

# Consolidated Financial Report for Nine Months Ended December 31, 2004

The information shown below is an English translation of extracts from the Dai-3-Shihanki Zaimu/Gyouseki no Gaikyou (Renketsu) (Consolidated Financial Report for the Nine Months Ended December 31, 2004).

CHUBU ELECTRIC POWER COMPANY, INCORPORATED (Feb 7, 2005)

Code:9502

Financial Report for the 9-months Period ended Dec 31, 2004

(Consolidated)

Contact :Toshihiko Suzuki, Manager, IR Section

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Unit Stock: 100 shares per unit

TEL: 81-52-951-8211

URL: <http://www.chuden.co.jp/english/>

Adoptation of U.S. accounting standard : None

Note: FY 2005 starts on April 1, 2004 and ends on March 31, 2005.

. Performance over the 9-months Ended December 31, 2004

(Figures are rounded down to the nearest million yen)

## 1.Consolidated Operating Results

|  | 12/04     | Change | 12/03     | Change | 3/04      |
|--|-----------|--------|-----------|--------|-----------|
| Operating Revenues (million yen)           | 1,583,296 | 2.6%   | 1,543,835 | -      | 2,101,072 |
| Operating Income (million yen)             | 318,854   | 27.4%  | 250,276   | -      | 334,411   |
| Ordinary Income* (million yen)             | 239,382   | 52.4%  | 157,110   | -      | 184,925   |
| Net Income (million yen)                   | 113,771   | 20.3%  | 94,598    | -      | 114,717   |
| Net Income per Share (Primary ; yen)       | 157.09    |        | 129.78    |        | 157.21    |
| Net Income per Share (Fully diluted ; yen) | 146.14    |        | 120.99    |        | 146.64    |

\*Ordinary Income: Income before provision of reserve for fluctuation in water levels, income taxes and minority interests

Notes 1) Each operating result indicates the accumulated one up to this 9-months period under review.

2) "Change" represents the change from the same period of the previous year.

[Qualitative information concerning operating results (consolidated)]

In electricity business, the total amount of electric energy sold increased by 4.6% from the same period of the previous year to 94.0 billion kWh, mainly due to the economic recovery and increased demand for air conditioning during the summer. This comprised of 24.1 billion kWh (a 5.8% increase) in electric lighting, 27.3 billion kWh (a 3.7% increase) in electric power and 42.6 billion kWh (a 4.4% increase) in demand from customers under liberalization.

Operating revenues increased 39.4 billion yen from the same period of the previous year to 1,583.2 billion yen and ordinary revenues increased 40.6 billion yen to 1,589.1 billion yen, as electric utility revenues increased in electricity business mainly due to the increase of electricity sales volume.

Although the amount of depreciation expenses increased due to the start-up of trial operation in Hamaoka

nuclear power station unit No.5., ordinary expenses decreased by 41.6 billion yen from the same period of the previous year to 1,349.7 billion yen mainly due to a reduction in personnel expenses including employee retirement benefits and a decrease in maintenance expenses attributable to fewer regular inspections and maintenance works at the nuclear power plants.

Under these circumstances, ordinary income increased by 82.2 billion yen from the same period of previous year to 239.3 billion yen.

In addition, impairment loss of 44.6 billion yen was recorded as extraordinary loss through early adoption of the

"accounting standard for impairment of fixed assets".

As a result, consolidated net income amounted to 113.7 billion yen, 19.1 billion yen increase from the same period of previous year.

## 2.Consolidated Financial Standing

|                                      | 12/04     | 12/03     | 3/04      |
|--------------------------------------|-----------|-----------|-----------|
| Total Assets (million yen)           | 5,801,326 | 6,177,476 | 6,060,177 |
| Shareholders' Equity (million yen)   | 1,441,311 | 1,352,548 | 1,377,180 |
| Shareholders' Equity Ratio           | 24.8%     | 21.9%     | 22.7%     |
| Shareholders' Equity per Share (yen) | 1,991.47  | 1,864.12  | 1,897.81  |

[Qualitative information concerning financial condition (consolidated)]

Total assets decreased to 5,801.3 billion yen, a reduction of 258.8 billion yen from the end of fiscal 2004, mainly due to reduced capital expenditure and the effect of annual depreciation of existing facilities; recording of impairment loss through early adoption of the accounting standard for impairment as well.

Total shareholders' equity increased to 1,441.3 billion yen, an increase of 64.1 billion yen from the end of fiscal 2004, mainly due to 113.7 billion yen net income.

As a result, shareholders' equity ratio increased 2.1 percentage points from the end of fiscal 2004, to 24.8%.

Outstanding interest-bearing debt was 3,534.4 billion yen at the end of December 31, 2004, representing an decrease of 7.2% from the end of fiscal 2004.

## 3.Outline of Consolidated Cash Flows

|  | 12/04    | 12/03    | 3/04     |
|--|----------|----------|----------|
| Cash Flows from Operating Activities (million yen)             | 435,462  | 387,543  | 592,362  |
| Cash Flows from Investing Activities (million yen)             | -93,351  | -153,950 | -199,324 |
| Cash Flows from Financing Activities (million yen)             | -326,282 | -221,650 | -395,210 |
| Cash or Cash Equivalent at the End of the Period (million yen) | 75,696   | 73,995   | 59,854   |

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.Forecasts of Consolidated Results for the Year Ending March 31, 2005(approximate estimates)

|                                  | 3/05    |
|----------------------------------|---------|
| Operating Revenues (billion yen) | 2,110.0 |
| Ordinary Income* (billion yen)   | 190.0   |
| Net Income (billion yen)         | 90.0    |

\*Ordinary Income: Income before provision of reserve for fluctuation in water levels, income taxes and minority interests

(Reference) Estimation of Net Income per Share for the year ending March 31, 2005: 124.00 yen

[Qualitative information concerning earnings estimates]

The electric utility business is expected to report sales volume of around 125.7 billion kWh, a 2.9% increase from the previous fiscal year.

The rate of exchange is assumed to be around 108 yen/US\$ and CIF price of crude oil to be around 38 US\$ per barrel.

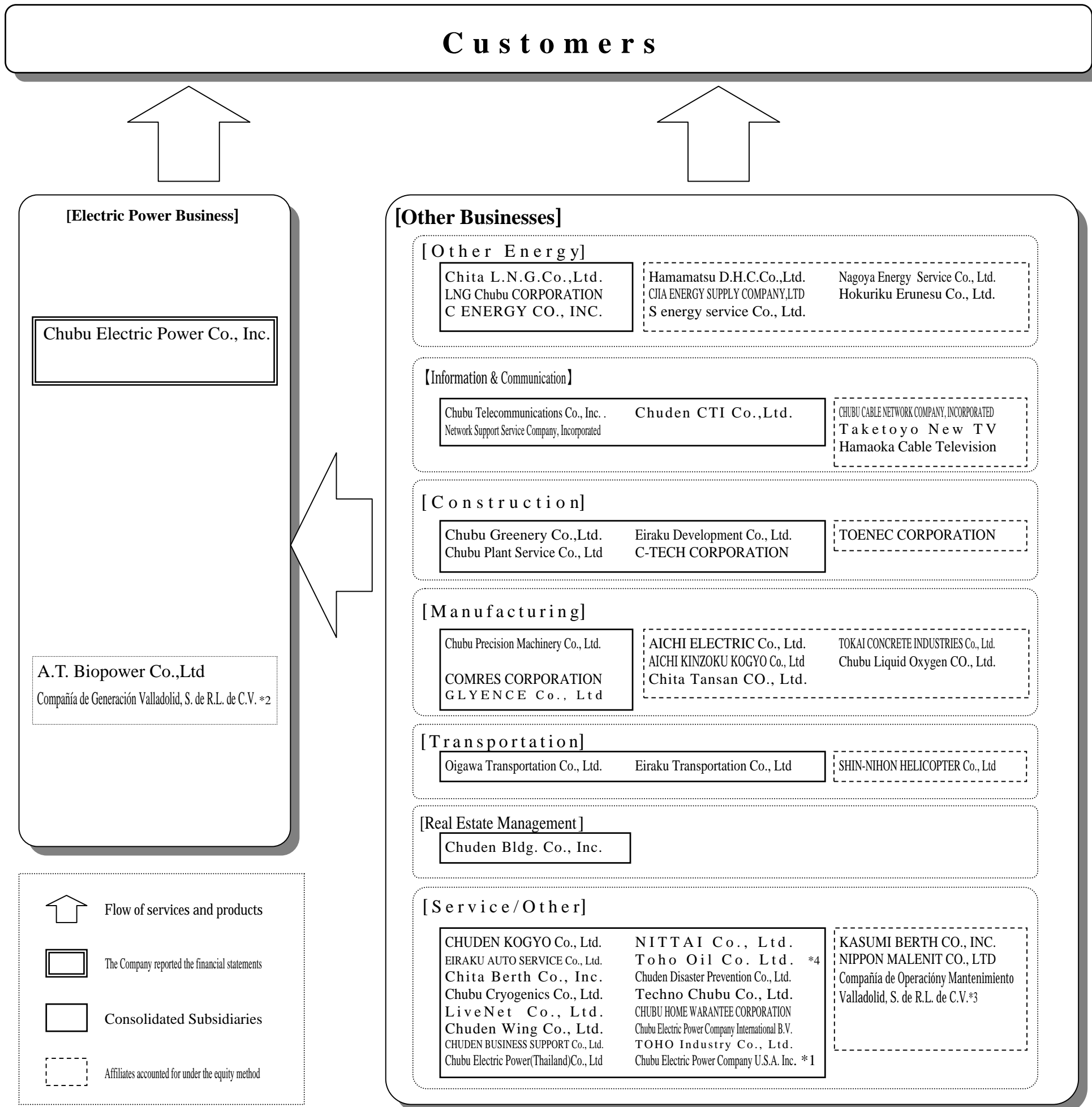
Operating results could be fluctuating depending on quarterly period of the year. This is mainly because of the seasonal revenue fluctuations due to a trend that electricity sales volume increases in summer and winter, and of the expenses fluctuations influenced mainly by the timing of completion of maintenance work at power stations --- a nature of electric utility business, a core business of Chubu Electric Group.

\*The above forecasts and assumptions made in relation to uncertain factors that may influence in the future, was made based on the information available at the time of the release of this document. There is a possibility that the actual performance may greatly differ due to various unforeseen factors in the future.

## Corporate Group Position

With Chubu Electric Power Company, Incorporated's electric power business at its core, the Chubu Electric Group (the Company and its subsidiaries and affiliates) is making efficient use of our own business resources, such as electricity supplying facilities, fuels and technologies, to develop a variety of businesses.

Specifically electric power-related areas include construction for the upgrade and maintenance of facilities, and manufacture for the supply of materials and equipments. The Company is also developing new businesses, such as an electronic communications business, with the aim of making efficient use of business resources.



(Notes) \*1 Chubu Electric Power Company U.S.A. Inc. has been included in the scope of consolidation through investment.

\*2 Compañía de Generación Valladolid, S. de R.L. de C.V. has been included in the scope of the equity method through investment.

\*3 Compañía de Operación y Mantenimiento Valladolid, S. de R.L. de C.V. has been included in the scope of the equity method through investment.

\*4 Toho Oil Co., Ltd. changed its scope of business, and accordingly its business segment has been changed from "manufacturing" to "service"

## Consolidated Balance Sheets

(million yen)

| Assets   | 2004.12   | 2004.3    | 2003.12   |
|--|-----------|-----------|-----------|
| Property, Plant and Equipment                                  | 5,512,624 | 5,807,837 | 5,888,787 |
| Electric utility property, plant and equipment                 | 4,100,304 | 4,297,914 | 4,336,088 |
| Hydroelectric power production facilities                      | 358,628   | 374,308   | 379,180   |
| Thermal power production facilities                            | 830,773   | 901,843   | 931,839   |
| Nuclear power production facilities                            | 174,166   | 190,335   | 194,228   |
| Transmission facilities  | 1,235,743 | 1,281,878 | 1,269,248 |
| Transformation facilities                                      | 490,774   | 516,937   | 522,308   |
| Distribution facilities  | 847,820   | 858,337   | 861,962   |
| General facilities   | 162,396   | 174,273   | 177,320   |
| Other property, plant and equipment                            | 253,748   | 293,733   | 294,354   |
| Construction in progress                                       | 490,310   | 545,076   | 581,038   |
| Nuclear fuel   | 249,154   | 246,266   | 241,747   |
| Loaded nuclear fuel  | 51,575    | 54,294    | 37,842    |
| Nuclear fuel in processing                                     | 197,578   | 191,972   | 203,904   |
| Investments and other  | 419,106   | 424,847   | 435,559   |
| Long-term investments  | 212,464   | 228,744   | 224,729   |
| Deferred tax assets  | 152,134   | 147,123   | 141,032   |
| Other  | 54,507    | 48,979    | 69,797    |
| Current Assets   | 288,642   | 252,241   | 288,586   |
| Cash   | 64,074    | 45,666    | 59,644    |
| Trade notes and accounts receivable                            | 98,991    | 102,509   | 98,381    |
| Inventories  | 72,653    | 55,390    | 72,931    |
| Deferred tax assets  | 11,772    | 17,660    | 12,444    |
| Other  | 41,150    | 31,013    | 45,184    |
| Deferred Assets  | 59        | 98        | 102       |
| Total Assets   | 5,801,326 | 6,060,177 | 6,177,476 |
| Liabilities, Minority interests and Shareholders' Equity       |           |           |           |
| Long-Term Liabilities and Reserves                             | 3,555,756 | 3,772,170 | 3,945,159 |
| Bonds  | 1,773,811 | 1,953,774 | 2,070,406 |
| Convertible bonds  | 146,206   | 146,251   | 146,252   |
| Long-term loans  | 1,083,176 | 1,122,521 | 1,190,879 |
| Employee retirement benefit liability                          | 204,286   | 200,944   | 191,977   |
| Reserve for reprocessing of irradiated nuclear fuel            | 231,612   | 231,219   | 226,098   |
| Reserve for decommissioning nuclear power plant                | 82,070    | 80,000    | 80,909    |
| Deferred tax liabilities                                       | 12        | 20        | 21        |
| Other  | 34,581    | 37,439    | 38,615    |
| Current Liabilities  | 767,647   | 878,247   | 846,819   |
| Current portion of long-term debt and other                    | 164,586   | 175,677   | 144,313   |
| Short-term borrowings  | 276,563   | 308,235   | 313,547   |
| Commercial paper   | 91,000    | -         | -         |
| Accrued income taxes and other                                 | 69,210    | 91,636    | 69,309    |
| Other  | 166,287   | 302,698   | 319,648   |
| Reserve for Drought  | 15,571    | 8,647     | 8,628     |
| Total Liabilities  | 4,338,974 | 4,659,064 | 4,800,607 |
| Minority Interests in Consolidated Subsidiaries                | 21,039    | 23,932    | 24,321    |
| Shareholders' Equity   |           |           |           |
| Common stock   | 374,519   | 374,519   | 374,519   |
| Capital surplus  | 14,252    | 14,248    | 14,248    |
| Retained earnings  | 1,048,401 | 978,360   | 958,241   |
| Net unrealized gains on available-for-sale securities          | 33,238    | 34,999    | 30,382    |
| Foreign Currency Translation Adjustment                        | -102      | -67       | -43       |
| Less: Treasury stock   | -28,998   | -24,879   | -24,799   |
| Total Shareholder's Equity                                     | 1,441,311 | 1,377,180 | 1,352,548 |
| Total Liabilities, Minority interests and Shareholders' Equity | 5,801,326 | 6,060,177 | 6,177,476 |

Note: Above figures are rounded down to the nearest million yen.

## Consolidated Statements of Income

(million yen)

|  | 2004.12          | 2003.12          | 2004.3           |
|--|------------------|------------------|------------------|
| <b>Revenues</b>  |                  |                  |                  |
| Operating Revenues   | 1,583,296        | 1,543,835        | 2,101,072        |
| Electricity  | 1,524,754        | 1,486,865        | 2,014,818        |
| Other  | 58,542           | 56,969           | 86,253           |
| Other Revenues   | 5,878            | 4,675            | 5,995            |
| Proceed from dividends   | 1,279            | 1,122            | 1,355            |
| Proceed from interests   | 653              | 891              | 1,200            |
| Equity in net earnings of affiliate                                | 1,113            | -                | -                |
| Other  | 2,831            | 2,662            | 3,439            |
| <b>Total Ordinary Revenues</b>                                     | <b>1,589,174</b> | <b>1,548,511</b> | <b>2,107,067</b> |
| <b>Expenses</b>  |                  |                  |                  |
| Operating Expenses   | 1,264,442        | 1,293,559        | 1,766,660        |
| Electric   | 1,209,280        | 1,239,610        | 1,684,670        |
| Other  | 55,161           | 53,948           | 81,989           |
| (Operating Income)   | 318,854          | 250,276          | 334,411          |
| Other Expenses   | 85,350           | 97,842           | 155,481          |
| Interest expenses  | 67,295           | 67,908           | 96,428           |
| Other  | 18,055           | 29,934           | 59,052           |
| <b>Total Ordinary Expenses</b>                                     | <b>1,349,792</b> | <b>1,391,401</b> | <b>1,922,141</b> |
| <b>Ordinary Income*</b>  | <b>239,382</b>   | <b>157,110</b>   | <b>184,925</b>   |
| <b>Special Item</b>  |                  |                  |                  |
| Provision for (reversal of) reserve for drought                    | 6,924            | 8,628            | 8,647            |
| <b>Extraordinary Gains</b>   | <b>5,673</b>     | <b>-</b>         | <b>-</b>         |
| Gain on sales of investment securities                             | 5,673            | -                | -                |
| <b>Extraordinary Losses</b>  | <b>44,623</b>    | <b>-</b>         | <b>-</b>         |
| Loss on impairment of fixed assets                                 | 44,623           | -                | -                |
| <b>Income before income taxes</b>                                  | <b>193,507</b>   | <b>148,482</b>   | <b>176,278</b>   |
| <b>Income Taxes-Current</b>  | <b>80,582</b>    | <b>75,322</b>    | <b>96,814</b>    |
| <b>Income Taxes-Deferred</b>                                       | <b>1,867</b>     | <b>-21,875</b>   | <b>-35,608</b>   |
| <b>Minority Interests in Earnings of Consolidated Subsidiaries</b> | <b>-2,713</b>    | <b>436</b>       | <b>354</b>       |
| <b>Net Income</b>  | <b>113,771</b>   | <b>94,598</b>    | <b>114,717</b>   |

\*: Income before provision of reserve for fluctuation in water levels, income taxes and minority interests

Note: Above figures are rounded down to the nearest million yen.

## Consolidated Statements of Cash Flows

(million yen)

| Cash Flows from Operating Activities:                                     | 2004.12  | 2003.12  | 2004.3     |
|---|----------|----------|------------|
| Income before income taxes and minority interests                         | 193,507  | 148,482  | 176,278    |
| Depreciation and amortization   | 316,785  | 292,200  | 391,179    |
| Loss on impairment of fixed assets  | 44,623   | -        | -          |
| Loss of loaded nuclear fuel   | 8,402    | 6,629    | 9,882      |
| Loss on disposal of property, plant and equipment                         | 6,409    | 6,609    | 16,130     |
| Increase(Decrease) in employee retirement benefit liability               | 3,341    | 23,597   | 32,559     |
| Increase(Decrease) in reserve for reprocessing of irradiated nuclear fuel | 393      | 5,464    | 10,584     |
| Increase(Decrease) in reserve for decommissioning nuclear power plant     | 2,069    | 1,156    | 247        |
| Reversal of reserve for drought   | 6,924    | 8,628    | 8,647      |
| Interest and dividends income   | -1,933   | -2,013   | -2,555     |
| Interest expenses   | 67,295   | 67,908   | 96,428     |
| Increase(Decrease) in trade notes and accounts receivable                 | 3,518    | 14,846   | 11,976     |
| Increase(Decrease) in inventories   | -17,262  | -19,468  | 3,631      |
| Increase(Decrease) in trade notes and accounts payable                    | -3,789   | -31,095  | -23,921    |
| Other   | -22,338  | 22,070   | 45,148     |
| Sub total   | 607,946  | 545,015  | 776,217    |
| Interest and dividends received   | 1,684    | 1,726    | 2,582      |
| Interest paid   | -71,251  | -72,720  | -99,484    |
| Income taxes paid   | -102,916 | -86,478  | -86,953    |
| Net cash provided by operating activities                                 | 435,462  | 387,543  | 592,362    |
| Cash Flows from Investing Activities:                                     |          |          |            |
| Purchases of property, plant and equipment                                | -107,824 | -148,653 | -248,275   |
| Increase in investments and other   | -12,846  | -26,181  | -27,115    |
| Proceeds for recoveries from investments and other                        | 19,417   | 13,396   | 63,947     |
| Acquisition   | -        | -        | 1,710      |
| Other   | 7,901    | 7,488    | 10,407     |
| Net cash used in investing activities                                     | -93,351  | -153,950 | -199,324   |
| Cash Flows from Financing Activities:                                     |          |          |            |
| Proceeds from issuance of bonds   | 46,834   | 90,982   | 93,963     |
| Redemption of bonds   | -252,406 | -132,626 | -229,243   |
| Proceeds from long-term loans   | 43,772   | 22,160   | 46,977     |
| Repayment of long-term loans  | -73,315  | -107,292 | -199,616   |
| Proceeds from short-term borrowings                                       | 355,620  | 272,900  | 314,707    |
| Repayment of short-term borrowings  | -387,542 | -299,364 | -348,651   |
| Proceeds from issuance of commercial paper                                | 865,000  | 829,000  | 1,058,000  |
| Redemption of commercial paper  | -879,000 | -833,000 | -1,064,000 |
| Dividends paid  | -41,007  | -41,032  | -43,890    |
| Other   | -4,237   | -23,376  | -23,457    |
| Net cash used in financing activities                                     | -326,282 | -221,650 | -395,210   |
| Effect of Exchange Rate Changes on Cash and Cash Equivalents              | 13       | -7       | -33        |
| Net Increase (Decrease) in Cash and Cash Equivalents                      | 15,841   | 11,934   | -2,206     |
| Cash and Cash Equivalents at Beginning of the Period                      | 59,854   | 62,061   | 62,061     |
| Cash and Cash Equivalents at End of the Period                            | 75,696   | 73,995   | 59,854     |

Note: Above figures are rounded down to the nearest million yen.

## Segment Information

### 1. Segment Information By Business Sector

For the nine months period ended December 31, 2004

(million yen)

|                    | Electric utility | Other   | Total     | Eliminations | Consolidated Results |
|--------------------|------------------|---------|-----------|--------------|----------------------|
| Operating Revenues | 1,527,252        | 183,418 | 1,710,670 | -127,374     | 1,583,296            |
| Operating Expenses | 1,213,687        | 178,898 | 1,392,586 | -128,144     | 1,264,442            |
| Operating Income   | 313,564          | 4,519   | 318,084   | 769          | 318,854              |

For the nine months period ended December 31, 2003

(million yen)

|                    | Electric utility | Other   | Total     | Eliminations | Consolidated Results |
|--------------------|------------------|---------|-----------|--------------|----------------------|
| Operating Revenues | 1,489,321        | 193,817 | 1,683,139 | -139,303     | 1,543,835            |
| Operating Expenses | 1,245,582        | 187,151 | 1,432,734 | -139,175     | 1,293,559            |
| Operating Income   | 243,738          | 6,666   | 250,404   | -128         | 250,276              |



# Non-consolidated Financial Report for Nine Months Ended December 31, 2004

The information shown below is an English translation of extracts from the Dai-3-Shihanki Zaimu/Gyouseki no Gaikyou (Kobetsu) (Non-consolidated Financial Report for the Nine Months Ended December 31, 2004).

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CHUBU ELECTRIC POWER COMPANY, INCORPORATED (February 7, 2004)

Code: 9502

Financial Report for the 6-months Period ended december 31, 2004  
(Non-consolidated)

Contact: Toshihiko Suzuki, Manager, IR Section

Toshio Saito, Manager, Accounting Section

Unit Stock: 100 shares per unit

Tel: 81-52-951-8211

URL: <http://www.chuden.co.jp/english/>

Note: FY 2005 starts on April 1, 2004 and ends on March 31, 2005

. Performance Over the 9-months Ended December 31, 2004

(Figures are rounded down to the nearest million yen)

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## 1. Operating Results

|                                      | 12/04     | Change | 12/03     | Change | 3/04      |
|--------------------------------------|-----------|--------|-----------|--------|-----------|
| Operating Revenues (million yen)     | 1,532,003 | 2.6%   | 1,492,840 | -4.0%  | 2,023,209 |
| Operating Income (million yen)       | 311,769   | 28.7%  | 242,193   | -13.0% | 322,534   |
| Ordinary Income* (million yen)       | 234,084   | 53.5%  | 152,478   | -14.1% | 175,164   |
| Net Income (million yen)             | 115,730   | 23.1%  | 94,010    | -17.3% | 110,609   |
| Net Income per Share (Primary ; yen) | 159.77    |        | 128.99    |        | 151.72    |

\*Ordinary Income: Income before provision of reserve for fluctuation in water levels and income taxes

Notes 1) Each operating result indicates the accumulated one up to this 9-months period under review.

2) "Change" represents the change from the same period of the previous year.

[Qualitative information concerning operating results (non-consolidated)]

Operating revenues increased 39.1 billion yen from the same period of the previous year to 1,532.0 billion yen and ordinary revenues increased 39.3 billion yen to 1,536.0 billion yen, as electric utility revenues increased in electricity business mainly due to the increase of electricity sales volume.

Although the amount of depreciation expenses increased due to the start-up of trial operation in Hamaoka nuclear power station unit No.5., ordinary expenses decreased by 42.2 billion yen from the same period of the previous year to 1,301.9 billion yen mainly due to a reduction in personnel expenses including employee retirement benefits and a decrease in maintenance expenses attributable to fewer regular inspections and maintenance works at the nuclear power plants.

Under these circumstances, ordinary income increased by 81.6 billion yen from the same period of previous

year to 234.0 billion yen.

In addition, impairment loss of 37.6 billion yen was recorded as extraordinary loss through early adoption of the

"accounting standard for impairment of fixed assets".

As a result, consolidated net income amounted to 115.7 billion yen, 21.6 billion yen increase from the same period of previous year.

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## 2.Financial Standing

|                                      | 12/04     | 12/03     | 3/04      |
|--------------------------------------|-----------|-----------|-----------|
| Total Assets (million yen)           | 5,535,503 | 5,889,134 | 5,776,440 |
| Shareholders' Equity (million yen)   | 1,331,424 | 1,244,805 | 1,265,516 |
| Shareholders' Equity Ratio           | 24.1%     | 21.1%     | 21.9%     |
| Shareholders' Equity per Share (yen) | 1,839.34  | 1,715.34  | 1,743.78  |

[Qualitative information concerning financial condition (non-consolidated)]

Total assets decreased to 5,535.5 billion yen, a reduction of 240.9 billion yen from the end of fiscal 2004, mainly due to reduced capital expenditure and the effect of annual depreciation of existing facilities; recording of impairment loss through early adoption of the accounting standard for impairment as well.

Total shareholders' equity increased to 1,331.4 billion yen, an increase of 65.9 billion yen from the end of fiscal 2004, mainly due to 115.7 billion yen net income.

As a result, shareholders' equity ratio increased 2.2 percentage points from the end of fiscal 2004, to 24.1%.

Outstanding interest-bearing debt was 3,445.7 billion yen at the end of December 31, 2004, representing an decrease of 7.1% from the end of fiscal 2004.

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## .Forecasts of Results for the Nine Months Ending the Year Ending March 31, 2005 (approximate estimates)

|                                  |         |
|----------------------------------|---------|
|                                  | 3/05    |
| Operating Revenues (billion yen) | 2,035.0 |
| Ordinary Income* (billion yen)   | 185.0   |
| Net Income (billion yen)         | 90.0    |

\*Ordinary Income: Income before provision of reserve for fluctuation in water levels and income taxes  
(Reference) Estimation of Net Income per Share for the year ending March 31, 2005: 124.15 yen

There are the premise or matters related to these forecasts on page 3

## Non-consolidated Balance Sheets

(million yen)

|  | 2004.12          | 2004.3           | 2003.12          |
|--|------------------|------------------|------------------|
| <b>Assets</b>  |                  |                  |                  |
| Property, Plant and Equipment                          | 5,334,990        | 5,611,485        | 5,690,156        |
| Electric utility property, plant and equipment         | 4,149,904        | 4,349,383        | 4,387,189        |
| Hydroelectric power production facilities              | 362,031          | 377,837          | 382,727          |
| Thermal power production facilities                    | 836,423          | 908,125          | 938,342          |
| Nuclear power production facilities                    | 175,504          | 191,772          | 195,534          |
| Internal combustion engine power production facilities | 189              | 208              | 215              |
| Transmission facilities                                | 1,249,107        | 1,295,794        | 1,282,752        |
| Transformation facilities                              | 495,150          | 521,550          | 526,876          |
| Distribution facilities                                | 867,022          | 877,664          | 881,282          |
| General facilities                                     | 164,475          | 176,430          | 179,458          |
| Subsidiary enterprise property, plant and equipment    | 14,349           | 14,778           | 14,630           |
| Other property, plant and equipment                    | 15,872           | 35,843           | 33,565           |
| Construction in progress                               | 487,199          | 538,858          | 574,115          |
| Nuclear fuel   | 249,154          | 246,266          | 241,747          |
| Loaded nuclear fuel                                    | 51,575           | 54,294           | 37,842           |
| Nuclear fuel in processing                             | 197,578          | 191,972          | 203,904          |
| Investments and other                                  | 418,510          | 426,354          | 438,908          |
| Long-term investments                                  | 190,558          | 209,217          | 206,475          |
| Investments in subsidiaries and affiliates             | 87,515           | 84,531           | 111,141          |
| Deferred tax assets                                    | 127,566          | 121,913          | 115,841          |
| Other  | 12,869           | 10,691           | 5,449            |
| Current Assets   | 200,453          | 164,856          | 198,875          |
| Cash   | 34,598           | 13,535           | 31,251           |
| Accounts receivable-customers                          | 87,327           | 84,623           | 87,081           |
| Inventories  | 48,491           | 39,786           | 47,834           |
| Deferred tax assets                                    | 10,147           | 14,816           | 10,461           |
| Other  | 19,889           | 12,094           | 22,247           |
| Deferred Assets  | 59               | 98               | 102              |
| <b>Total Assets</b>                                    | <b>5,535,503</b> | <b>5,776,440</b> | <b>5,889,134</b> |
| <b>Liabilities and Shareholders' Equity</b>            |                  |                  |                  |
| Long-Term Liabilities and Reserves                     | 3,466,383        | 3,673,687        | 3,842,371        |
| Bonds  | 1,774,611        | 1,954,574        | 2,071,206        |
| Convertible bonds                                      | 146,299          | 146,344          | 146,345          |
| Long-term loans  | 1,018,641        | 1,047,267        | 1,111,660        |
| Employee retirement benefit liability                  | 183,265          | 181,115          | 171,388          |
| Reserve for reprocessing of irradiated nuclear fuel    | 231,612          | 231,219          | 226,098          |
| Reserve for decommissioning nuclear power plant        | 82,070           | 80,000           | 80,909           |
| Other  | 29,884           | 33,166           | 34,763           |
| Current Liabilities                                    | 722,124          | 828,589          | 793,329          |
| Current portion of long-term debt and other            | 146,631          | 156,956          | 124,408          |
| Short-term borrowings                                  | 270,288          | 300,288          | 305,372          |
| Commercial paper                                       | 91,000           | 105,000          | 107,000          |
| Accrued income taxes and other                         | 67,526           | 85,673           | 66,454           |
| Other-mainly accounts payable                          | 146,678          | 180,671          | 190,095          |
| Reserve for Drought                                    | 15,571           | 8,647            | 8,628            |
| <b>Total Liabilities</b>                               | <b>4,204,079</b> | <b>4,510,924</b> | <b>4,644,329</b> |
| Shareholders' Equity                                   |                  |                  |                  |
| Common stock   | 374,519          | 374,519          | 374,519          |
| Capital surplus  | 14,252           | 14,248           | 14,248           |
| Retained earnings                                      | 939,158          | 867,048          | 850,479          |
| Net unrealized gains on available-for-sale securities  | 32,415           | 34,504           | 30,282           |
| Less: Treasury stock                                   | -28,922          | -24,804          | -24,724          |
| <b>Total Shareholder's Equity</b>                      | <b>1,331,424</b> | <b>1,265,516</b> | <b>1,244,805</b> |
| <b>Total Liabilities and Shareholders' Equity</b>      | <b>5,535,503</b> | <b>5,776,440</b> | <b>5,889,134</b> |

Note: Above figures are rounded down to the nearest million yen.

## Non-consolidated Statements of Income

(million yen)

|   | 2004.12   | 2003.12   | 2004.3    |
|---|-----------|-----------|-----------|
| <b>Revenues</b>   |           |           |           |
| Operating Revenues  | 1,532,003 | 1,492,840 | 2,023,209 |
| Electric utility revenues   | 1,527,252 | 1,489,321 | 2,017,986 |
| Residential   | 516,346   | 491,389   | 696,885   |
| Commercial and Industrial   | 982,117   | 970,074   | 1,286,090 |
| Sold power to other electric utilities and other companies        | 15,058    | 13,287    | 15,762    |
| Other   | 13,728    | 14,570    | 19,248    |
| Subsidiary enterprise revenues                                    | 4,751     | 3,519     | 5,223     |
| Other Revenues  | 4,079     | 3,846     | 4,994     |
| Financing revenues  | 2,186     | 2,192     | 2,764     |
| Non-operating revenues  | 1,893     | 1,654     | 2,230     |
| Profit from sale of fixed asset                                   | 279       | 226       | 396       |
| Other   | 1,613     | 1,427     | 1,834     |
| Total Ordinary Revenues   | 1,536,082 | 1,496,687 | 2,028,204 |
| <b>Expenses</b>   |           |           |           |
| Operating Expenses  | 1,220,234 | 1,250,646 | 1,700,675 |
| Electric utility expenses   | 1,213,687 | 1,245,582 | 1,693,212 |
| Hydro electric power production expenses                          | 35,762    | 38,340    | 53,166    |
| Thermal power production expenses                                 | 424,600   | 460,031   | 623,981   |
| Nuclear power production expenses                                 | 134,449   | 80,368    | 109,663   |
| Internal combustion engine power production expenses              | 69        | 70        | 93        |
| Purchased power from other electric utilities and other companies | 116,433   | 108,106   | 141,198   |
| Transmission expenses   | 93,997    | 100,638   | 135,191   |
| Transformation expenses   | 54,511    | 57,308    | 77,261    |
| Distribution expenses   | 126,707   | 130,281   | 179,412   |
| Selling expenses  | 48,777    | 48,317    | 64,936    |
| General and administrative expenses                               | 119,676   | 164,545   | 230,565   |
| Electric power development promotion tax                          | 40,071    | 39,553    | 53,345    |
| Enterprise tax  | 18,804    | 18,437    | 25,027    |
| Other operating expenses  | -175      | -416      | -631      |
| Subsidiary enterprise expenses                                    | 6,546     | 5,064     | 7,462     |
| (Operating Income)  | 311,769   | 242,193   | 322,534   |
| Other Expenses  | 81,764    | 93,561    | 152,365   |
| Financing expenses  | 65,772    | 66,140    | 94,121    |
| Interest expenses   | 65,564    | 65,807    | 93,769    |
| Other   | 208       | 332       | 351       |
| Non-operating expenses  | 15,991    | 27,420    | 58,244    |
| Loss from sale of fixed asset                                     | 666       | 1,510     | 1,664     |
| Other   | 15,324    | 25,909    | 56,579    |
| Total Ordinary Expenses   | 1,301,998 | 1,344,208 | 1,853,040 |
| Ordinary Income*  | 234,084   | 152,478   | 175,164   |
| <b>Special Item</b>   |           |           |           |
| Provision for (reversal of) reserve for drought                   | 6,924     | 8,628     | 8,647     |
| Extraordinary Gains   | 5,605     | -         | -         |
| Gain on sales of investment securities                            | 5,605     | -         | -         |
| Extraordinary Losses  | 37,668    | -         | -         |
| Loss on impairment of fixed assets                                | 37,668    | -         | -         |
| Income before Income Taxes  | 195,096   | 143,850   | 166,517   |
| Income Taxes-Current  | 79,189    | 72,055    | 90,923    |
| Income Taxes-Deferred   | 176       | -22,244   | -35,015   |
| Net Income  | 115,730   | 94,040    | 110,609   |

\*: Income before provision of reserve for fluctuation in water levels and income taxes

Note: Above figures are rounded down to the nearest million yen.