

October 6, 2020

**Additional Report Based on Paragraph 3 of Article 106 of the Electricity
Business Act**

The Kansai Electric Power Co., Inc. (Code: 9503)

6-16 Nakanoshima 3-chome, Kita-ku, Osaka

(URL: <https://www.kepco.co.jp>)

Company Representative: Takashi Morimoto, President and Director

Contact: Michiya Sakata, Senior General Manager, Office of Accounting and Finance

Tel: +81-6-6441-8821

Based on Paragraph 3 of Article 106 of the Electricity Business Act, the Company reported to the Minister of Economy, Trade and Industry matters including the facts of cases in which executives and employees of the Company received cash and gifts from Mr. Eiji Moriyama (hereinafter referred to as “Mr. Moriyama”) based on the investigation report of a third-party committee.

Based on the fact that it was found as a result of internal reporting that a total of two persons at KANSO CO., LTD., a group company, including a former president, had received cash and gifts from Mr. Moriyama, it was subsequently decided to conduct a similar investigation regarding the receipt of cash and gifts at the Company (including Kansai Transmission and Distribution, Inc.) and six group companies*.

* KANSO CO., LTD., Kanden Plant Corporation, Kanden Power-Tech Corp., Kanden Realty & Development Co., Ltd., [The Kanden Services Co., Inc.\[A1\]](#), Kanden Engineering Corporation
[Notified March 14, 2020 and July 22, 2020]

The Company hereby announces that today, following the receipt of an investigation report from an external lawyer concerning the receipt of cash and gifts at the Company and six group companies, we have given an additional report to the Minister of Economy, Trade and Industry as per the attachment, after its submission to and deliberation by the Compliance Committee.

Attachment: Additional Report Based on Paragraph 3 of Article 106 of the Electricity Business Act

October 6, 2020

Minister of Economy, Trade and Industry

To: Mr. Hiroshi Kajiyama

Kansai Electric Power Co., Inc.
Takashi Morimoto, President and Executive Officer
Kansai Transmission and Distribution, Inc.
Yoshihiro Doi, President and Executive Officer

Additional Report Based on Paragraph 3 of Article 106 of the Electricity Business Act

Based on Paragraph 3 of Article 106 of the Electricity Business Act, the Company was required to report in writing (September 27, 2019) with regard to the facts of cases in which executives and employees of the Company received large amounts of cash and gifts from a former deputy mayor of Takahama Town, Fukui Prefecture, the results of an investigation to determine the cause, and the existence or otherwise of any other similar cases. This report was given on March 14, 2020 based on the report of an investigation by a third-party committee.

In response to new facts being revealed with regard to the receipt of cash and gifts by former executives and employees of the Company's subsidiary companies, an additional investigation was conducted by an independent external lawyer based on the guidance and advice of the Compliance Committee. The Company has today received the report on this investigation and hereby reports as per the attachments. The results of the investigation were also reported to and confirmed by the third-party committee, and have been deliberated upon and approved by the Compliance Committee.

Details

The following report was prepared by the Company based on the report on the investigation by the external lawyer.

1. The facts of cases in which executives and employees of the Company received large amounts of cash and gifts from a former deputy mayor of Takahama Town, Fukui Prefecture

(1) Receipt of cash and gifts

[1] Relationship with KANSO CO., LTD.

- Two former executives and employees received a total of about 4.04 million yen in cash and gifts from Mr. Moriyama.

[2] Relationship with Kanden Plant Corporation

- Three former executives received a total of about 2.73 million yen in cash and gifts from Mr. Moriyama. Apart from this, the receipt of 200,000 yen in cash and gifts by unknown recipients was recognized.

[3] Other

- Two former executives of Takahama Nuclear Power Plant received gifts from Mr. Moriyama.
- One former executive of Central Transmission and Distribution Construction Office received a gift from Mr. Moriyama.
- One former executive of Kanden Sangyo Co., Ltd. (currently Kanden Realty and Development Co., Ltd.) received cash and gifts worth 100,000 yen from Mr. Moriyama.

3. Existence or otherwise of any other similar cases

The ongoing receipt of cash and gifts beyond the bounds of social etiquette from Mr. Moriyama and the suppliers in this case has not been recognized at companies other than those listed in Attachment 4-1-2-2 of the report on the investigation by the third-party committee and p.7 of the attached investigation report, and the similar receipt of cash and gifts problematic in terms of compliance has also not been recognized.