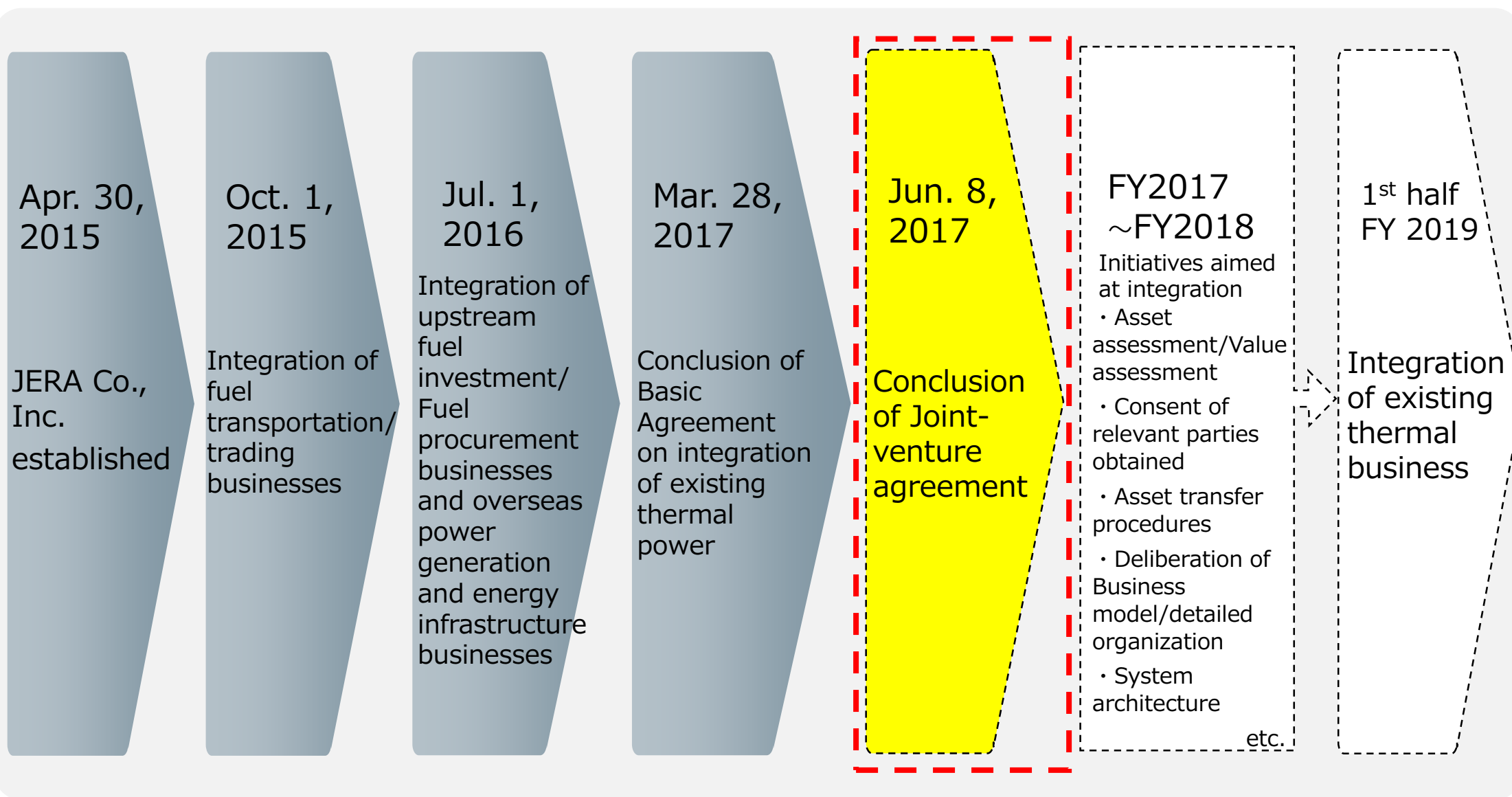


Comprehensive Alliance Schedule



Overview of Measures to Prevent the Restriction on JERA Business Activities

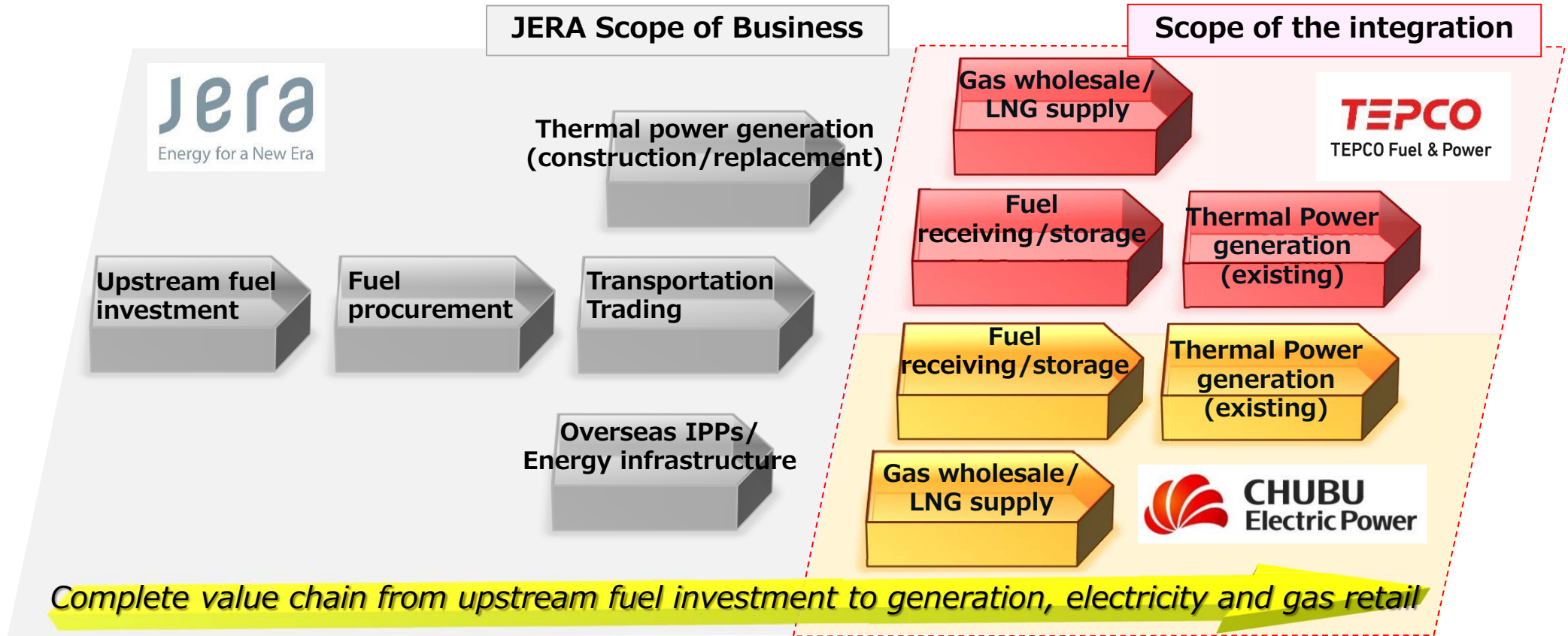
① Rules for appropriately securing funds to support JERA growth (Dividend rules)

- After retained earnings required to invest JERA for business growth, deal with risks and maintain investment grade rating, any remaining capital will be labeled as “capital available for dividends.”
- Dividend level shall be determined based on “market average payout ratio” within the range of the “capital available for dividends.”
- Normally, dividend amounts shall be determined after agreement by both shareholders referring the dividend level mentioned above “as a guideline.”

② Mechanism for complying with dividend rules (Measures for restricting right over dividends)

- If material concerns arise over the financial situation of a shareholder, the right of the aforementioned shareholder to set dividends shall be immediately restricted and capital flow limited by “strictly” enforcing the dividend rules.
- If the aforementioned concerns are materialized, the other shareholder shall become the majority shareholder by acquiring one additional share.

The Scope of the Comprehensive Alliance and Post-Integration Initiatives



Integration Synergy Effects

Domestic Generation Businesses

- Streamlining through O&M model that is competitive in global markets
- Streamlining through joint procurement of materials and equipment
- Optimization of power portfolio

60 billion JPY/year

New businesses/Existing JERA businesses

- Electricity/gas market trading, third-party sales
- Global level O&M business
- Enlargement of gas/LNG wholesale
- Optimization through unified management of entire value chain
- Return trading knowhow to domestic thermal power business

40 billion JPY/year

>100 billion JPY/year
within five years of
integration

✓ Growth into a global energy company

✓ Development of fair competition, such as proactive leveraging of the market

- ✓ Stable supply of globally competitive energy to the customer
- ✓ Improvement of corporate value of both the TEPCO and Chubu Electric Power groups

(Reference) **Overview of Corporate Scale by Company**
(FY2016)

	JERA	TEPCO FP ※2	Chubu Electric ※2 (Thermal power business)
Gross Sales	1.8 trillion JPY ※1	1.6 trillion JPY	0.9 trillion JPY
Total Assets	0.8 trillion JPY	1.6 trillion JPY	0.8 trillion JPY
Power Generation Capacity	6 GW (Overseas IPP share output)	43 GW	24 GW
Number of Personnel	500	2,200	1,600

※1 Amounts corresponding to fuel costs for each company have been added to JERA gross sales, but this shall be eliminated as internal trading after integration
 ※2 Estimate of scope of Step3 inheritance