

Unaudited Financial Release (Consolidated) for the Third Quarter

The information below is an English translation of extracts from Unaudited Financial Release (Consolidated) for the fiscal year that has been filed with the major Japanese stock exchanges (Tokyo) for public inspection. These financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

January 31, 2020

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I . Performance over the Nine-months Ended December 31, 2019 and 2018

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Nine-Months</u>		<u>Change</u>	
	<u>Ended December 31</u>			
	2018	2019	18/17	19/18
Operating Revenues	2,384,214	2,361,308	5.6%	-1.0%
Operating Income	128,413	168,800	-33.5%	31.5%
Ordinary Income *	135,642	187,548	-28.6%	38.3%
Net Income attributable to owners of the parent	84,743	135,912	-38.8%	60.4%
Net Income per Share	94.87yen	152.17yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Nine-months ended December 31, 2019: 148,906 million yen
 Nine-months ended December 31, 2018: 61,811 million yen

Notes: Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.

2. Financial Position

	<u>(Million Yen)</u>	
	<u>As of</u>	<u>As of</u>
	<u>March 31, 2019</u>	<u>December 31, 2019</u>
Total Assets	7,257,363	7,456,260
Net Assets	1,532,946	1,655,448
Equity Ratio	20.9%	21.7%

Notes: Equity capital

As of December 31, 2019: 1,617,549 million yen
 As of March 31, 2019: 1,514,244 million yen

II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
FY 2019	25.00 yen	25.00yen	50.00 yen
FY 2020	25.00 yen	25.00yen(Forecast)	50.00 yen(Forecast)

III. Financial Forecasts

	(Billion Yen) 4/19-3/20 (Forecasts)
Operating Revenues	3,250
Operating Income	200
Ordinary Income*	200
Net Income attributable to owners of the parent	140
Net Income per Share	156.75yen

Notes: Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.

IV. Other

1. Change in major consolidated subsidiaries: None
2. Difference in accounting methods from the latest consolidated financial year: None
3. Number of shares outstanding (included Treasury stock)

As of December 31, 2019:	938,733,028 shares
As of March 31, 2019:	938,733,028 shares
4. Number of Treasury stock

As of S December 31, 2019:	45,574,977 shares
As of March 31, 2019:	45,561,730 shares
5. Number of Average stock

Nine-months ended December 31, 2019:	893,166,532 shares
Nine-months ended December 31, 2018:	893,262,630 shares

Notes: We have adopted BIP (Board Incentive Plan) Trust mechanism, and the number of treasury stock at year end includes our shares held by said trust account (137,733 shares as of December 31, 2019). Additionally, our shares held by said trust account are included in treasury stock that is deducted in the calculation of the number of average stock.

Notification

(Establishment of Third- party Committee)

We offer our most sincere apologies for the inconveniences and concern placed upon our customers, shareholders, investors and other parties involved, regarding issues that our executives and employees received cash and gifts from external stakeholder.

We established a third-party committee consisting of only neutral and unbiased members independent of the Company.

The third-party committee shall be established and operated in compliance with “third-party committee guidelines involving corporate scandals, etc.” of the Japan Federation of Bar Associations.

Along with conducting an objective and thorough investigation, the third party committee will find the cause of the problems and carefully consider how to prevent reoccurrence and report the findings to us. We will let you know the results as soon as we find out.

The Company will continue to respond earnestly to investigations by the third-party committee, and make every possible effort to restore trust while taking measures to prevent any recurrence.

< Reference : Non-consolidated >

Financial Forecasts (Non-consolidated)

	(Billion Yen) 4/19-3/20 (Forecasts)
Operating Revenues	2,710
Operating Income	130
Ordinary Income *	130
Net Income	95
Net Income per Share	106.33yen

Notes: Ordinary Income means Income before Provision for/Reversal of Reserve for Fluctuations in Water Level, Special Item and Income Taxes.

Electricity sales

			(GWh) Change (%)
	Nine-months ended December 31, 2018	Nine-months ended December 31, 2019	
Total electric sales	96,824	91,034	-6.0
Retail electric sales	86,204	84,009	-2.5
Residential	26,037	24,191	-7.1
Commercial and Industrial	60,168	59,818	-0.6
Electricity sales to other utility and non-utility companies	10,620	7,025	-33.9

Notes: Some rounding errors may be observed.

Not including imbalance electric energy, which is not yet determined as at the end of the term.

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2019	As of Dec. 31, 2019
(Assets)		
Property	6,426,676	6,517,487
Utility facilities	3,175,092	3,147,405
Hydroelectric power production facilities	287,637	301,291
Thermal power production facilities	374,364	350,124
Nuclear power production facilities	390,501	383,502
Transmission facilities	790,303	785,550
Transformation facilities	407,612	407,079
Distribution facilities	803,893	805,882
General facilities	100,211	93,860
Other utility facilities	20,567	20,113
Other plant and equipment	827,236	817,537
Construction in progress	709,077	775,798
Construction and retirement in progress	579,917	645,971
Special account related to nuclear power decommissioning	73,025	67,035
Special account related to reprocessing of spent nuclear fuel	56,134	62,791
Nuclear fuel	506,278	502,163
Loaded nuclear fuel	69,576	67,546
Nuclear fuel in processing	436,702	434,617
Investments and other assets	1,208,991	1,274,583
Long-term investments	337,233	346,088
Investments in and advances to subsidiaries and associated companies	456,672	523,084
Deferred tax assets	372,906	348,202
Other	44,650	59,991
Allowance for doubtful accounts	-2,471	-2,784
Current assets	830,687	938,772
Cash and time deposits	180,628	283,113
Accounts receivable	312,519	282,006
Inventory assets	163,937	164,898
Other	176,133	210,879
Allowance for doubtful accounts	-2,531	-2,125
Total assets	7,257,363	7,456,260

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2019	As of Dec. 31, 2019
(Liabilities)		
Long-term liabilities and reserves	4,062,102	4,289,946
Bonds	1,060,282	1,114,200
Long-term loans	1,864,563	2,036,786
Liability for retirement benefits	369,472	365,959
Asset retirement obligations	501,354	505,028
Deferred tax liabilities	1,831	955
Other	264,598	267,016
Current liabilities	1,633,925	1,483,656
Current maturities of long-term debt and other	532,364	589,610
Short-term borrowings	146,096	145,298
Commercial paper	270,000	168,000
Accounts payable	125,429	86,835
Accrued income taxes	66,875	72,228
Reserve for restoration costs of natural disaster	2,104	591
Other current liabilities	491,055	421,091
Reserves under the special laws	28,389	27,209
Reserve for fluctuation in water levels	28,389	27,209
Total liabilities	5,724,417	5,800,812
(Net Assets)		
Shareholders' Equity	1,438,839	1,528,587
Paid in capital	489,320	489,320
Capital surplus	66,656	66,658
Retained earnings	979,669	1,069,428
Treasury stock	-96,806	-96,820
Accumulated other comprehensive income	75,404	88,961
Unrealized gain on available-for-sale securities	82,937	82,006
Deferred gain on derivatives under hedge accounting	-9,514	2,987
Foreign currency translation adjustments	9,015	6,468
Defined retirement benefit plans	-7,034	-2,499
Non-controlling interests	18,702	37,899
Total net assets	1,532,946	1,655,448
Total liabilities and net assets	7,257,363	7,456,260

Consolidated Statements of Operations

(million yen)

Account	Nine-months ended Dec.31, 2018	Nine-months ended Dec.31, 2019
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	2,384,214	2,361,308
Electric	1,945,752	1,872,433
Other	438,462	488,875
Operating expenses	2,255,801	2,192,508
Electric	1,861,947	1,769,907
Other	393,853	422,601
Operating Income	128,413	168,800
Non-Operating revenues and expenses		
Non-operating revenues	43,030	42,619
Dividends received	8,375	11,096
Interest revenue	1,570	1,414
Equity in earnings of associated companies	8,811	12,826
Other	24,271	17,282
Non-operating expenses	35,800	23,871
Interest expense	23,612	19,666
Other	12,188	4,205
Total ordinary revenues	2,427,244	2,403,928
Total ordinary expenses	2,291,602	2,216,379
Ordinary income	135,612	187,548
Provision for or reversal of reserve for fluctuation in water levels	271	-1,179
Provision for reserve for fluctuation in water levels	271	—
Reversal of reserve for fluctuation in water levels	—	-1,179
Extraordinary loss	13,008	—
Loss on disaster	13,008	—
Income before income taxes and minority interests	122,362	188,728
Income taxes-current	15,962	29,256
Income taxes-deferred	21,608	22,498
Income taxes	37,570	51,755
Net Income	84,791	136,973
Net Income attributable to non-controlling interests	47	1,061
Net Income attributable to owners of the parent	84,743	135,912

Consolidated Statements of Comprehensive Income

(million yen)

Account	Nine-months ended Dec.31, 2018	Nine-months ended Dec.31, 2019
Income before minority interests	84,791	136,973
Other comprehensive income		
Unrealized gain on available-for-sale securities	-11,462	-1,809
Deferred gain on derivatives under hedge accounting	-11,845	11,116
Foreign currency translation adjustments	-322	-2,567
Defined retirement benefit plans	2,625	1,627
Share of other comprehensive income of associates	-1,974	3,564
Total other comprehensive income	-22,979	11,932
Comprehensive income	61,811	148,906
(Breakdown)		
Attributable to owners of the parent	61,995	149,334
Attributable to non-controlling interests	-183	-427