

Unaudited Financial Release (Consolidated) for the First 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.

July 31, 2020

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I. Performance over the Three-Months ended June 30, 2020 and 2019

(Figures are rounded down to the nearest million yen)

1. Results of Operations

	<u>Three-Months</u> <u>ended June 30</u>		(Million Yen) <u>Change</u>	
	2019	2020	19/18	20/19
Operating Revenues	785,838	701,449	6.8%	-10.7%
Operating Income	59,074	48,555	53.2%	-17.8%
Ordinary Income *	62,727	50,041	63.3%	-20.2%
Net Income attributable to owners of the parent	45,575	35,921	70.7%	-21.2%
Net Income per Share	51.03yen	40.22yen	—	—
Fully Diluted Net Income per Share	—	—	—	—

Comprehensive income

Three-months ended June 30, 2020:	46,126 million yen
Three-months ended June 30, 2019:	45,710 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

	As of	(Million Yen) As of
	March 31, 2020	June 30, 2020
Total Assets	7,612,729	7,669,542
Net Assets	1,641,754	1,665,283
Equity Ratio	21.0%	21.2%

Notes: Equity capital

As of June 30, 2020:	1,623,848 million yen
As of March 31, 2020:	1,600,793 million yen

II. Dividends

	Interim dividend per share	Year-end dividend per share	Annual dividend per share
FY 2020	25.00 yen	25.00yen	50.00 yen
FY 2021 (Forecast)	—	—	—

Notes: The dividend forecasts is undecided because it is difficult situation to forecast the business outlook.

III. Financial Forecasts

	(Billion Yen) 4/20-3/21 (Forecasts)
Operating Revenues	—
Operating Income	—
Ordinary Income*	—
Net Income attributable to owners of the parent	—
Net Income per Share	—

Notes: Because the effects in all business activities including the electricity demand by the spread of COVID-19 are not foreseen, the operating revenue and income are not decided. The forecasts will be disclosed promptly when we could calculate the financial forecasts.

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 June 30 2020:	938,733,028 shares
As of March 31, 2020:	938,733,028 shares
4. Number of Treasury stock

As of June 30, 2020:	45,591,557 shares
As of March 31, 2020:	45,589,484 shares
5. Number of Average stock

As of June 30, 2020:	893,139,012 shares
As of March 31, 2020:	893,168,487 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 (131,225 shares as of June 30, 2020). 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

(Report the decision of specific measures and the progress of the business improvement plan)

We offer our most sincere apologies for the inconveniences and concern placed upon our customers, shareholders, investors and other parties involved, especially those of the region, regarding issues such as company executives and employees receiving cash and gifts from a former deputy mayor of Takahama Town.

In response to the Business Improvement Order issued against The Kansai Electric Power Co., Inc. (KEPCO) on March 29, 2020 under the Electricity Business Act in connection with this issue, KEPCO developed a business improvement plan for recurrence prevention on March 30, 2020 and reported the decision of specific measures to prevent reoccurrences and the progress of them to the Ministry of Economy, Trade and Industry on June 29.

For the detail of the progress of the Business Improvement Plan, please refer our website.

We will determine what specific measures should be taken, and will ensure and follow up the implementation of those measures. All officers and employees will be committed to further management reform and renewal.

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Performance for three-months ended June 30, 2020 and 2019

(Figures are rounded down to the nearest million yen)

Electricity sales

			(GWh)
	Three-months ended Jun. 30, 2019	Three-months ended Jun. 30, 2020	Change (%)
Total electric sales	30,604	26,971	88.1
Retail electric sales	27,194	23,503	86.4
Residential	7,872	7,451	94.7
Commercial and Industrial	19,322	16,051	83.1
Electricity sales to non-utility companies	3,410	3,468	101.7

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2020	As of Jun. 30, 2020
(Assets)		
Property	6,692,993	6,727,539
Utility facilities	3,149,339	3,162,408
Hydroelectric power production facilities	302,006	301,464
Thermal power production facilities	345,217	346,890
Nuclear power production facilities	387,506	385,412
Transmission facilities	779,561	784,536
Transformation facilities	407,537	416,522
Distribution facilities	806,399	804,991
General facilities	101,170	102,820
Other utility facilities	19,939	19,769
Other plant and equipment	835,160	843,690
Construction in progress	925,344	930,929
Construction and retirement in progress	772,345	773,999
Special account related to nuclear power decommissioning	65,038	63,041
Special account related to reprocessing of spent nuclear fuel	87,960	93,888
Nuclear fuel	509,313	511,768
Loaded nuclear fuel	65,873	60,361
Nuclear fuel in processing	443,439	451,406
Investments and other assets	1,273,835	1,278,742
Long-term investments	339,759	354,301
Investments in and advances to subsidiaries and associated companies	511,136	513,154
Deferred tax assets	348,883	335,511
Other	79,547	81,615
Allowance for doubtful accounts	-5,491	-5,839
Current assets	919,736	942,002
Cash and time deposits	279,542	260,231
Accounts receivable	286,481	293,757
Inventory assets	172,764	180,875
Other	183,096	209,303
Allowance for doubtful accounts	-2,148	-2,165
Total assets	7,612,729	7,669,542

Consolidated Balance Sheets

(million yen)

Account	As of Mar. 31, 2020	As of Jun. 30, 2020
(Liabilities)		
Long-term liabilities and reserves	4,257,078	4,360,999
Bonds	1,114,147	1,094,147
Long-term loans	2,014,195	2,167,400
Liability for retirement benefits	367,095	368,021
Asset retirement obligations	508,279	509,891
Deferred tax liabilities	3,440	3,880
Other	249,920	237,658
Current liabilities	1,686,464	1,596,478
Current maturities of long-term debt and other	544,846	536,463
Short-term borrowings	144,521	145,852
Commercial paper	296,000	363,000
Accounts payable	129,739	105,631
Accrued income taxes	65,546	72,301
Provision for loss on guarantees	14,876	13,676
Other current liabilities	490,933	359,553
Reserves under the special laws	27,431	26,780
Reserve for fluctuation in water levels	27,431	26,780
Total liabilities	5,970,974	6,004,259
(Net Assets)		
Shareholders' Equity	1,522,687	1,536,307
Paid in capital	489,320	489,320
Capital surplus	66,678	66,715
Retained earnings	1,063,517	1,077,099
Treasury stock	-96,828	-96,827
Accumulated other comprehensive income	78,106	87,541
Unrealized gain on available-for-sale securities	59,615	68,274
Deferred gain on derivatives under hedge accounting	14,173	15,334
Foreign currency translation adjustments	7,309	6,406
Defined retirement benefit plans	-2,992	-2,473
Non-controlling interests	40,960	41,434
Total net assets	1,641,754	1,665,283
Total liabilities and net assets	7,612,729	7,669,542

Consolidated Statements of Operations

(million yen)

Account	Three-months ended Jun.30, 2019	Three-months ended Jun.30, 2020
Ordinary revenues and expenses		
Operating revenues and expenses		
Operating revenues	785,838	701,449
Electric	612,354	544,927
Other	173,483	156,522
Operating expenses	726,763	652,893
Electric	578,659	520,644
Other	148,103	132,249
Operating Income	59,074	48,555
Non-Operating revenues and expenses		
Non-operating revenues	11,779	9,125
Dividends received	3,654	2,709
Interest revenue	422	38
Equity in earnings of associated companies	4,110	3,809
Other	3,592	2,568
Non-operating expenses	8,127	7,639
Interest expense	6,733	5,817
Other	1,394	1,822
Total ordinary revenues	797,618	710,575
Total ordinary expenses	734,890	660,533
Ordinary income	62,727	50,041
Provision for or reversal of reserve for fluctuation in water levels	-1,353	-651
Reversal of reserve for fluctuation in water levels	-1,353	-651
Income before income taxes and minority interests	64,080	50,693
Income taxes-current	5,522	4,494
Income taxes-deferred	12,795	10,186
Income taxes	18,317	14,681
Net Income	45,762	36,011
Net Income attributable to non-controlling interests	187	89
Net Income attributable to owners of the parent	45,575	35,921

Consolidated Statements of Comprehensive Income

(million yen)

Account	Three-months ended Jun.30, 2019	Three-months ended Jun.30, 2020
Income before minority interests	45,762	36,011
Other comprehensive income		
Unrealized gain on available-for-sale securities	-1,484	7,005
Deferred gain on derivatives under hedge accounting	-194	1,661
Foreign currency translation adjustments	-201	-653
Defined retirement benefit plans	555	483
Share of other comprehensive income of associates	1,272	1,617
Total other comprehensive income	-52	10,114
Comprehensive income	45,710	46,126
(Breakdown)		
Attributable to owners of the parent	45,661	45,356
Attributable to non-controlling interests	48	769