The information shown below is an English translation of the "Dai-ni-shihanki Kessan Tanshin", the Consolidated Financial Report of the six months period ended September 30, 2019.

※The "Dai-ni-shihanki Kessan Tanshin" in Japanese is the official document. This English translation is prepared for convenience.

Consolidated Quarterly Financial Report [Japanese Standard]
(Financial Report of the six months period ended September 30, 2019)

October 31, 2019

Name of Listed Company : THE CHUGOKU ELECTRIC POWER CO., INC. Stock Exchange Listed : Tokyo
Code : 9504 (URL : http://www.energia.co.jp/)
Representative : Mareshige Shimizu, Representative Director President & Chief Executive Officer
Contact : Junya Tokunaga, Manager, Accounting Section, Corporate Finance and Procurement Division
TEL : +81-82-241-0211

Scheduled submission date of financial report (Only in Japanese) : November 11, 2019
Date to start dividend payments (Scheduled) : November 29, 2019
Supporting document of FY2020 second-quarter financial results : Yes
Investors meeting for FY2020 second-quarter financial results : Yes

(Figures are rounded down to the million)

1. Consolidated financial results for the six months period ended September 30, 2019 (April 1, 2019 - September 30, 2019)

(1) Consolidated operating results (% : the rate of change in comparison with the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	million yen	%	million yen	%	million yen	%	million yen	%
2nd period ended September 30, 2019	682,330	-0.8	33,727	100.4	30,940	159.7	85,434	-
2nd period ended September 30, 2018	687,525	5.8	16,832	-25.1	11,914	-38.6	3,044	-81.3

(Note) Comprehensive income : 2nd period ended September 30, 2019 83,455 million yen (- %)
2nd period ended September 30, 2018 3,113 million yen (-80.8 %)

	Earnings per share	EPS after adjusting residual securities
	yen	yen
2nd period ended September 30, 2019	248.18	193.14
2nd period ended September 30, 2018	8.84	6.78

*Since the year-on-year rate of change in net income attributable to owners of the parent and comprehensive income are over 1,000%, "-" is indicated.

(2) Consolidated financial standing

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
2nd period ended September 30, 2019	3,386,266	633,535	18.6
Year ended March 31, 2019	3,261,665	558,655	17.0

(Reference) Shareholders' equity : 2nd period ended September 30, 2019 630,336 million yen
Year ended March 31, 2019 555,507 million yen

2. Dividends

	Dividends per share				
	1st period	2nd period	3rd period	End of year	Total
	yen	yen	yen	yen	yen
Year ended March 31, 2019	-	25.00	-	25.00	50.00
Year ending March 31, 2020	-	25.00			
Year ending March 31, 2020 (Forecasts)			-	25.00	50.00

(Note) Revisions to forecasts of dividends at the end of this period : None

3. Forecasts of consolidated financial results for the fiscal year 2020 (April 1, 2019 - March 31, 2020)

(% : the rate of change in comparison with the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Fiscal 2020	1,353,000	-1.7	42,000	115.1	36,000	183.8	89,000	677.5	258.54

(Note) Revisions to forecasts of financial results at the end of this period : Yes

＊ Others

(1) Changes in range of consolidated subsidiaries : None

(2) Adoption of simple ways in accounting procedure or specific ways of preparing the quarterly financial statements : Yes

Note : Calculation of Tax Expenses

Estimated rate is applied to net income for the quarterly period to calculate estimated tax expenses.

(3) Changes in accounting principles, changes in accounting estimates and restatements

① Changes associated with the revision of accounting standards	: None
② Changes other than the above	: Yes
③ Changes in accounting estimates	: Yes
④ Restatements	: None

Note : We changed depreciation method for tangible fixed assets from the declining balance method to the straight line method from FY2020.
As a result of this change, operation income increased by 10,509 million yen and ordinary income and profit before income taxes increased by 10,439 million yen in the 2nd quarter compared to the conventional method.

(4) Number of shares issued (Common shares)

① Number of shares issued (including treasury shares)	End of September, 2019	371,055,259	End of March, 2019	371,055,259
② Number of treasury shares	End of September, 2019	26,818,198	End of March, 2019	26,813,562
③ Average number of shares outstanding	End of September, 2019	344,239,229	End of September, 2018	344,252,268

＊ This financial report is not under coverage of audit by certified public accountants or audit corporations.

＊ Explanation concerning appropriate use of forecasts, other special notes

All non-empirical information above is projected based on facts available to company management at the time of the release of this document.

A number of factors may cause actual performance to differ from projections.

Supporting document of FY2020 second-quarter financial results has been updated on our web site on the same day.
(http://www.energia.co.jp/e/ir/info/financial_rep.html)

We will hold the Investors Meeting for FY2020 Second Quarter Financial Results on November 7, 2019.
Materials used in this meeting will be posted on our web site after the meeting. (http://www.energia.co.jp/e/ir/info/investors.html)

(Reference) Forecasts of non-consolidated financial results for the fiscal year 2020 (April 1, 2019 – March 31, 2020)

(% : the rate of change in comparison with the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Fiscal 2020	1,250,000	−2.4	36,000	219.0	30,000	334.3	85,000	898.7	246.73

(Note) Revisions to forecasts of financial results at the end of this period : Yes

＊ Additional information

Reversal of a provision for depreciation of nuclear power plants according to proclamation of partial amendment of the Ministerial Ordinance concerning Provision for Depreciation of Nuclear Power Plants

1. Content
The Ministerial Ordinance concerning Provision for Depreciation of Nuclear Power Plants (Ministry of Economy, Trade and Industry Ordinance No.20 of 2007, "the Ministerial Ordinance") was amended pursuant to proclamation of an Ordinance Partially Amending the Ministerial Ordinance on July 26, 2019, which become effective on August 2, 2019 ("the Amended Ministerial Ordinance").
According to the Amended Ministerial Ordinance, electricity generation utilities subject to the Ministerial Ordinance shall be utilities that apply the declining balance method to tangible fixed assets.
Therefore, since the effective date, we are no longer an electricity generation utility subject to the Ministerial Ordinance as the Company changed the depreciation method for tangible fixed assets from the declining balance method to the straight-line method from April 1, 2019.
As a result, we reversed the balance of provision for depreciation of nuclear power plants as of September 30, 2019.

2. Reversal amount
86,739 million yen
*Of this amount, ¥457 million was recorded in the six months (April 1, 2019 – September 30, 2019).

3. Amount of effect to the consolidated profit (loss)

Following this reversal, profit before income taxes for the six months ending September 30, 2019 increased by ¥86,739 million as a result of providing reversal for depreciation of nuclear power plants.