

July 28, 2008

The Kansai Electric Power Co., Inc.

Notice of Revision of the Financial Forecasts for FY ending March 31, 2009

(Consolidated and Non-consolidated)

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

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Kansai Electric Power Co., Inc. (the Company) announces that the Company has revised its financial forecasts for FY ending March 31, 2009 (from April 1, 2008 to March 31, 2009) announced on April 30, 2008, based on recent circumstances and its performance as below.

1. Revision of the Financial Forecasts

(1) Consolidated

For the six months ending September 30, 2008 (from April 1, 2008 to September 30, 2008)

(billion yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A)	1,380	33	23	11	11.98yen
Revised Forecast (B)	1,380	-85	-95	-64	-70.16yen
Difference (B-A)	—	-118	-118	-75	—
Change (%)	—	—	—	—	—
(Reference) Previous FY Interim (actual)	1,334.1	162.7	142.8	94.9	102.49yen

For the year ending March 31, 2009 (from April 1, 2008 to March 31, 2009)

(billion yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A)	2,800	145	115	69	75.12yen
Revised Forecast (B)	2,850	-52	-82	-55	-60.35yen
Difference (B-A)	+50	-197	-197	-124	—
Change (%)	+1.8%	—	—	—	—
(Reference) Previous FY (actual)	2,689.3	187.1	152.4	85.2	92.39yen

(2) Non-Consolidated

For the six months ending September 30, 2008 (from April 1, 2008 to September 30, 2008)

(billion yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A)	1,270	20	10	4	4.35yen
Revised Forecast (B)	1,270	-100	-110	-73	-80.00yen
Difference (B-A)	—	-120	-120	-77	—
Change (%)	—	—	—	—	—
(Reference) Previous FY Interim (actual)	1,232.6	146.6	128.1	85.2	92.06yen

For the year ending March 31, 2009 (from April 1, 2008 to March 31, 2009)

(billion yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A)	2,570	110	80	46	50.07yen
Revised Forecast (B)	2,620	-90	-120	-81	-88.85yen
Difference (B-A)	+50	-200	-200	-127	—
Change (%)	+1.9%	—	—	—	—
(Reference) Previous FY (actual)	2,478.5	145.5	110.9	55.4	60.05yen

2. Reason for the Revision

The Company revised its financial forecasts for the following reasons.

- Increase in fossil fuel cost due to recent sharp rise of fuel price.
- Increase in fossil fuel cost due to more generated power from thermal power plants, resulting largely from covering the influence of the extension of inspection period for Ohi Unit 3.

(Amount of the impact will be 30.0 billion yen for the six months ending September 30, 2008, and 39.0 billion yen for the year ending March 31, 2009.)

<Major Factors (for the year)>

	Previous Forecast (A)	Revised Forecast (B)	Change (B-A)
Electricity Sales (TWh)	149.2	149.2	—
Exchange rate [TTM] (yen/\$)	Approx. 105	Approx. 109	+Approx. 4
All Japan CIF Crude Oil Price (\$/barrel)	Approx. 95	Approx. 121	+Approx. 26
Nuclear Capacity Factor (%)	75.8	71.5	-4.3
Water Run-off Ratio (%)	100.0	97.7	-2.3

The Company has unchanged dividend forecasts for the year ending March 31, 2009, based on the basic policy to maintain stable profit distribution to shareholders.

(Notes)

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