

March 1, 2019

THE CHUGOKU ELECTRIC POWER CO., INC.

**Notice Regarding Reset of Conversion Price for Zero Coupon
Convertible Bonds due 2020**

THE CHUGOKU ELECTRIC POWER CO., INC. hereby announces the reset of conversion price for the Zero Coupon Convertible Bonds due 2020 issued on March 2, 2015 (the “Bonds”).

1. Reset of Conversion Price

Name of issue	Conversion Price before the reset	Conversion Price after the reset
Zero Coupon Convertible Bonds due 2020	¥1,993	¥1,794

2. Effective date

March 12, 2019

3. Reason for the reset

Reset of Conversion Price of the Bonds pursuant to the Conditions of the Bonds, due to the fact that the average of the Closing Price of the Shares for 30 consecutive Trading Days up to and including the Reset Calculation Date (March 1, 2019), rounded upwards to the nearest one yen, was at least one yen less than the Conversion Price in effect on the Reset Calculation Date; provided, however, that the Conversion Price shall not be reset as a result of such calculation to below the Floor Reset Price (¥1,794), and where the Conversion Price would, but for this proviso, be reduced to less than the Floor Reset Price, the revised Conversion Price shall be the Floor Reset Price.