

Participation in the Natural Gas-fired Power Plant Project
in the State of Indiana, U.S.A.

December 11th, 2018
The Kansai Electric Power Co., Inc.

The Kansai Electric Power Co., Inc. (“Kansai”) has entered into an agreement through its subsidiary, KPIC USA, LLC (“KPIC USA”), with a fund managed by Ares EIF Management, LLC (“Ares EIF”) to jointly complete development of the second phase of St. Joseph Energy Center (“SJEC”), a proposed 710MW gas-fired combined-cycle power plant in the state of Indiana, which will supply electricity to the MISO market. By entering into the agreement, KPIC USA will acquire 20% of the equity capital of the SJEC’s second phase.

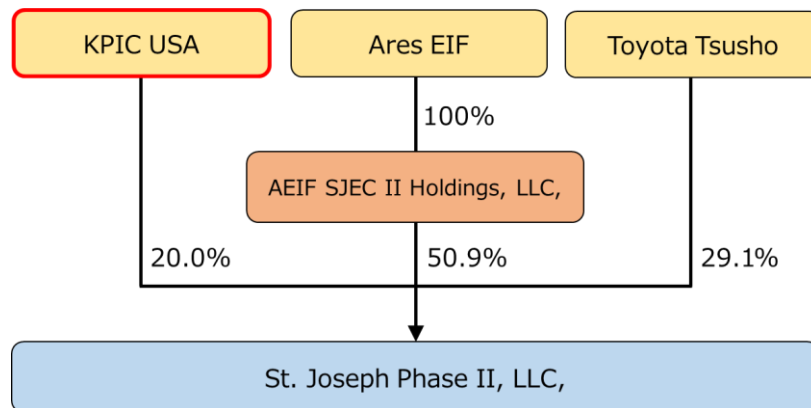
This joint venture represents Kansai’s first US IPP investment outside of the deregulated markets, as well as the company’s first development stage investment. The investment also marks Kansai’s fourth power investment in that market. SJEC is anticipated to commence construction in 2020 and achieve commercial operations in 2023.

Kansai is committed and proactive in its overseas utility industry expansion efforts, both in North America and around the globe. The company is focused on leveraging its technological capability and expertise developed through its core domestic Japanese business, to drive robust growth via the international segment.

Appendix: Overview of Natural Gas-fired Power Plant Project in the State of Indiana, U.S.A.

Overview of Natural Gas-fired Power Project in the State of Indiana, U.S.A.

- (1) Name of Plant : St. Joseph Phase II
- (2) Site Location : St. Joseph county, State of Indiana,
the United States
- (3) Technology : Natural gas-fired combined-cycle
- (4) Generation Capacity : approx. 710MW
- (5) Start of construction : 2020 (target)
- (6) Start of commercial Operation : 2023 (target)
- (7) Electricity Sale: MISO market (plan)
- (8) Project Partners (plan):
 - KPIC USA :20.0%
 - Ares EIF :50.9%
 - Toyota Tsusho :29.1%



< Profiles of Project Participants >

◇ Ares EIF Management, LLC

CEO and President : Michael Arougheti

Head Office : 2000 Avenue of the Stars, Los Angeles, United States

Establishment : 1987

Business Scope : Diversified global alternative asset manager, with a dedicated team specializing in power and energy infrastructure investments

◇ Toyota Tsusho Corporation

CEO and President : Ichiro Kashitani

Head Office : 9-8, Meieki 4-chome, Nakamura-ku, Nagoya, Japan

Establishment : 1948

Business Scope : Trading unit for the Toyota Group, which includes Toyota Motor

◇ The Kansai Electric Power Co., Inc.

President and Director : Shigeki Iwane

Establishment : 1951

Head Office : 3-6-16, Nakanoshima, Kita-ku, Osaka, Japan

Business Scope : Electric power, Heat supply, Telecommunications, Gas supply, etc.