

## Unaudited Financial Release (Consolidated) for the Second Quarter

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

October 28, 2021

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

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

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

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### I. Performance over the Six -Months ended September 30, 2021 and 2020

(Figures are rounded down to the nearest million yen)

#### 1. Results of Operations

	(Million yen)			
	<u>Six -Months</u>		<u>Change</u>	
	<u>ended September 30</u>			
	2020	2021	20/19	21/20
Operating Revenues	1,502,795	1,258,894	-8.0%	-16.2%
Operating Income	149,518	111,131	2.8%	-25.7%
Ordinary Income *	154,363	127,012	-0.6%	-17.7%
Net Income attributable to owners of the parent	110,409	93,187	-2.4%	-15.6%
Net Income per Share	123.62yen	104.36yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Six -months ended September 30, 2021: 42,541 million yen

Six -months ended September 30, 2020: 117,831 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

	(Million yen)	
	As of March 31, 2021	As of September 30, 2021
Total Assets	8,075,755	8,300,639
Net Assets	1,725,557	1,750,378
Equity Ratio	20.9%	20.6%

Notes: Equity capital

As of September 30, 2021: 1,707,325 million yen

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

## II. Dividends

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

## III. Financial Forecasts

	(Billion yen) FY 3/2022(Forecasts)
Operating Revenues	2,500
Operating Income	90
Ordinary Income	100
Net Income attributable to owners of the parent	70
Net Income per Share	78.40 yen

## 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 September 30, 2021:	938,733,028 shares
As of March 31, 2021:	938,733,028 shares
4. Number of Treasury stock
 

As of September 30, 2021:	46,018,738 shares
As of March 31, 2021:	45,616,692 shares
5. Number of Average stock
 

As of September 30, 2021:	892,982,144 shares
As of September 30, 2020:	893,137,663 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 (515,236 shares as of September 30, 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)**

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 April 13 and July 13, 2021. 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** >

**Electricity sales**

	(GWh)		
	Six -months ended Sep. 30, 2020	Six -months ended Sep. 30, 2021	Change (%)
Total electric sales	59,613	58,930	98.9
Retail electric sales	51,263	48,837	95.3
Residential	16,116	14,552	90.3
Commercial and Industrial	35,146	34,285	97.6
Electricity sales to non-utility companies	8,351	10,093	120.9

Notes: Total electricity sales indicates those in energy business attributable to the parent company.  
Some rounding errors may be observed.

## Consolidated Balance Sheets

(Million yen)

Account	As of Mar. 31, 2021	As of Sep. 30, 2021
<b>(Assets)</b>		
Property	7,071,768	7,168,971
Utility facilities	3,492,389	3,501,061
Hydroelectric power production facilities	299,140	304,946
Thermal power production facilities	325,142	312,780
Nuclear power production facilities	747,453	759,320
Transmission facilities	773,564	768,372
Transformation facilities	416,558	417,842
Distribution facilities	804,741	813,141
General facilities	106,529	105,744
Other utility facilities	19,257	18,913
Other plant and equipment	834,888	852,912
Construction in progress	862,783	871,710
Construction and retirement in progress	684,652	692,273
Special account related to nuclear power decommissioning	59,074	57,103
Special account related to reprocessing of spent nuclear fuel	119,057	122,333
Nuclear fuel	528,442	517,843
Loaded nuclear fuel	72,593	64,110
Nuclear fuel in processing	455,848	453,732
Investments and other assets	1,353,264	1,425,443
Long-term investments	384,756	412,067
Investments in and advances to subsidiaries and associated companies	550,897	569,925
Deferred tax assets	326,785	339,710
Other	97,237	109,964
Allowance for doubtful accounts	-6,411	-6,224
Current assets	1,003,987	1,131,668
Cash and time deposits	249,281	194,517
Accounts receivable	327,142	-
Notes and accounts receivable - trade and contract assets	-	274,309
Short-term investments	43,108	113,458
Inventory assets	182,899	185,391
Other	223,111	383,691
Allowance for doubtful accounts	-21,556	-19,700
<b>Total assets</b>	<b>8,075,755</b>	<b>8,300,639</b>

## Consolidated Balance Sheets

(Million yen)

Account	As of Mar. 31, 2021	As of Sep. 30, 2021
<b>(Liabilities)</b>		
Long-term liabilities and reserves	4,575,034	4,629,366
Bonds	1,214,020	1,303,920
Long-term loans	2,230,511	2,179,319
Liability for retirement benefits	368,047	365,115
Asset retirement obligations	517,672	520,270
Deferred tax liabilities	4,924	5,581
Other	239,858	255,158
Current liabilities	1,749,177	1,894,909
Current maturities of long-term debt and other	585,827	520,287
Short-term borrowings	147,092	149,250
Commercial paper	300,000	510,000
Accounts payable	145,407	116,710
Accrued income taxes	69,381	62,702
Provision for loss on guarantees	1,738	1,659
Other	499,730	534,299
Reserves under the special laws	25,985	25,985
Reserve for fluctuation in water levels	25,985	25,985
<b>Total liabilities</b>	<b>6,350,197</b>	<b>6,550,261</b>
<b>(Net Assets)</b>		
Shareholders' Equity	1,587,016	1,663,976
Paid in capital	489,320	489,320
Capital surplus	66,726	66,726
Retained earnings	1,127,814	1,205,200
Treasury stock	-96,845	-97,271
Accumulated other comprehensive income	97,511	43,348
Unrealized gain on available-for-sale securities	85,163	93,649
Deferred gain on derivatives under hedge accounting	11,179	-62,898
Foreign currency translation adjustments	4,134	14,772
Defined retirement benefit plans	-2,966	-2,175
Non-controlling interests	41,029	43,053
<b>Total net assets</b>	<b>1,725,557</b>	<b>1,750,378</b>
<b>Total liabilities and net assets</b>	<b>8,075,755</b>	<b>8,300,639</b>

## Consolidated Statements of Operations

(Million yen)

Account	Six -months ended Sep.30, 2020	Six -months ended Sep.30, 2021
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	1,502,795	1,258,894
Electric	1,183,608	941,920
Other	319,186	316,974
Operating expenses	1,353,276	1,147,763
Electric	1,083,175	867,535
Other	270,101	280,227
Operating Income	149,518	111,131
Non-Operating revenues and expenses		
Non-operating revenues	18,952	30,517
Dividends received	4,436	6,557
Interest revenue	207	573
Gain on sale of non-current assets	135	6,372
Equity in earnings of associated companies	8,079	4,440
Other	6,092	12,573
Non-operating expenses	14,107	14,636
Interest expense	11,741	10,463
Other	2,365	4,172
Total ordinary revenues	1,521,747	1,289,412
Total ordinary expenses	1,367,384	1,162,400
Ordinary income	154,363	127,012
Provision for or reversal of reserve for fluctuation in water levels	-441	-
Reversal of reserve for fluctuation in water levels	-441	-
Income before income taxes and minority interests	154,805	127,012
Income taxes-current	23,947	21,067
Income taxes-deferred	20,299	12,028
Income taxes	44,246	33,096
Net Income	110,558	93,916
Net Income attributable to non-controlling interests	148	728
Net Income attributable to owners of the parent	110,409	93,187

## Consolidated Statements of Comprehensive Income

(Million yen)

Account	Six -months ended Sep.30, 2020	Six -months ended Sep.30, 2021
Net income	110,558	93,916
Other comprehensive income		
Unrealized gain on available-for-sale securities	8,951	7,941
Deferred gain on derivatives under hedge accounting	-1,938	△69,644
Foreign currency translation adjustments	-1,475	4,282
Defined retirement benefit plans	-924	740
Share of other comprehensive income of associates	2,660	5,305
Total other comprehensive income	7,273	△51,374
Comprehensive income	117,831	42,541
(Breakdown)		
Attributable to owners of the parent	117,765	39,823
Attributable to non-controlling interests	66	2,718