

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

October 30, 2009

### **Unaudited Financial Release (Consolidated) for the Six-Months Ended September 30, 2009**

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

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

(URL <http://www.kepcoco.jp>)

Company Representative: Shosuke Mori, President and Director

Contact: Momosuke Ozuku, General Manager, Office of Financing and Accounting

Tel:+81-6-6441-8821

### I. Performance over the Six-Months Ended September 30, 2009

(Figures are rounded down to the nearest million yen)

#### 1. Results of Operations (Accumulated)

	(Million yen)	
	<u>Six-Months</u>	
	<u>Ended September 30</u>	
	2009	2008
Operating Revenues	1,299,193	1,392,014
	(-6.7%)	—
Operating Income (loss)	206,728	-73,126
	—	—
Ordinary Income (loss)	195,804	-80,467
	—	—
Net Income (loss)	127,747	-52,488
	—	—
Net Income(loss) per Share	140.35yen	-57.54yen
Fully Diluted Net Income (loss) per Share	—	—

Notes:

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

#### 2. Financial Position

	(Million yen)	
	<u>As of September 30</u>	<u>As of March 31</u>
	2009	2009
Total Assets	6,990,596	6,970,120
Net Assets	1,823,458	1,706,710
Equity ratio	26.0%	24.4%
Net Assets per share	1,994.85yen	1,868.08yen

## II. Dividends

	<u>Interim dividend per share</u>	<u>Year-end dividend per share</u>	<u>Annual dividend per share</u>
Fiscal 2009	30.00 yen	30.00 yen	60.00 yen
Fiscal 2010	30.00 yen	—	—
Fiscal 2010 (Forecast)	—	30.00 yen	60.00 yen

## III. Earnings Forecasts

	(Billion Yen) <u>Year ending March 31</u> 2010
Operating Revenues	2,610
Operating Income	205
Ordinary Income	173
Net Income	113
Net Income per Share	124.15yen

Notes:

### 1. Major factors for Earnings Forecasts

Electricity Sales	141.4billion kWh
Exchange rate per U.S. dollar	Approx. ¥95
CIF crude oil price per barrel	Approx. \$66
Nuclear capacity factor	78.0%
Water run-off ratio	97.2%

2. Operating revenues remain unrevised from the previous forecasts in July 30, 2009. However, operating income, ordinary income and net income are revised down from the previous forecasts in July 30, 2009 mainly due to increase of fossil fuel costs.

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

## IV. Other

- Number of share outstanding (included Treasury stock)  
As of September 30, 2009: 954,698,728      As of March 31, 2009: 954,698,728
- Number of Treasury stock  
As of September 30, 2009: 44,514,143      As of March 31, 2009: 44,484,261
- Number of Average stock  
As of September 30, 2009: 910,195,071      As of September 30, 2008: 912,180,094

**Reference: Earnings Forecasts (Non-consolidated)**

	(Billion Yen)
	<u>Year ending March 31</u>
	2010
Operating Revenues	2,350
Operating Income	160
Ordinary Income	130
Net Income	78
Net Income per Share	85.67yen

Notes:

1. Major factors for Earnings Forecasts, refer to page 2 about major factors.
  2. Operating revenues are revised down from the previous forecasts in July 30,2009 mainly due to decrease of electricity sales.  
Operating income, ordinary income, and net income are revised down from the previous forecasts in July 30,2009 mainly due to increase of fossil fuel costs.
- \* Financial forecasts are subject to change depending upon the changes of business environments and other conditions.

## Consolidated Balance Sheets

(million yen)

Account	As of Sep. 30, 2009	As of Mar. 31, 2009
<b>(Assets)</b>		
Property	6,449,733	6,429,519
Utility facilities	3,748,180	3,750,513
Hydroelectric power production facilities	358,169	365,801
Thermal power production facilities	433,722	407,409
Nuclear power production facilities	330,168	322,441
Transmission facilities	1,163,881	1,176,838
Transformation facilities	431,749	435,377
Distribution facilities	879,602	887,025
General facilities	128,585	133,661
Other utility facilities	22,301	21,956
Other plant and equipment	569,837	544,074
Construction in progress	405,238	457,844
Nuclear fuel	503,216	507,223
Loaded nuclear fuel	69,704	81,961
Nuclear fuel in processing	433,512	425,262
Investments and other assets	1,223,260	1,169,863
Long-term investments	285,643	265,657
Reserve fund for reprocessing of irradiated nuclear fuel	366,519	358,297
Deferred tax assets	320,482	319,281
Other	252,185	228,788
Allowance for doubtful accounts	-1,571	-2,162
Current assets	540,863	540,601
Cash and time deposits	84,094	69,600
Accounts receivable	158,428	166,567
Inventory assets	117,474	128,898
Deferred tax assets	27,439	29,162
Other current assets	155,379	148,432
Allowance for doubtful accounts	-1,953	-2,060
<b>Total assets</b>	<b>6,990,596</b>	<b>6,970,120</b>

## Consolidated Balance Sheets

(million yen)

Account	As of Sep. 30, 2009	As of Mar. 31, 2009
<b>(Liabilities)</b>		
Long-term liabilities and reserves	4,232,745	4,261,604
Bond	1,557,802	1,507,902
Long-term loans	1,218,940	1,318,850
Liability for retirement benefits	343,402	339,918
Reserve for reprocessing of irradiated nuclear fuel	666,548	663,596
Reserve for reprocessing of irradiated nuclear fuel without definite plans	29,072	24,830
Reserve for decommissioning of nuclear power units	319,382	312,675
Deferred tax liabilities	35	221
Other	97,561	93,609
Current liabilities	934,392	1,001,805
Current maturities of long-term debt and other	411,961	413,351
Short-term borrowings	132,200	133,237
Commercial papers	—	90,000
Accounts payable	87,080	96,400
Accrued income taxes	103,074	40,190
Deferred tax liabilities	1	—
Other current liabilities	200,073	228,624
<b>Total liabilities</b>	<b>5,167,137</b>	<b>5,263,409</b>

## Consolidated Balance Sheets

(million yen)

Account	As of Sep. 30, 2009	As of Mar. 31, 2009
<b>(Net Assets)</b>		
Shareholders' Equity	1,777,651	1,677,505
Paid in capital	489,320	489,320
Capital surplus	66,634	66,634
Retained earnings	1,317,832	1,217,625
Treasury stock	-96,136	-96,075
Unrealized gains and Adjustment	38,032	22,850
Net unrealized gain on available-for-sale securities	29,706	25,989
Deferred gains and losses on hedges	11,948	10,708
Foreign currency translation adjustments	-3,622	-13,847
Minority interests	7,774	6,355
Total net asset	1,823,458	1,706,710
Total liabilities and net assets	6,990,596	6,970,120

## Consolidated Statements of Income

(million yen)

Account		Six-Months ended Sep. 30, 2008	Six-Months ended Sep. 30, 2009	
Ordinary revenues and expenses	Operating revenues and expenses	Operating revenues	1,392,014	1,299,193
		Electric	1,244,177	1,154,541
		Other	147,837	144,651
		Operating expenses	1,465,141	1,092,464
		Electric	1,333,921	971,908
		Other	131,219	120,555
		(Operating (loss) income)	-73,126	206,728
	Non-operating revenues and expenses	Non-operating revenues	23,813	19,204
		Dividends received	2,414	4,645
		Interests revenue	2,923	3,661
		Equity in earnings of associated companies	2,223	3,410
		Other	16,251	7,486
		Non-operating expenses	31,154	30,128
		Interest expense	27,348	27,920
Other	3,805	2,207		
Total ordinary revenues		1,415,828	1,318,397	
Total ordinary expenses		1,496,296	1,122,592	
Ordinary (loss) income		-80,467	195,804	
(Loss) income before income taxes and minority interests		-80,467	195,804	
Income taxes-current		5,424	69,433	
Income taxes-deferred		-33,412	-1,383	
Income taxes		-27,988	68,050	
Minority interests in net (loss) income		9	7	
Net (loss) income		-52,488	127,747	

**Consolidated Statements of Cash Flows**

(million yen)

Account	Six-months ended Sep. 30, 2008	Six-months ended Sep. 30, 2009
<b>Operating Activities</b>		
(Loss)Income before income taxes and minority interests	-80,467	195,804
Depreciation and amortization	180,043	195,580
Amortization of nuclear fuel	16,952	—
Loss on disposal of property, plant and equipment	6,078	4,246
Nuclear fuel transferred to reprocessing costs	6,781	6,743
Increase in liability for retirement benefits	3,301	3,483
Provision for reprocessing of irradiated nuclear fuel	20,874	2,951
Provision for reprocessing of irradiated nuclear fuel without definite plans	1,983	4,241
Provision for decommissioning of nuclear power units	4,706	6,707
Interest revenue and dividends received	-5,338	-8,306
Interest expense	27,348	27,920
Gain on sales of securities	-11,135	—
Reserve fund for reprocessing of irradiated nuclear fuel	-6,478	-8,221
Increase(decrease) in notes and accounts receivable-trade	-13,500	8,139
Increase in inventory assets	-19,555	—
Decrease in notes and accounts payable-trade	-6,075	-8,824
Other	-43,426	5,993
Sub total	82,091	436,460
Receipt of interest and cash dividends	6,196	9,200
Interest paid	-27,483	-28,003
Income tax (paid) returned	-7,071	6,152
Net cash provided by operating activities	53,732	423,810
<b>Investing activities</b>		
Purchases of property, plant and equipment	-222,791	-212,229
Payment for investments and advances	-34,550	-41,462
Proceeds from sales or collections of investments and advances	14,838	12,190
Other	3,524	-116
Net cash used in investing activities	-238,979	-241,618



## Consolidated Statements of Cash Flows

(million yen)

Account	Six-months ended Sep. 30, 2008	Six-months ended Sep. 30, 2009
<b>Financing Activities</b>		
Proceeds from issuance of bonds	189,103	89,611
Redemption of bonds	-167,200	-159,900
Proceeds from long-term debt	135,660	90,239
Repayments of long-term debt	-114,292	-71,939
Proceeds from short-term borrowings	149,389	145,342
Repayments of short-term borrowings	-115,004	-147,386
Proceeds from issuance of commercial papers	774,000	267,000
Repayments of commercial papers	-633,000	-357,000
Purchases of treasury stock	-19,518	—
Dividends paid	-27,559	-27,284
Other	-3	1,005
Net cash provided by (used in) financing activities	171,574	-170,311
Foreign currency translation adjustments on cash and cash equivalents	1,050	2,627
Net increase (decrease) in cash and cash equivalents	-12,621	14,507
Cash and cash equivalents, beginning of year	82,913	69,753
Cash and cash equivalents, end of Year	70,292	84,261

## Revenues and Expenses(Non-Consolidated)

	Six-Months ended Sep. 30		(B) - (A)	(B)/(A)	Percentage of total	
	2008 (A)	2009 (B)			(A)	(B)
	¥ million	¥ million	¥ million	%	%	%
Ordinary revenues (Operating revenues)	1,305,667 (1,284,482)	1,204,229 (1,187,433)	-101,437 (-97,049)	92.2 (92.4)	100.0 (98.4)	100.0 (98.6)
Residential	483,658	466,722	-16,935	96.5	37.0	38.8
Commercial and industrial	723,130	661,230	-61,899	91.4	55.4	54.9
Sub total	1,206,788	1,127,952	-78,835	93.5	92.4	93.7
Other	98,878	76,276	-22,601	77.1	7.6	6.3
Ordinary expenses	1,405,875	1,027,180	-378,695	73.1	100.0	100.0
Personnel expenses	118,391	118,293	-97	99.9	8.4	11.5
Fuel	417,624	145,407	-272,216	34.8	29.7	14.2
Back-end expenses of nuclear power	64,867	51,706	-13,160	79.7	4.6	5.0
Maintenance	126,083	121,861	-4,222	96.7	9.0	11.9
Taxes other than income Taxes	75,867	71,877	-3,989	94.7	5.4	7.0
Depreciation	149,303	156,884	7,580	105.1	10.6	15.3
Purchased power	248,893	177,292	-71,600	71.2	17.7	17.3
Interest expenses	25,371	25,310	-61	99.8	1.8	2.5
Other	179,472	158,546	-20,926	88.3	12.8	15.3
Ordinary(loss) income (Operating(loss) income)	-100,208 (-93,730)	177,049 (187,293)	277,257 (281,024)	— (—)	/	
(loss)Income before income taxes	-100,208	177,049	277,257	—		
Income taxes	-34,324	63,528	97,852	—		
Net(loss) income	-65,883	113,520	179,404	—		

Net (loss)income per share	-72.20yen	124.68yen
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