

Unaudited Financial Release (Consolidated) for the Year ended March 31, 2021

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 28, 2021

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 (URL <https://www.kepco.co.jp/>)
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I. Performance over the Year ended March 31, 2021 and 2020

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Year ended March 31</u>		<u>(Millions of Yen)</u>	
	2020	2021	<u>Change</u> 20/19	20/21
Operating Revenues	3,184,259	3,092,398	-3.7%	-2.9%
Operating Income	206,956	145,746	1.0%	-29.6%
Ordinary Income *	211,541	153,850	3.9%	-27.3%
Net Income attributable to owners of the parent	130,002	108,978	13.0%	-16.2%
Net Income per Share	145.55yen	122.02yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Year ended March 31, 2021:	129,881 million yen
Year ended March 31, 2020:	136,049 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>(Millions of yen)</u>	
	<u>As of</u> March 31, 2020	<u>As of</u> March 31, 2021
Total Assets	7,612,729	8,075,755
Net Assets	1,641,754	1,725,557
Equity Ratio	21.0%	20.9%

Notes: Equity capital

As of March 31, 2021:	1,684,528 million yen
As of March 31, 2020:	1,600,793 million yen

3. Statements of Cash Flows

(Millions of Yen)

	<u>Year ended March 31</u>	
	2019	2020
Net cash provided by Operating Activities	463,408	369,215
Net cash used in Investing Activities	-577,370	-660,755
Net cash provided by Financing Activities	211,222	325,643
Cash and Cash Equivalents, End of year	255,458	291,266

II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
FY 3/2020	25.00 yen	25.00 yen	50.00 yen
FY 3/2021	25.00 yen	25.00 yen	50.00 yen
FY 3/2022	25.00 yen	25.00 yen	50.00 yen

III. Financial Forecasts

(Billions of yen)

	4/21-3/22 (Forecasts)
Operating Revenues	2,500
Operating Income	90
Ordinary Income*	100
Net Income attributable to owners of the parent	70
Net Income per Share	78.38 yen

Notes: From FY 3/2022, we apply to “Accounting Standard for Revenue Recognition” (ASBJ Statement No.29), etc. and FY 3/2022 financial forecasts are also applied to them.

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, 2021:	938,733,028 shares
As of March 31, 2020:	938,733,028 shares
4. Number of Treasury stock

As of March 31, 2021:	45,616,692 shares
As of March 31, 2020:	45,589,484 shares
5. Number of Average stock

As of March 31, 2021:	893,130,560 shares
As of March 31, 2020:	893,162,445 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 (127,857 shares as of March 31, 2021). 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.

Notification

(Report the decision of specific measures and the progress of the business improvement plan)

We offer our most sincere apologies for the inconveniences and concern placed upon our customers, shareholders, investors and other parties involved regarding issues such as company executives and employees receiving cash and gifts from external stakeholder.

In response to the Business Improvement Order issued against The Kansai Electric Power Co., Inc. (KEPCO) on March 29, 2020 under the Electricity Business Act in connection with this issue, KEPCO developed a business improvement plan for recurrence prevention on March 30, 2020 and reported the decision of specific measures to prevent reoccurrences and the progress of them to the Ministry of Economy, Trade and Industry on June 29, October 13, 2020 and March 2, 2021.

For the detail of the progress of the Business Improvement Plan, please refer our website.

We will ensure the implementation of those measures. And then we will follow up the implementation in light of external objective perspectives and if we need, we will add the improvement measures.

All officers and employees will make best efforts for recovery of trust, with an unwavering resolve to create completely new KEPCO.

(The inspection by the Japan Fair Trade Commission)

In April, 2021, we were inspected by the Japan Fair Trade Commission (hereafter the “JFTC”) based on the Antimonopoly Act, on suspicion of the restricting to acquire customers in extra-high voltage and high voltage power service. On this occasion we accept the fact that the inspection was conducted in a solemn manner, and we will fully cooperate with the inspection of the JFTC.

Depending on the progress of this matter, this could affect our consolidated financial results. However, it is difficult to estimate the impacts rationally at present, and we do not reflect the impacts to our consolidated financial statements and forecasts.

< **Reference : Non-consolidated** >

Performance for the Years ended March 31, 2021 and 2020

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	(Millions of Yen)			
	<u>Year ended March 31</u>		<u>Change</u>	
	2020	2021	20/19	20/21
Operating Revenues	2,658,836	2,332,608	-4.9%	—
Operating Income	125,669	-5,768	-6.2%	—
Ordinary Income *	125,010	36,117	-4.2%	—
Net Income	79,100	39,503	-9.5%	—
Net Income per Share	88.53 yen	44.22 yen	—	—
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.

On April 1, 2020, The Kansai Electric Power Co., Inc. transferred its general power transmission and distribution business through company split to Kansai Transmission and Distribution, Inc. and that caused some gaps between FY 3/2021 and FY 3/2020 financial results. We omit to describe the change of 20/21 because we cannot draw a comparison between FY 3/2021 financial results and FY 3/2020 financial results appropriately.

2. Financial Position

	(Million Yen)	
	<u>As of March 31</u>	
	2020	2021
Total Assets	6,747,858	6,858,406
Net Assets	1,001,193	1,017,500
Equity Ratio	14.8%	14.8%
Net Assets per Share	1,120.61 yen	1,138.88 yen

Notes: Equity capital

As of March 31, 2021: 1,017,500 million yen

As of March 31, 2020: 1,001,193 million yen

On April 1, 2020, The Kansai Electric Power Co., Inc. transferred its general power transmission and distribution business through company split to Kansai Transmission and Distribution, Inc. and that caused some gaps between FY 3/2021 and FY 3/2020 financial results. We omit to describe the change of 20/21 because we cannot draw a comparison between FY 3/2021 financial results and FY 3/2020 financial results appropriately.

Electricity Sales

	(GWh)		
	Year-ended March 31, 2020	Year-ended March 31, 2021	Change (%)
Total electric sales	127,335	117,642	92.4
Retail electric sales	112,992	102,331	90.6
Residential	34,832	34,014	97.7
Commercial and Industrial	78,159	68,317	87.4
Electricity sales to non-utility companies	14,343	15,311	106.7

Notes: Total electricity sales indicates those in power generation and sales business.

Figures in FY 3/2020 are after adjusting of the impacts of spin-off the transmission and distribution business.

Some rounding errors may be observed.

[Power generation] (Sending end)

	(GWh)		
	Year-ended March 31, 2020	Year-ended March 31, 2021	Change (%)
Kansai Electric			
Hydroelectric	13,523	12,775	94.5
Fossil Fuel	57,916	61,437	106.1
Nuclear	26,717	15,335	57.4
Renewable energies	13	28	227.4
Purchased (sold) power from other companies	22,985	19,664	85.5
Power used for pumped storage	-2,570	-2,216	86.2
Total	118,221	107,024	90.3
Retail electric sales	112,992	102,331	90.6
Water run-off ratio (%)	98.6	96.5	—

Notes: Figures in FY 3/2020 are after adjusting of the impacts of spin-off the transmission and distribution business.

Some rounding errors may be observed.

Consolidated Balance Sheets

(Millions of yen)

Account	As of March 31, 2020	As of March 31, 2021
(Assets)		
Property	6,692,993	7,071,768
Utility facilities	3,149,339	3,492,389
Hydroelectric power production facilities	302,006	299,140
Thermal power production facilities	345,217	325,142
Nuclear power production facilities	387,506	747,453
Transmission facilities	779,561	773,564
Transformation facilities	407,537	416,558
Distribution facilities	806,399	804,741
General facilities	101,170	106,529
Other utility facilities	19,939	19,257
Other plant and equipment	835,160	834,888
Construction in progress	925,344	862,783
Construction and retirement in progress	772,345	684,652
Special account related to nuclear power decommissioning	65,038	59,074
Special account related to reprocessing of spent nuclear fuel	87,960	119,057
Nuclear fuel	509,313	528,442
Loaded nuclear fuel	65,873	72,593
Nuclear fuel in processing	443,439	455,848
Investments and other assets	1,273,835	1,353,264
Long-term investments	339,759	384,756
Investments in and advances to subsidiaries and associated companies	511,136	550,897
Deferred tax assets	348,883	326,785
Other	79,547	97,237
Allowance for doubtful accounts	-5,491	-6,411
Current assets	919,736	1,003,987
Cash and time deposits	279,542	249,281
Accounts receivable	286,481	327,142
Inventory assets	172,764	182,899
Other	183,096	266,219
Allowance for doubtful accounts	-2,148	-21,556
Total assets	7,612,729	8,075,755

Consolidated Balance Sheets

(million yen)

Account	As of March 31, 2020	As of March 31, 2021
(Liabilities)		
Long-term liabilities and reserves	4,257,078	4,575,034
Bonds	1,114,147	1,214,020
Long-term loans	2,014,195	2,230,511
Liability for retirement benefits	367,095	368,047
Asset retirement obligations	508,279	517,672
Deferred tax liabilities	3,440	4,924
Other	249,920	239,858
Current liabilities	1,686,464	1,749,177
Current maturities of long-term debt and other	544,846	585,827
Short-term borrowings	144,521	147,092
Commercial paper	296,000	300,000
Accounts payable	129,739	145,407
Accrued income taxes	65,546	69,381
Provision for loss on guarantees	14,876	1,738
Other current liabilities	490,933	499,730
Reserves under the special laws	27,431	25,985
Reserve for fluctuation in water levels	27,431	25,985
Total liabilities	5,970,974	6,350,197
(Net Assets)		
Shareholders' Equity	1,522,687	1,587,016
Paid in capital	489,320	489,320
Capital surplus	66,678	66,726
Retained earnings	1,063,517	1,127,814
Treasury stock	-96,828	-96,845
Accumulated other comprehensive income	78,106	97,511
Unrealized gain on available-for-sale securities	59,615	85,163
Deferred gain on derivatives under hedge accounting	14,173	11,179
Foreign currency translation adjustments	7,309	4,134
Defined retirement benefit plans	-2,992	-2,966
Non-controlling interests	40,960	41,029
Total net assets	1,641,754	1,725,557
Total liabilities and net assets	7,612,729	8,075,755

Consolidated Statements of Operations

(Millions of yen)

Account	Year ended March 31, 2020	Year ended March 31, 2021
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	3,184,259	3,092,398
Electric	2,505,441	2,387,836
Other	678,818	704,562
Operating expenses	2,977,303	2,946,652
Electric	2,384,507	2,338,607
Other	592,795	608,044
Operating Income	206,956	145,746
Non-Operating revenues and expenses		
Non-operating revenues	51,700	51,358
Dividends received	13,999	11,589
Interest revenue	2,042	742
Equity in earnings of associated companies	13,872	13,703
Other	21,785	25,322
Non-operating expenses	47,114	43,254
Interest expense	25,875	22,462
Other	21,238	20,792
Total ordinary revenues	3,235,959	3,143,757
Total ordinary expenses	3,024,417	2,989,906
Ordinary income	211,541	153,850
Provision for or reversal of reserve for fluctuation in water levels	-957	-1,446
Reversal of reserve for fluctuation in water levels	-957	-1,446
Extraordinary loss	24,141	—
Investment loss on subsidiaries and affiliates, etc.	24,141	—
Income before income taxes and minority interests	188,357	155,296
Income taxes-current	30,363	27,181
Income taxes-deferred	26,780	17,077
Income taxes	57,143	44,258
Net income	131,214	111,038
Net income attributable to non-controlling interests	1,211	2,060
Net income attributable to owners of the parent	130,002	108,978

Consolidated Statements of Comprehensive Income

(Millions of yen)

Account	Year ended March 31, 2020	Year ended March 31, 2021
Net income	131,214	111,038
Other comprehensive income		
Unrealized gain on available-for-sale securities	-20,139	20,496
Deferred gain on derivatives under hedge accounting	26,279	-4,288
Foreign currency translation adjustments	-1,884	-2,583
Defined retirement benefit plans	1,754	-730
Share of other comprehensive income of associates	-1,174	5,948
Total other comprehensive income	4,835	18,842
Comprehensive income	136,049	129,881
(Breakdown)		
Attributable to owners of the parent	132,569	128,383
Attributable to non-controlling interests	3,480	1,498