Other items									
Depreciation	250,752	25,309	276,061	58,015	334,077	12,067	346,145	-5,857	340,287
Increase of property, plant, equipment and intangible assets	294,503	25,443	319,947	41,091	361,039	50,886	411,926	-4,914	407,012

[Year ended March 31, 2019]

(million yen)

	Reportable segments					Other	Total	Eliminat ions/ Corporat e	Consolidat ed
	Comprehensive Energy/Power transmission and distribution business			IT/ Commu nications	Subtotal				
	Electric Power	Gas/ Other energies	Subtotal						
Sales and operating Income									
Sales									
(3) Sales to external customers	2,668,312	210,819	2,879,132	217,757	3,096,889	210,771	3,307,661	—	3,307,661
(4) Intersegment sales or transfers	20,558	73,266	93,824	49,689	143,514	233,924	377,439	-377,439	—
Total	2,688,870	284,086	2,972,956	267,447	3,240,404	444,696	3,685,100	-377,439	3,307,661
Income by business segment	140,577	-4,486	136,091	32,535	168,626	38,661	207,287	-2,434	204,853
Identifiable assets by business segment	5,859,348	588,546	6,447,895	339,255	6,787,150	1,198,965	7,986,116	-728,752	7,257,363
Other items									
Depreciation	244,486	24,971	269,457	55,484	324,942	12,745	337,687	-5,703	331,984
Increase of property, plant, equipment and intangible assets	366,340	24,589	390,929	39,023	429,952	63,791	493,743	-8,443	485,299

Revenues and Expenses (Non-Consolidated)

	Year ended March 31		(B) - (A)	(B)/(A)	Percentage of total	
	2018 (A)	2019 (B)			(A)	(B)
	¥ million	¥ million	¥ million	%	%	%
Ordinary revenues (Operating revenues)	2,704,940 (2,683,945)	2,823,795 (2,797,191)	118,855 (113,245)	104.4 (104.2)	100.0 (99.2)	100.0 (99.1)
Residential	995,959	899,51	-96,417	90.3	36.8	31.9
Commercial and industrial	1,240,661	1,312,728	72,066	105.8	45.8	46.4
Sub total	2,236,621	2,212,270	-24,350	98.9	82.7	78.3
Grant under Act on Purchase of Renewable Energy Sourced Electricity	148,621	162,518	13,896	109.4	5.5	5.8
Other	319,697	449,007	129,309	140.4	11.8	15.9
Ordinary expenses	2,559,433	2,693,282	133,848	105.2	100.0	100.0
Personnel expenses	217,222	216,540	-682	99.7	8.5	8.0
Fuel costs	520,117	538,227	18,109	103.5	20.3	20.0
Backend expenses of nuclear power	59,959	89,863	29,904	149.9	2.3	3.3
Maintenance costs	184,106	177,078	-7,028	96.2	7.2	6.6
Taxes other than income Taxes	144,796	144,460	-336	99.8	5.7	5.4
Depreciation	250,710	244,444	-6,265	97.5	9.8	9.1
Purchased power	466,719	516,874	50,155	110.7	18.2	19.2
Interest expenses	33,380	26,568	-6,812	79.6	1.3	1.0
Levy under Act on Purchase of Renewable Energy Sourced Electricity	260,067	294,271	34,204	113.2	10.2	10.9
Other	422,353	444,950	22,597	105.4	16.5	16.3
Ordinary Income (Operating Income)	145,506 (165,421)	130,513 (133,988)	-14,993 (-31,433)	89.7 (81.0)		
Provision for or reversal of reserve for fluctuation in water levels	1,495	-558	-2,054	-		
Extraordinary loss	-	10,280	10,280	-		
Income before income taxes	144,010	120,791	-23,219	83.9		
Income taxes	40,974	33,356	-7,618	81.4		
Net Income	103,036	87,435	-15,601	84.9		

Net Income per share	115.30yen	97.85yen
----------------------	-----------	----------