

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 (Osaka, Tokyo and Nagoya) for public inspection. These financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

July 31, 2007

Unaudited Financial Release (Consolidated) for the Three-Months Ended June 30, 2007

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I . Performance over the three-Months Ended June 30, 2007

(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>Year ended</u>
	2007	2006	<u>March 31</u>
Operating Revenues	596,245 (0.6%)	592,934 (2.7%)	2,596,371
Operating Income	53,046 (-24.7%)	70,410 (-23.5%)	271,644
Ordinary Income	43,804 (-25.8%)	59,043 (-20.1%)	231,676
Net Income	31,498 (-9.8%)	34,923 (-29.8%)	147,935
Net Income per Share	34.01yen	37.69yen	159.69yen
Fully Diluted Net Income per Share	—	37.36yen	159.51yen

Notes: Figures in brackets are changes from the same period of the previous year.

2. Financial Position

	<u>As of June 30</u>		(Million yen)
	<u>As of June 30</u>		<u>As of March 31</u>
	2007	2006	2007
Total Assets	6,736,114	6,758,456	6,827,230
Net Assets	1,887,275	1,795,001	1,877,355
Equity ratio	27.9%	26.5%	27.4%
Net Assets per share	2,032.50yen	1,937.41yen	2,021.60yen

3. Statements of Cash Flows

	(Million yen)		
	<u>Three-Months</u> <u>ended</u> <u>Jun. 30, 2007</u> 2007	<u>Three-Months</u> <u>ended</u> <u>Jun. 30, 2006</u> 2006	<u>Year ended</u> <u>Mar. 31, 2007</u> 2007
Net cash provided by Operating Activities	82,017	116,768	541,771
Net cash used in Investing Activities	-72,455	-80,527	-306,885
Net cash used in Financing Activities	-48,943	-19,029	-186,068
Cash and Cash Equivalents, End of year	65,386	72,934	104,691

II. Earnings Forecasts

	(Billion Yen)	
	<u>Six-months ending September 30</u> 2007	<u>Year ending March 31</u> 2008
Operating Revenues	1,310	2,630
Operating Income	150	220
Ordinary Income	130	180
Net Income	88	117
Net Income per Share	95.02yen	126.33yen

Notes:

Financial forecasts are subject to change depending upon the changes of business environments and other conditions.

Forecasts on operating income, ordinary income for both half-year and fiscal year are revised down from the previous forecasts in April 2007, mainly due to increase of fossil fuel cost under severe dry weather. However, forecasts on net income for both half-year and fiscal year are not revised due to the reversal of reserve for fluctuations in water level.

III. Summary of Significant Accounting Policies

1.Changes in major consolidated subsidiaries: None

2.Adoption of simplified methods in accounting practices: None

3 Difference in accounting methods between the latest consolidated financial year and that to this three-months ended June 30 :

Accounting standards of depreciation is changed under the amendment of Corporate Tax Law.

< Reference : Non-consolidated >

I. Performance over the three-Months Ended June 30, 2007

(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>Year ended</u>
	2007	2006	<u>March 31</u>
Operating Revenues	553,519	554,303	2,396,869
	(-0.1 %)	(3.2%)	
Operating Income	47,732	64,090	228,210
	(-25.5%)	(-26.7%)	
Ordinary Income	39,092	53,899	189,389
	(-27.5%)	(-23.6%)	
Net Income	29,324	32,084	117,667
	(-8.6%)	(-33.7%)	
Net Income per Share	31.65yen	34.62yen	126.97yen

Notes:

Figures in brackets are changes from the same period of the previous year.

2. Financial Position

	<u>As of June 30</u>		(Million Yen)
			<u>As of March 31</u>
	2007	2006	2007
Total Assets	6,121,627	6,178,437	6,188,913
Net Assets	1,663,917	1,603,112	1,656,407
Equity ratio	27.2%	25.9%	26.8%
Net Assets per share	1,795.99yen	1,729.69yen	1,787.75yen

II. Earnings Forecasts

	<u>Six-months ending September 30</u>		(Billion Yen)
			<u>Year ending March 31</u>
	2007		2008
Operating Revenues	1,210		2,420
Operating Income	140		190
Ordinary Income	120		150
Net Income	81		97
Net Income per Share	87.43yen		104.70yen

Notes:

Financial forecasts are subject to change depending upon the changes of business environments and other conditions.

Forecasts on operating income, ordinary income for both half-year and fiscal year are revised down from the previous forecasts in April 2007, mainly due to increase of fossil fuel cost under severe dry weather. However, forecasts on net income for both half-year and fiscal year are not revised due to the reversal of reserve for fluctuations in water level.

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2007	As of Jun. 30, 2007	Increase/ Decrease	As of Jun. 30, 2006
(Assets)				
Property	6,339,556	6,298,996	-40,560	6,338,359
Utility facilities	4,101,348	4,042,877	-58,471	4,237,843
Hydroelectric power production facilities	402,076	396,336	-5,739	416,797
Thermal power production facilities	501,395	488,796	-12,598	537,887
Nuclear power production facilities	360,680	349,013	-11,667	362,105
Transmission facilities	1,300,948	1,284,112	-16,836	1,354,552
Transformation facilities	463,444	459,106	-4,337	479,719
Distribution facilities	915,265	910,972	-4,292	924,061
General facilities	134,909	132,169	-2,740	139,355
Other utility facilities	22,628	23,369	-258	23,363
Other plant and equipment	482,510	481,750	-759	478,090
Construction in progress	279,543	302,375	22,832	251,032
Nuclear fuel	483,774	484,932	1,158	502,922
Loaded nuclear fuel	93,726	96,074	2,348	85,510
Nuclear fuel in processing	390,048	388,857	-1,190	417,411
Investments and other assets	992,380	987,060	-5,319	868,470
Long-term investments	318,168	335,981	17,813	305,599
Reserve fund for reprocessing of irradiated nuclear fuel	183,371	168,021	-15,349	83,597
Deferred tax assets	275,659	267,859	-7,800	283,842
Other	216,698	216,698	—	196,815
Allowance for doubtful accounts	-1,517	-1,500	16	-1,383
Current assets	487,674	437,118	-50,555	420,096
Cash and time deposits	127,641	75,628	-52,013	97,695
Accounts receivable	158,833	141,820	-17,013	129,165
Inventory assets	91,000	103,208	12,208	—
Deferred tax assets	20,719	16,583	-4,135	20,237
Other current assets	91,618	101,913	10,294	175,282
Allowance for doubtful accounts	-2,138	-2,035	103	-2,284
Total assets	6,827,230	6,736,114	-91,116	6,758,456

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2007	As of Jun. 30, 2007	Increase/ Decrease	As of Jun. 30, 2006
(Liabilities)				
Long-term liabilities and reserves	4,079,257	3,995,765	-83,492	4,078,170
Bond	1,436,018	1,378,478	-57,540	1,302,700
Long-term loans	1,290,749	1,263,880	-26,869	1,436,454
Liability for retirement benefits	348,896	345,309	-3,586	370,531
Reserve for reprocessing of irradiated nuclear fuel	665,795	666,149	353	645,738
Reserve for reprocessing of irradiated nuclear fuel without definite plans	13,138	14,421	1,282	—
Reserve for decommissioning of nuclear power units	260,406	262,797	2,390	252,311
Deferred tax liabilities	95	96	1	91
Other	64,156	64,631	475	70,343
Current liabilities	862,076	852,827	-9,249	874,480
Current maturities of long-term debt and other	370,034	316,620	-53,413	399,236
Short-term borrowings	105,849	105,750	-99	125,110
Commercial papers	—	110,000	110,000	70,000
Accounts payable	94,597	99,748	5,150	86,198
Accrued income tax	69,448	42,786	-26,662	39,745
Deferred tax liabilities	337	360	23	386
Other current liabilities	221,808	177,560	-44,248	153,803
Reserve by special laws	8,541	246	-8,294	10,804
Reserve for fluctuations in water level	8,541	246	-8,294	10,804
Total liabilities	4,949,875	4,848,839	-101,036	4,963,455

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2007	As of Jun. 30, 2007	Increase/ Decrease	As of Jun. 30, 2006
(Net Assets)				
Shareholders' equity	1,751,866	1,755,349	3,482	1,667,560
Paid in capital	489,320	489,320	—	489,320
Capital surplus	66,676	66,685	9	66,634
Retained earnings	1,268,880	1,272,582	3,701	1,183,676
Treasury stock	-73,011	-73,239	-228	-72,070
Unrealized gains and Adjustment	120,547	127,018	6,471	122,684
Net unrealized gain on available-for-sale securities	105,194	110,240	5,046	107,968
Deferred gains and losses on hedges	15,157	16,570	1,413	14,680
Foreign currency translation adjustments	195	207	12	35
Minority interest	4,941	4,907	-34	4,755
Total net asset	1,877,355	1,887,275	9,920	1,795,001
Total liabilities and net assets	6,827,230	6,736,114	-91,116	6,758,456

Consolidated Statements of Income

(million yen)

Account		Three-Months ended Jun. 30, 2006	Three-Months ended June. 30, 2007	Increase/ Decrease	Year ended Mar. 31, 2007	
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	592,934	596,245	3,310	2,596,371
		Electric	540,895	539,725	-1,170	2,338,194
		Other	52,038	56,520	4,481	258,177
		Operating expenses	522,523	543,198	20,675	2,324,726
		Electric	473,679	492,201	18,521	2,100,685
		Other	48,844	50,997	2,153	224,041
		(Operating income)	70,410	53,046	-17,364	271,644
	Non-operating revenues and expenses	Non-operating revenues	4,344	5,626	1,282	30,687
		Dividends receivable	1,960	1,921	-39	4,131
		Interests receivable	421	958	536	2,424
		Equity in earnings of associated companies	689	875	185	3,688
		Other	1,272	1,872	599	20,443
		Non-operating expenses	15,711	14,868	-842	70,655
		Interest expense	14,631	14,021	-610	60,885
	Other	1,079	847	-232	9,770	
	Total ordinary revenues	597,278	601,871	4,593	2,627,059	
	Total ordinary expenses	538,235	558,067	19,832	2,395,382	
	Ordinary income	59,043	43,804	-15,239	231,676	
	Provision for (Reversal of) reserve for fluctuations in water level	2,161	-8,294	-10,456	-101	
	Income before income taxes and minority interests	56,882	52,098	-4,783	231,778	
	Income taxes-current	14,322	12,292	-2,029	74,716	
	Income taxes-deferred	7,511	8,209	697	8,378	
	Minority interest in net income(loss)	125	98	-26	748	
	Net income	34,923	31,498	-3,425	147,935	

Consolidated Statements of Cash Flows

(million yen)

Account	Three-months ended Jun. 30, 2006	Three-months ended Jun. 30, 2007	Increase/ Decrease	Year ended Mar. 31, 2007
Operating Activities				
Income before income taxes and minority interest	56,882	52,098	-4,783	231,778
Depreciation and amortization	93,478	93,889	410	378,057
Amortization of nuclear fuel	11,087	9,919	-1,167	47,511
Loss on disposal of property, plant and equipment	1,635	2,153	517	12,680
Nuclear fuel transferred to reprocessing costs	7,061	3,390	-3,671	25,496
Increase (decrease) in liability for retirement benefits	-6,481	-3,586	2,894	-27,663
Provision for reprocessing of irradiated nuclear fuel	-3,937	353	4,291	16,119
Provision for reprocessing of irradiated nuclear fuel without definite plans	—	1,282	1,282	13,138
Provision for decommissioning of nuclear power units	2,556	2,390	-165	10,652
Provision for (Reversal of) reserve for fluctuations in water level	2,161	-8,294	-10,456	-101
Interest revenue and dividends received	-2,382	-2,879	-497	-6,555
Interest expense	14,631	14,021	-610	60,885
Reserve fund for reprocessing of irradiated nuclear fuel	52,705	15,349	-37,356	-47,068
Accounts receivable	18,702	17,013	-1,688	-13,819
Inventory assets	—	-12,208	-12,208	-29,826
Accounts payable	-12,878	5,150	18,028	-3,665
Other	-66,013	-63,971	2,042	11,161
Sub total	169,209	126,072	-43,136	678,779
Receipt of interest and cash dividends	3,411	3,582	171	7,654
Interest paid	-21,462	-20,002	1,459	-62,710
Income tax paid	-34,389	-27,635	6,754	-81,951
Net cash provided by operating activities	116,768	82,017	-34,750	541,771
Investing activities				
Purchases of property, plant and equipment	-68,340	-87,898	-19,558	-293,903
Payment for investments and advances	-9,074	-9,405	-330	-66,247
Proceeds from sales or collections of investments and advances	3,122	9,308	6,185	44,614
Proceeds from sale of subsidiary stocks with change of a connection range	—	—	—	1,614
Payment by taking over business	—	—	—	-3,550
Net (increase) decrease in time deposits and other	-9,152	12,365	21,517	-7,402
Other	2,916	3,174	258	17,988
Net cash used in investing activities	-80,527	-72,455	8,071	-306,885

Account	Three-months ended Jnu. 30, 2006	Three-months ended Jun. 30, 2007	Increase/ Decrease	Year ended Mar. 31, 2007
Financing Activities				
Proceeds from issuance of bonds	39,851	49,613	9,761	183,905
Redemption of bonds	-63,915	-62,394	1,521	-139,545
Proceeds from long-term debt	54,000	7,700	-46,300	121,143
Repayments of long-term debt	-65,835	-130,808	-64,973	-245,604
Proceeds from short-term borrowings	68,473	68,738	265	246,394
Repayments of short-term borrowings	-94,159	-67,833	26,326	-291,246
Proceeds from issuance of commercial papers	100,000	137,000	37,000	390,000
Repayments of commercial papers	-30,000	-27,000	3,000	-390,000
Purchases of treasury stock	-135	-246	-110	-1,184
Dividends paid	-27,332	-23,724	3,607	-60,208
Other	24	12	-12	277
Net cash used in financing activities	-19,029	-48,943	-29,914	-186,068
Foreign currency translation adjustments on cash and cash equivalents	-89	75	165	62
Net increase (decrease) in cash and cash equivalents	17,122	-39,305	-56,428	48,880
Cash and cash equivalents, beginning of year	55,811	104,691	48,880	55,811
Cash and cash equivalents, end of year	72,934	65,386	-7,547	104,691

Non-Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2007	As of Jun. 30, 2007	Increase/ Decrease
(Assets)			
Property	5,836,299	5,796,259	-40,040
Utility facilities	4,201,873	4,142,619	-59,253
Hydroelectric power production facilities	406,814	401,003	-5,811
Thermal power production facilities	503,907	491,222	-12,684
Nuclear power production facilities	363,455	351,713	-11,741
Internal combustion engine power production facilities	2,058	1,980	-77
Transmission facilities	1,320,600	1,303,546	-17,054
Transformation facilities	470,519	466,198	-4,320
Distribution facilities	976,781	972,227	-4,554
General facilities	137,124	134,299	-2,825
Facilities loaned	20,610	20,427	-182
Incidental business facilities	21,751	21,960	209
Non-operating facilities	5,326	5,272	-54
Construction in progress	280,106	303,803	23,696
Nuclear fuel	483,774	484,932	1,158
Loaded nuclear fuel	93,726	96,074	2,348
Nuclear fuel in processing	390,048	388,857	-1,190
Investments and other assets	843,467	837,670	-5,796
Long-term investments	274,693	289,383	14,689
Investments in and advances to subsidiaries and associated companies	132,682	135,376	2,693
Reserve fund for reprocessing of irradiated nuclear fuel	183,371	168,021	-15,349
Long-term prepaid expenses	19,492	19,307	-184
Deferred tax assets	233,400	225,767	-7,632
Allowance for doubtful accounts	-172	-185	-13
Current assets	352,614	325,367	-27,246
Cash and time deposits	93,832	49,926	-43,906
Accounts receivable	115,071	110,581	-4,489
Other accounts receivable	11,788	10,544	-1,243
Fuel, materials and supplies	59,716	70,279	10,563
Prepaid expenses	1,178	9,067	7,889
Short-term receivables from subsidiaries and associated companies	19,945	28,921	8,976
Deferred tax assets	14,796	11,852	-2,944
Other current assets	38,113	35,975	-2,138
Allowance for doubtful accounts	-1,828	-1,781	47
Total assets	6,188,913	6,121,627	-67,286

Non-Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2007	As of Jun. 30, 2007	Increase/ Decrease
(Liabilities)			
Long-term liabilities and reserves	3,761,925	3,678,098	-83,826
Bond	1,436,818	1,379,378	-57,440
Long-term loans	998,950	974,632	-24,317
Long-term obligations	6,643	6,529	-113
Long-term obligations to subsidiaries and affiliates	24	24	—
Liability for retirement benefits	341,257	337,130	-4,126
Reserve for reprocessing of irradiated nuclear fuel	665,795	666,149	353
Reserve for reprocessing of irradiated nuclear fuel without definite plans	13,138	14,421	1,282
Reserve for decommissioning of nuclear power units	260,406	262,797	2,390
Other	38,890	37,034	-1,855
Current liabilities	762,040	779,364	17,324
Current maturities of long-term debt	316,945	262,660	-54,284
Short-term borrowings	96,750	96,750	—
Commercial papers	—	110,000	110,000
Accounts payable-trade	60,774	78,437	17,663
Other accounts payable	17,825	17,590	-234
Accrued expenses	91,889	57,407	-34,482
Accrued income tax	57,628	40,321	-17,307
Deposits received	7,690	13,574	5,884
Short-term obligations to subsidiaries and affiliates	81,384	73,882	-7,501
Advances received	16,414	18,292	1,878
Reserve for bonus to directors and corporate auditors	110	—	-110
Other current liabilities	14,626	10,446	-4,179
Reserve by special laws	8,541	246	-8,294
Reserve for fluctuations in water level	8,541	246	-8,294
Total liabilities	4,532,506	4,457,709	-74,796

Non-Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2007	As of Jun. 30, 2007	Increase/ Decrease
(Net asset)			
Shareholders' equity	1,554,728	1,556,037	1,309
Paid in capital	489,320	489,320	—
Capital surplus	67,072	67,082	9
Additional paid-in capital	67,031	67,031	—
Other capital surplus	41	51	9
Retained earnings	1,071,214	1,072,742	1,528
Legal reserves	122,330	122,330	—
Other retained earnings	948,884	950,412	1,528
Reserve for losses on overseas investment, etc.	167	167	—
Reserve for adjustment of cost fluctuation	207,000	207,000	—
General reserve	530,000	590,000	60,000
Retained earnings carried forward	211,717	153,245	-58,471
Treasury stock	-72,879	-73,107	-228
Unrealized gains and Adjustment	101,678	107,879	6,200
Net unrealized gain on available-for-sale securities	87,009	91,846	4,837
Deferred gains and losses on hedges	14,669	16,033	1,363
Total net assets	1,656,407	1,663,917	7,510
Total liabilities and net assets	6,188,913	6,121,627	-67,286

Non-Consolidated Statements of Income

(million yen)

Account		Three-months ended Jun 30, 2006	Three-Months Ended Jun. 30,2007	Increase/ Decrease		
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	554,303	553,519	-783	
		Electricity business revenues	543,555	542,296	-1,258	
		Residential	217,998	212,254	-5,744	
		Commercial and industrial	310,556	313,234	2,677	
		Sold power to other utilities	4,012	1,956	-2,056	
		Sold power to other companies	2,202	4,551	2,348	
		Transmission revenues	1,981	3,005	1,023	
		Settlement revenues among utilities	434	453	19	
		Other electricity revenues	5,903	6,409	505	
		Revenues from loaned facilities	464	431	-33	
		Incidental business revenues	10,748	11,223	475	
		Steam supply business revenues	487	1,019	531	
		Gas supply business revenues	7,828	7,796	-32	
		Fuel supply business revenues	1,052	835	-216	
		Other	1,379	1,571	192	
		-----		490,213	505,786	15,573
			Operating expenses	477,969	494,855	16,885
			Electricity business expenses	15,532	15,006	-526
			Hydro electric power production expenses	101,811	126,533	24,721
			Thermal power production expenses	70,027	76,216	6,189
			Nuclear power production expenses	667	254	-412
			Internal combustion engine power production expenses	28,963	17,618	-11,344
			Purchased power from other utilities	68,075	68,415	340
			Purchased power from other companies	42,260	40,827	-1,433
			Transmission expenses	20,277	20,221	-56
			Transformation expenses	50,479	51,026	547
			Distribution expenses	23,480	24,975	1,495
			Selling expenses	261	238	-23
			Cost of loaned facilities	35,994	34,235	-1,758
			General and administrative expenses	14,057	13,285	-772
			Promotion of power-resources development tax	6,106	6,023	-83
			Enterprise tax	-26	-22	4
	Transferred cost of electricity for construction and incidental business	12,243	10,931	-1,312		
	Incidental business expenses	—	—	—		
	Heat supply business expenses	501	1,070	568		
	Steam supply business expenses	8,434	7,860	-573		
	Gas supply business expenses	1,044	828	-215		
	Fuel supply business expenses	2,262	1,171	-1,091		
	Other	64,090	47,732	-16,357		
	(Operating income)					

Non-Consolidated Statements of Income

(million yen)

Account		Three-months ended Jun. 30,2006	Three-months ended Jun. 30,2007	Increase/ Decrease	
Ordinary revenues and expenses	Non-operating revenues and expenses	Non-operating revenues	4,319	5,168	848
		Financial revenues	3,394	3,589	195
		Dividends receivable	3,018	2,656	-362
		Interest receivable	375	933	557
		Other non-operating revenues	925	1,578	653
	Non-operating expenses	Non-operating expenses	14,509	13,808	-700
		Financial expenses	13,644	13,118	-526
		Interest expenses	13,496	12,965	-530
		Bond issue expenses	—	152	152
		Amortization of bond issue expenses	132	—	-132
Amortization of bond issue discount	16	—	-16		
Other non-operating expenses	864	690	-174		
Total ordinary revenues		558,622	558,688	65	
Total ordinary expenses		504,722	519,595	14,873	
Ordinary income		53,899	39,092	-14,807	
Provision for (Reversal of) reserve for fluctuations in water level		2,161	-8,294	-10,456	
Income before income taxes		51,738	47,387	-4,351	
Income taxes-current		13,298	10,996	-2,301	
Income taxes-deferred		6,355	7,066	710	
Net income		32,084	29,324	-2,760	