

The information shown below is an English translation of the “Denki Ryokin Neage no Kento Chakushu ni Kansuru Oshirase”, notice regarding commencement of consideration of raising electricity rates.
※The “Denki Ryokin Neage no Kento Chakushu ni Kansuru Oshirase” in Japanese is the official document. This English translation is prepared for convenience.

September 13, 2022

Name of Listed Company : THE CHUGOKU ELECTRIC POWER CO., INC.
Code : 9504
Representative : Natsuhiko Takimoto, Representative Director President & Chief Executive Officer
Contact : Takuya Kojo, Manager, Business Policy and Strategy Group, Corporate Planning Division
TEL : +81-82-241-0211

Notice Regarding Commencement of Consideration of Raising Electricity Rates

1. Background and objectives

Due to the rapid increase in fuel and electricity market prices as a result of the situation in Ukraine particularly, we expect fuel cost adjustment caps in regulated rates to continue to be exceeded, and we also expect further deterioration in profitability in the liberalized sector beyond FY2022 when the sector posted a loss.

We are making our utmost efforts to improve group-wide efficiency and to minimize the risk of fluctuations in income/expense in order to achieve a recovery in business performance. However, the price hikes are not expected to settle down yet, and if this situation continues, we will not be able to procure fuel and invest in power facilities, which could affect the stable supply of electricity.

2. Outlook for the future

In light of these circumstances, we have decided to commence consideration of raising all electricity rates, including regulated sector.

The results of consideration will be announced when they are finalized.