

## Financial Report

The information shown below is an English translation of "Financial Report for the Fiscal Year Ended March 31, 2018", which was filed with stock exchanges (Tokyo and Nagoya) on the date shown below pursuant to their regulations, for your convenience. Be advised that the Japanese version (the original) shall prevail if in any case a discrepancy arises between the original and the English translation.

### CHUBU ELECTRIC POWER COMPANY, INCORPORATED (April 27, 2018) Financial Report for the Fiscal Year Ended March 31, 2018 (FY 2017)

(In accordance with provisions of regulations in Japan, and accounting standards generally accepted in Japan)  
Stock code: 9502 URL: <http://www.chuden.co.jp/english/ir/index.html> Stock listed on: Tokyo SE, Nagoya SE  
Representative: Mr. Satoru Katsuno, President  
Contact: Hideki Hayakawa, Manager, Head of Investor Relations Section. Tel: +81-52-951-8211  
Shareholders' Meeting: June 27, 2018  
Commencement of payment of dividend: June 28, 2018  
Projected date for submitting annual security report: June 28, 2018  
Preparation of supplementary materials for financial results: Yes  
Information meeting for financial results: Yes (for analysts and institutional investors)

(Figures are rounded down to the nearest million yen)  
(Figures in parentheses are negative numbers)

#### 1. Performance over the Fiscal Year Ended March 31, 2018 (Consolidated) (April 1, 2017 - March 31, 2018)

##### (1) Consolidated Operating Results

%: change from the previous year

	Operating Revenues		Operating Income		Ordinary Income		Net income attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
FY2017	2,853,309	9.6	136,505	0.0	128,532	5.8	74,372	(35.1)
FY2016	2,603,537	(8.8)	136,443	(52.1)	121,483	(52.5)	114,665	(32.4)

Note: Comprehensive income

(FY2017: 71,523 million yen (YoY: -35.6%), FY2016: 111,140 million yen (YoY: -23.3%))

	Net income per Share (Primary)	Net income per Share (Fully diluted)	ROE (Return [Net income] on Equity)	ROA (Return [Ordinary income] on Assets)	Operating Income / Operating Revenues
	yen	yen	%	%	%
FY2017	98.24	-	4.4	2.3	4.8
FY2016	151.43	-	7.0	2.2	5.2

Reference: Equity in earnings of affiliates (FY 2017: 18,836 million yen, FY 2016: 6,169 million yen)

##### (2) Consolidated Financial Standing

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	million yen	million yen	%	yen
Mar 31/2018	5,530,188	1,791,942	31.3	2,285.87
Mar 31/2017	5,412,307	1,724,713	31.1	2,225.66

Reference: Shareholders' Equity (Mar 31/2018: 1,729,742 million yen, Mar 31/2017: 1,685,267 million yen)

(3) Outline of Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
	million yen	million yen	million yen	million yen
FY2017	424,159	(344,467)	(88,670)	284,888
FY2016	335,063	(360,232)	21,069	293,953

2. Dividends

	Annual Dividends per Share					Total Dividends paid (fully-year)	Payout Ratio (Consolidated)	Dividends on net assets (Consolidated)
	1Q end	2Q end	3Q end	4Q end	Annual			
	yen	yen	yen	yen	yen	million yen	%	%
FY2016	-	15.00	-	15.00	30.00	22,718	19.8	1.4
FY2017	-	15.00	-	20.00	35.00	26,494	35.6	1.6
FY2018 (Forecasts)	-	20.00	-	20.00	40.00		30.3	

3. Forecasts of Consolidated Results for the Fiscal Year Ending March 31, 2019 (approximate estimate)

#: change from the previous year

	Operating Revenues		Operating Income		Ordinary Income		Net Income attributable to owners of parent		Net Income per Share (Primary)
	million yen	%	million yen	%	million yen	%	million yen	%	yen
FY2018	2,950,000	34	145,000	62	135,000	5.0	100,000	34.5	132.15

<Notes>

(1) Changes in important subsidiaries during the fiscal year under review

(accompanying changes in the extent of consolidated companies): None

New: - Company name:

Excluded: - Company name:

(2) Changes in accounting policies, changes in accounting estimates, restatements:

- i) Changes in accounting policies to comply with the revised accounting standards : None
- ii) Changes in accounting policies, other than under i) : None
- iii) Changes in accounting estimates : None
- iv) Restatements : None

(3) Number of shares issued (common stock)

(shares)

- i) Number of shares issued at the end of period
- ii) Number of treasury shares at the end of period
- iii) Weighted average number of shares outstanding during the period

FY2017	758,000,000	FY2016	758,000,000
FY2017	1,289,738	FY2016	799,852
FY2017	757,050,316	FY2016	757,229,737

(Reference) Non-Consolidated Results

1. Performance over the Fiscal Year Ended March 31, 2018 (Non-Consolidated) (April 1, 2017 - March 31, 2018)

(1) Operating Results

#: change from the previous year

	Operating Revenues		Operating Income		Ordinary Income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FY2017	2,597,164	8.7	114,708	(2.2)	91,899	(7.3)	48,535	(32.6)
FY2016	2,389,719	(9.8)	117,245	(55.8)	99,122	(57.6)	72,014	(54.2)

	Net income per Share (Primary)	Net income per Share (Fully diluted)
	yen	yen
FY2017	64.10	-
FY2016	95.09	-

(2) Financial Standing

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	million yen	million yen	%	yen
Mar 31/2018	5,001,216	1,445,047	28.9	1,909.43
Mar 31/2017	4,956,547	1,420,592	28.7	1,875.91

Reference: Shareholders' Equity Mar 31/2018: 1,445,047 million yen Mar 31/2017: 1,420,592 million yen

2. Forecasts of Non-Consolidated Results for the Fiscal Year Ending March 31, 2019 (approximate estimate)

#: change from the previous year

	Operating Revenues		Operating Income		Ordinary Income		Net Income		Net Income per Share (Primary)
	million yen	%	million yen	%	million yen	%	million yen	%	yen
FY2018	2,640,000	1.6	125,000	9.0	115,000	25.1	85,000	75.1	112.32

< The audit by Certified Public Accountants or Auditor does not cover the financial report.>

<Explanations Regarding Appropriate Use of the Forecasts, and Other Special Remarks>

1. The forecasts are based on information available as of the date of this announcement is made, and also, assumptions as of the date of this announcement is made on uncertain factors that would affect future results.  
Actual results may materially differ by various causes in the future.  
Information concerning the forecasts is mentioned on page No.04 "Outlook for the Next Period" in attached document.
2. We are disclosed Supplementary materials "Presentation Materials for Fiscal Year ended March 31, 2018" through TD net at the same date. We are planning to hold Information meeting for financial results for analysts and institutional investors. We will disclose the material for this Information meeting on the website.

# The Attached Document

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## **Summary of Operating Results and Other**

### 1. Summary of Operating Results

For business performance, consolidated operating revenue increased by 9.6% from the previous consolidated fiscal year to 2,853.3 billion yen, mainly due to an increase in fuel cost adjustment charge and an increase in surcharge and grant based on Act on Special Measures Concerning Procurement of Electricity from Renewable Energy Sources by Electricity Utilities. Consolidated ordinary revenue was 2,881.2 billion yen, a year-on-year increase by 9.9%. Meanwhile, on the expense side, in particular, since fuel expenses increase following a rise in fuel prices, in spite of improvement of management efficiency across the group, consolidated ordinary expenses increased to 2,752.6 billion yen, up 10.1% over the previous consolidated fiscal year.

As a result, we recorded consolidated ordinary income of 128.5 billion yen, 5.8% improvement compared with the previous consolidated fiscal year.

Moreover, the net income attributable to owners of parent decreased by 35.1% to 74.3 billion yen, since we recorded an extraordinary loss of 23.3 billion yen by impairment losses relating to thermal power stations, etc.

Provided below is the performance by segment (prior to deleting inter-segment transactions) of this consolidated fiscal year.

#### <Power Generation Company>

Operating revenue from power supply with thermal and renewable energy increased by 11.3% to 1,097.6 billion yen, and operating income decreased by 37.6% to 38.2 billion yen compared with the previous fiscal year.

#### <Power Network Company>

Operating revenue from provision of power network services increased by 1.6% to 744.6 billion yen, and operating income increased by 57.5% to 55.2 billion yen compared with the previous fiscal year.

#### <Customer Service & Sales Company>

Operating revenue from a total energy service centered on gas & electric power increased by 7.4% to 2,633.8 billion yen, and operating income decreased by 25.4% to 38.1 billion yen compared with the previous fiscal year.

### 2. Summary of Financial Standing

#### (1) Assets

Noncurrent assets increased to 4,767.7 billion yen, up 72.9 billion yen from the end of the previous consolidated fiscal year, mainly due to an increase in long-term investments in subsidiaries and associates.

Current assets increased by 44.9 billion yen to 762.4 billion yen, mainly due to an increase in notes and accounts receivable - trade.

As a result of the above, total assets increased by 117.8 billion yen to 5,530.1 billion yen compared with the end

of the previous consolidated fiscal year.

#### (2) Liabilities

Total liabilities increased by 50.6 billion yen from the end of the previous consolidated fiscal year to 3,738.2 billion yen, mainly due to an increase in accrued taxes and other current liabilities, in spite of a decrease in interest-bearing liabilities.

#### (3) Net assets

Total net assets increased by 67.2 billion yen from the end of the previous consolidated fiscal year to 1,791.9 billion yen, mainly due to allocating net income attributable to owners of parent, in spite of paying cash dividends.

As a result, the shareholders' equity ratio was 31.3%.

### 3. Summary of Cash Flow

#### (1) Cash Flows from operating activities

Cash inflow from operating activities increased to 424.1 billion yen, up 89.0 billion yen from the previous consolidated fiscal year, because of an increase in electricity sales revenues due to an increase of fuel cost adjustment charge.

#### (2) Cash Flows from investing activities

Cash outflow from investment activities decreased by 15.7 billion yen over the previous consolidated fiscal year to 344.4 billion yen, mainly due to a decrease in payments of investment and loans receivable.

As a result, free cash flow improved by 104.8 billion yen from the previous consolidated fiscal year to 79.6 billion yen.

#### (3) Cash Flows from financing activities

Cash outflow from financing activities increased by 109.7 billion yen over the previous consolidated fiscal year to 88.6 billion yen due to a decrease in demand for funds.

Consequently, the amount of cash and cash equivalents at end of consolidated fiscal year under review decreased by 9.0 billion yen from the end of previous consolidated fiscal year.

Furthermore, total outstanding interest-bearing debt at end of consolidated fiscal year under review decreased by 79.1 billion yen from the end of previous consolidated fiscal year to 2,595.6 billion yen.

#### 4. Outlook for the Next Period

Regarding the performance outlook for FY2018, consolidated operating revenues are expected to deliver increased earnings, mainly based on anticipation of an increase of fuel cost adjustment charge, in spite of a decrease in electrical energy sold.

Chubu Electric Power Company (“The Company”) forecasts consolidated ordinary income will increase, mainly due to further management efficiency, in spite of a decrease in electrical energy sold.

Further, consolidated ordinary income excluding the effect of time lag is expected to be approx. 150.0 billion yen.

[Consolidated]	(Billion yen, %)		
	FY2018 Forecast (A)	FY2017 Result (B)	Change (A-B)
Operating Revenues	2,950.0	2,853.3	approx. 97.0 <3.4>
Operating Income	145.0	136.5	approx. 8.5 <6.2>
Ordinary Income	135.0	128.5	approx. 6.5 <5.0>
Extraordinary Income(loss)	-	(23.3)	approx. 23.0 -
Net income attributable to owners of parent	100.0	74.3	approx. 26.0 <34.5>

Notes: Rate of change from previous fiscal year is in angle brackets.

[Non-consolidated]	(Billion yen, %)		
	FY2018 Forecast (A)	FY2017 Result (B)	Change (A-B)
Operating Revenues	2,640.0	2,597.1	approx. 43.0 <1.6>
Operating Income	125.0	114.7	approx. 10.0 <9.0>
Ordinary Income	115.0	91.8	approx. 23.0 <25.1>
Extraordinary Income(loss)	-	(22.3)	approx. 22.0 -
Net income	85.0	48.5	approx. 37.0 <75.1>

Notes: Rate of change from previous fiscal year is in angle brackets.

[Principal Figures on Assumption]

Item	FY2018 Forecast	FY2017 Result
Crude oil CIF price (\$/b)	approx. 65	57.0
FX rate (yen/\$)	approx. 110	110.9
Nuclear power utilization rate (%)	-	-

\*The forecasts are based on information available as of the date of this announcement is made, and also, assumptions as of the date of this announcement is made on uncertain factors that would affect future results.

Actual results may materially differ by various causes in the future.

### **Basic Policy for Selection of Accounting Standards**

Since our group's business consists mainly of the electricity business, our consolidated financial statements are based on the Ordinance on Terminology, Forms and Preparation Methods of Consolidated Financial Statements (Ordinance of the Ministry of Finance No. 28, October 30, 1976) and are prepared in accordance with the Ordinance on Accounting at Electricity Utilities (Ordinance of the Ministry of International Trade and Industry No. 57, June 15, 1965).

We have not decided yet whether we will apply the International Financial Reporting Standards (IFRS) to our financial statements in the future.



# Consolidated Financial Statements and Principal Notes

## 1. Consolidated Balance Sheets

(Millions of yen)

	As of Mar 31, 2017	As of Mar 31, 2018
<b>Assets</b>		
Non-current assets	4,694,803	4,767,717
Electric utility plant and equipment	3,080,402	3,137,080
Hydroelectric power production facilities	318,639	311,907
Thermal power production facilities	579,275	684,665
Nuclear power production facilities	156,625	142,248
Transmission facilities	703,633	680,244
Transformation facilities	412,221	414,949
Distribution facilities	784,691	780,857
General facilities	110,091	108,150
Other electric utility plant and equipment	15,223	14,057
Other non-current assets	265,401	276,469
Construction in progress	398,279	344,469
Construction and retirement in progress	398,279	334,025
Special account related to reprocessing of spent nuclear fuel	—	10,444
Nuclear fuel	176,615	179,755
Loaded nuclear fuel	40,040	40,040
Nuclear fuel in processing	136,575	139,715
Investments and other assets	774,104	829,942
Long-term investments	216,628	206,723
Long-term investments in subsidiaries and associates	359,663	416,861
Net defined benefit asset	18,903	18,656
Deferred tax assets	165,855	174,374
Other	14,707	14,175
Allowance for doubtful accounts	(1,654)	(849)
Current assets	717,503	762,470
Cash and deposits	133,764	181,631
Notes and accounts receivable - trade	238,404	291,341
Short-term investments	165,817	106,234
Inventories	68,832	75,056
Deferred tax assets	28,302	25,247
Other	83,725	84,622
Allowance for doubtful accounts	(1,342)	(1,663)
<b>Total</b>	<b>5,412,307</b>	<b>5,530,188</b>
<b>Liabilities and net assets</b>		
Non-current liabilities	2,604,077	2,550,768
Bonds payable	599,258	619,259
Long-term loans payable	1,454,196	1,361,767
Provision for loss in conjunction with discontinued operations of nuclear power plants	9,575	9,211
Net defined benefit liability	187,141	182,130
Asset retirement obligations	206,812	209,178
Other	147,093	169,221
Current liabilities	1,061,050	1,165,030
Current portion of non-current liabilities	293,826	257,315
Short-term loans payable	356,464	370,945
Notes and accounts payable - trade	109,328	133,057
Accrued taxes	36,806	82,179
Other	264,625	321,533
Reserves under special laws	22,465	22,446
Reserve for fluctuation in water levels	22,465	22,446
<b>Total liabilities</b>	<b>3,687,594</b>	<b>3,738,246</b>
Shareholders' equity	1,637,166	1,688,145
Capital stock	430,777	430,777
Capital surplus	70,794	70,805
Retained earnings	1,136,801	1,188,453
Treasury shares	(1,206)	(1,891)
Accumulated other comprehensive income	48,101	41,597
Valuation difference on available-for-sale securities	39,485	38,649
Deferred gains or losses on hedges	(7,817)	(6,182)
Foreign currency translation adjustment	24,682	19,964
Remeasurements of defined benefit plans	(8,248)	(10,833)
Non-controlling interests	39,445	62,199
<b>Total net assets</b>	<b>1,724,713</b>	<b>1,791,942</b>
<b>Total</b>	<b>5,412,307</b>	<b>5,530,188</b>

2. Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
Consolidated Statements of Income

(Millions of yen)

	Full fiscal year ended Mar 31, 2017	Full fiscal year ended Mar 31, 2018
Operating revenue	2,603,537	2,853,309
Electricity	2,340,792	2,538,239
Other	262,745	315,070
Operating expenses	2,467,093	2,716,804
Electricity	2,219,646	2,415,115
Other	247,446	301,689
Operating income	136,443	136,505
Non-operating revenue	18,454	27,894
Dividend income	2,028	2,303
Interest income	1,309	299
Share of profit of entities accounted for using equity method	6,169	18,836
Other	8,946	6,455
Non-operating expenses	33,414	35,867
Interest expenses	28,723	26,464
Loss on valuation of securities	370	4,005
Other	4,319	5,397
Ordinary revenue	2,621,991	2,881,204
Ordinary expenses	2,500,508	2,752,672
Ordinary income	121,483	128,532
Provision or reversal of reserve for fluctuation in water levels	(381)	(19)
Reversal of reserve for fluctuation in water levels	(381)	(19)
Extraordinary income	30,292	—
Gain on change in equity	30,292	—
Extraordinary loss	—	23,356
Impairment loss	—	23,356
Income before income taxes	152,156	105,195
Income taxes - current	20,252	33,255
Income taxes - deferred	14,976	(4,813)
Total income taxes	35,229	28,441
Net income	116,927	76,753
Net income attributable to non-controlling interests	2,261	2,380
Net income attributable to owners of parent	114,665	74,372

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	Full fiscal year ended Mar 31, 2017	Full fiscal year ended Mar 31, 2018
Net income	116,927	76,753
Other comprehensive income		
Valuation difference on available-for-sale securities	1,356	(682)
Deferred gains or losses on hedges	2,258	481
Foreign currency translation adjustment	(11,585)	1,456
Remeasurements of defined benefit plans, net of tax	(13,725)	(2,229)
Share of other comprehensive income of entities accounted for using equity method	15,908	(4,256)
Total other comprehensive income	(5,787)	(5,229)
Comprehensive income	111,140	71,523
Comprehensive income attributable to		
owners of parent	108,129	67,868
non-controlling interests	3,010	3,654

### 3. Consolidated Statements of Changes in Net Assets

Full fiscal year ended Mar. 31, 2017

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of current period	430,777	70,786	1,044,855	(1,121)	1,545,297
Changes of items during period					
Dividends of surplus			(22,719)		(22,719)
Net income attributable to owners of parent			114,665		114,665
Purchase of treasury shares				(89)	(89)
Disposal of treasury shares		(0)	(0)	3	3
Change in equity of parent on transactions with non-controlling interests		8			8
Net changes of items other than shareholders' equity					
Total changes of items during period	—	8	91,946	(85)	91,869
Balance at the end of current period	430,777	70,794	1,136,801	(1,206)	1,637,166

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total Accumulated other comprehensive income		
Balance at the beginning of current period	38,313	(18,808)	29,158	5,973	54,637	37,174	1,637,109
Changes of items during period							
Dividends of surplus							(22,719)
Net income attributable to owners of parent							114,665
Purchase of treasury shares							(89)
Disposal of treasury shares							3
Change in equity of parent on transactions with non-controlling interests							8
Net changes of items other than shareholders' equity	1,172	10,990	(4,476)	(14,222)	(6,536)	2,270	(4,265)
Total changes of items during period	1,172	10,990	(4,476)	(14,222)	(6,536)	2,270	87,603
Balance at the end of current period	39,485	(7,817)	24,682	(8,248)	48,101	39,445	1,724,713

Full fiscal year ended Mar. 31, 2018

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of current period	430,777	70,794	1,136,801	(1,206)	1,637,166
Changes of items during period					
Dividends of surplus			(22,717)		(22,717)
Net income attributable to owners of parent			74,372		74,372
Purchase of treasury shares				(707)	(707)
Disposal of treasury shares			(2)	23	21
Change in equity of parent on transactions with non-controlling interests		10			10
Net changes of items other than shareholders' equity					
Total changes of items during period	—	10	51,652	(684)	50,978
Balance at the end of current period	430,777	70,805	1,188,453	(1,891)	1,688,145

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total Accumulated other comprehensive income		
Balance at the beginning of current period	39,485	(7,817)	24,682	(8,248)	48,101	39,445	1,724,713
Changes of items during period							
Dividends of surplus							(22,717)
Net income attributable to owners of parent							74,372
Purchase of treasury shares							(707)
Disposal of treasury shares							21
Change in equity of parent on transactions with non-controlling interests							10
Net changes of items other than shareholders' equity	(836)	1,634	(4,718)	(2,584)	(6,503)	22,754	16,250
Total changes of items during period	(836)	1,634	(4,718)	(2,584)	(6,503)	22,754	67,229
Balance at the end of current period	38,649	(6,182)	19,964	(10,833)	41,597	62,199	1,791,942

#### 4. Consolidated Statements of Cash Flows

(Millions of yen)

	Full fiscal year ended Mar 31, 2017	Full fiscal year ended Mar 31, 2018
<b>Cash flows from operating activities</b>		
Income before income taxes	152,156	105,195
Depreciation	255,692	267,828
Impairment loss	—	23,356
Decommissioning costs of nuclear power units	4,684	4,600
Loss on retirement of non-current assets	11,325	16,181
Decrease in provision for net defined benefit liability and assets	(28,894)	(7,804)
Decrease in provision for reprocessing of irradiated nuclear fuel	(8,507)	—
Increase in provision for preparation of the reprocessing of irradiated nuclear fuel	333	—
Decrease in provision for loss in conjunction with discontinued operations of nuclear power plants	(1,276)	(364)
Increase (decrease) in reserve for fluctuation in water levels	(381)	(19)
Interest and dividend income	(3,337)	(2,602)
Interest expenses	28,723	26,464
Gain on change in equity	(30,292)	—
Decrease in reserve fund for reprocessing of irradiated nuclear fuel	12,986	—
Payments of contribution for accrued reprocessing of irradiated nuclear fuel	(17,084)	—
Decrease in notes and accounts receivable - trade	(1,140)	(51,199)
Decrease (increase) in inventories	5,664	(6,055)
Increase (decrease) in notes and accounts payable - trade	(25,748)	23,685
Other, net	54,438	58,828
<b>Subtotal</b>	<b>409,342</b>	<b>458,095</b>
Interest and dividend income received	6,596	5,722
Interest expenses paid	(29,488)	(26,909)
Income taxes paid	(51,387)	(12,749)
<b>Cash flows from operating activities</b>	<b>335,063</b>	<b>424,159</b>
<b>Cash flows from investing activities</b>		
Purchase of non-current assets	(322,307)	(324,582)
Payments of investment and loans receivable	(64,413)	(48,723)
Collection of investment and loans receivable	10,678	12,201
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	—	50
Other, net	15,810	16,586
<b>Cash flows from investing activities</b>	<b>(360,232)</b>	<b>(344,467)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of bonds	209,274	79,718
Redemption of bonds	(124,500)	(40,000)
Proceeds from long-term loans payable	198,400	83,700
Repayments of long-term loans payable	(241,917)	(218,217)
Proceeds from short-term loans payable	386,077	400,149
Repayments from short-term loans payable	(378,770)	(384,769)
Purchase of treasury shares	(125)	(696)
Cash dividends paid	(22,684)	(22,681)
Dividends paid to non-controlling interests	(673)	(848)
Proceeds from share issuance to non-controlling shareholders	—	19,423
Other, net	(4,011)	(4,448)
<b>Cash flows from financing activities</b>	<b>21,069</b>	<b>(88,670)</b>
Effect of exchange rate change on cash and cash equivalents	14	(87)
<b>Net decrease in cash and cash equivalents</b>	<b>(4,084)</b>	<b>(9,065)</b>
Cash and cash equivalents at beginning of this period	324,390	293,953
Decrease in cash and cash equivalents resulting from change of scope of consolidation	(26,352)	—
<b>Cash and cash equivalents at end of this period</b>	<b>293,953</b>	<b>284,888</b>

## 5. Notes on Consolidated Financial Statements

(Note on the premise of going concern)

Not applicable

(Segment information)

### 1 Summary of reporting segments

The reporting segments are constituent business units of the Chubu Electric Power Group for which separate financial information is obtained and examined regularly by the Board of Directors of the Company to evaluate business performance. The Group's core operations are based on the twin pillars of the Electric power business and the Energy business, which mainly entails the supply of gas and on-site energy. Our business activities also include the application of our know-how (developed in the domestic sector) to energy projects overseas, construction for the development and maintenance of electric utilities-related facilities, and the manufacturing of materials and machinery for these facilities.

Moreover, with the business environment changing drastically, we launched an internal company system from April 2016 and established “Power Generation”, “Power Network”, and “Customer Service & Sales” Companies to construct an independent business framework to make flexible and swift responses among business fields such as power generation, power transmission and distribution, and retail.

Under the above system, “Power Generation”, “Power Network”, and “Customer Service & Sales” were arranged as report segments.

<Power Generation>

Power supply with thermal and renewable energy

<Power Network>

Provision of power network services

<Customer Service & Sales>

Expansion of total energy services centered on gas & electric power

### 2 Method for calculating operating revenues, income and loss, assets and other amounts for each reporting segment

The accounting treatment and methods for the reporting segments is the same as that used in developing the financial report. Segment income or loss for each reporting segment is presented on an operating income basis. Inter-segment sales or transfers are, in principle, calculated from internal transaction prices that were set based on costs.

3 Information of operating revenues, income and loss, assets and other amounts for each reporting segment

As of Mar 31, 2018

(Millions of yen)

	Reporting segments				Others *1	Total	Adjustment*2	Consolidated*3
	Power Generation	Power Network	Customer Service & Sales	Subtotal				
Operating revenues								
External customers	47,509	85,785	2,527,909	2,661,204	192,105	2,853,309	—	2,853,309
Intersegment	1,050,138	658,893	105,983	1,815,016	514,021	2,329,037	(2,329,037)	—
Total	1,097,648	744,678	2,633,893	4,476,220	706,126	5,182,347	(2,329,037)	2,853,309
Operating income	38,274	55,268	38,145	131,687	7,134	138,822	(2,317)	136,505
Total assets	1,146,610	2,153,319	251,887	3,551,818	2,265,674	5,817,493	(287,304)	5,530,188
Other amounts								
Depreciation and amortization	99,159	127,624	6,069	232,854	39,066	271,920	(4,092)	267,828
Impairment loss	20,836	745	—	21,581	1,775	23,356	—	23,356
Increase in tangible and intangible fixed assets	134,939	118,540	11,460	264,940	84,973	349,913	(6,170)	343,743

Notes:

\*1 “Others” is business segment that is excluded from reporting segments and includes nuclear power division, administrative division and other consolidated subsidiaries.

\*2 “Adjustment” represents as below.

(1) Operating income of (2,317) million yen includes intersegment eliminations of (1,722) million yen.

(2) Total assets of (287,304) million yen is due to intersegment eliminations.

(3) Depreciation and amortization of (4,092) million yen is due to intersegment eliminations.

(4) Increase in tangible and intangible fixed assets of (6,170) million yen is due to intersegment eliminations.

\*3 Operating income is adjusted to operating income in consolidated financial statements.

(Per share information)

(yen)

	As of Mar 31. 2018
Net assets per share	2,285.87
Net income per share	98.24

Notes:

\*1 Net income per share fully diluted is not described because dilutive shares is non-existent.

\*2 Calculation base of net assets per share represents as below.

(Millions of yen)

	End of Mar 31. 2018
Total net assets	1,791,942
The amount excluded from total net assets	62,199
(Non-controlling interests)	(62,199)
Net assets of common share at the end of the fiscal year	1,729,742
Number of common share	756,710 (thousand shares)

\*3 Calculation base of net income per share represents as below.

(Millions of yen)

	As of Mar 31. 2018
Net income attributable to owners of parent	74,372
Not attributable to owners of parent	-
Net income attributable to owners of parent of common share	74,372
Weighted average number of common share	757,050(thousand shares)

(Subsequent events)

Not applicable