

Tohoku Electric Power Co., Inc.

Summary of Consolidated Quarterly Financial Statements (Unaudited)

(April 1, 2006 - December 31, 2006)

Information below is an English translation of the "Unaudited Quarterly Financial Release" for nine months ended December 31, 2006, which has been filed with the Tokyo Stock Exchange, Inc. and Osaka Securities Exchange Co., Ltd. for public inspection.

Tohoku Electric Power Co., Inc. (Code : 9506)

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(Note) All monetary values are rounded down to the nearest units as indicated in each table.
Original value for percentages and kWh are rounded off to the indicated numbers.

1. Business Results for Consolidated Third Quarter Period in FY 2006 (Nine months ended December 31, 2006)

(1) Progresses of Financial Results

	Operating revenues		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
9 months ended Dec. 31, 2006	1,242,001	5.7	93,581	52.6	61,045	187.9
9 months ended Dec. 31, 2005	1,174,786	2.2	61,318	(57.8)	21,200	(77.8)
Year ended Mar. 31, 2006	1,660,045		99,848		51,042	

	Net income		Net income per share		Diluted net income per share	
	Millions of yen	%	Yen	Yen	Yen	Yen
9 months ended Dec. 31, 2006	32,276	346.2	64.69	—	—	—
9 months ended Dec. 31, 2005	7,233	(85.7)	14.49	—	—	—
Year ended Mar. 31, 2006	54,171		107.90	—	—	—

(Note) Percentage figures represent changes as compared to the same period of the previous year.

○ Electric Power Sales

(Millions of kWh, %)

	9 months ended		(A) / (B)
	Dec. 31, 2006 (A)	Dec. 31, 2005 (B)	
Other than deregulated segment			
Residential	16,997	16,801	101.2
Commercial and Industrial	3,132	3,263	96.0
(Subtotal)	20,129	20,064	100.3
Deregulated segment	39,057	37,572	104.0
Total	59,186	57,636	102.7

(2) Changes in Financial Positions

	Total assets		Net assets		Equity ratio to total assets		Net assets per share	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	%	%	yen	yen
Dec. 31, 2006	4,066,999	1,015,945	1,015,945	1,015,945	23.8	23.8	1,942.14	1,942.14
Dec. 31, 2005	4,144,722	920,243	920,243	920,243	22.2	22.2	1,844.00	1,844.00
Mar. 31, 2006	4,113,910	962,939	962,939	962,939	23.4	23.4	1,929.02	1,929.02

2. Business Results Forecast for Consolidated FY 2006 (Year ending March 31, 2007)

	Operating revenues		Ordinary income		Net income	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY 2006	1,715,000		88,000		47,000	

QUARTERLY CONSOLIDATED BALANCE SHEETS (Unaudited)

Third Quarter FY 2006 (As of December 31, 2006) and FY 2005 (As of March 31, 2006)

Assets	(Millions of yen)		
Item	December 31, 2006	March 31, 2006	Increase (Decrease)
Fixed assets (property, plant and equipment):	3,706,123	3,777,539	(71,416)
Electric utility fixed assets:	2,715,380	2,759,597	(44,217)
Hydro power plant	184,731	190,658	(5,926)
Thermal power plant	404,873	375,673	29,199
Nuclear power plant	509,995	562,894	(52,898)
Transmission plant	645,165	647,536	(2,370)
Transformation plant	264,873	268,425	(3,551)
Distribution plant	583,210	585,885	(2,674)
General plant	117,262	122,975	(5,712)
Other	5,267	5,550	(283)
Other fixed assets	268,032	276,777	(8,745)
Construction work in progress	160,632	190,476	(29,844)
Nuclear fuel:	143,540	141,003	2,537
Loaded nuclear fuel	37,131	39,809	(2,678)
Nuclear fuel under processing	106,409	101,194	5,215
Investments in and advances to:	418,537	409,683	8,853
Long-term investments	96,386	97,757	(1,370)
Fund for reprocessing costs of irradiated nuclear fuel	75,511	61,466	14,045
Deferred income taxes	152,423	156,418	(3,995)
Other	95,444	95,098	345
Allowance for uncollectibles	(1,227)	(1,056)	(170)
Current assets:	360,875	336,235	24,640
Cash and deposits	98,180	110,177	(11,996)
Trade notes receivable and amounts due from customers	112,158	124,126	(11,968)
Deferred income taxes	16,111	15,520	590
Other	135,268	87,576	47,692
Allowance for uncollectibles	(843)	(1,165)	322
Deferred assets:	-	135	(135)
Bond discount	-	135	(135)
Total assets	4,066,999	4,113,910	(46,911)

Liabilities and net assets (minority interests and shareholders' equity)

(Millions of yen)

Item	December 31, 2006	March 31, 2006	Increase (Decrease)
Fixed liabilities:	2,420,310	2,426,584	(6,274)
Bonds	1,250,061	1,200,221	49,840
Long-term debt	609,526	622,024	(12,497)
Accrued retirement benefits	208,178	217,502	(9,324)
Reserve for reprocessing costs of irradiated nuclear fuel	107,467	105,973	1,493
Reserve for decommissioning costs of nuclear power units	38,091	36,151	1,940
Deferred income taxes on revaluation adjustments	2,937	3,007	(70)
Other	204,047	241,703	(37,655)
Current liabilities:	612,706	663,134	(50,428)
Short-term borrowings	58,732	55,922	2,809
Current portion of long-term debt	239,227	239,709	(481)
Trade notes and accounts payable	114,346	112,929	1,417
Accrued taxes	32,517	25,604	6,913
Deferred income taxes	2	-	2
Other	167,880	228,968	(61,088)
Reserve:	18,037	14,986	3,051
Reserve for fluctuation in water levels	18,037	14,986	3,051
Total liabilities	3,051,053	3,104,704	(53,651)
Minority interests in consolidated subsidiaries	-	46,266	(46,266)
Common stock	-	251,441	(251,441)
Capital surplus	-	26,655	(26,655)
Retained earnings	-	678,359	(678,359)
Revaluation adjustments	-	(1,043)	1,043
Net unrealized holding gain on securities	-	14,503	(14,503)
Foreign currency translation adjustments	-	80	(80)
Treasury stock, at cost	-	(7,058)	7,058
Total shareholders' equity	-	962,939	(962,939)
Shareholders' equity:	951,220	-	951,220
Common stock	251,441	-	251,441
Capital surplus	26,678	-	26,678
Retained earnings	680,430	-	680,430
Treasury stock, at cost	(7,329)	-	(7,329)
Valuation and translation adjustments:	17,774	-	17,774
Net unrealized holding gain on securities	11,057	-	11,057
Net deferred hedge profit	7,693	-	7,693
Revaluation adjustments	(1,092)	-	(1,092)
Foreign currency translation adjustments	116	-	116
Minority interests in consolidated subsidiaries	46,950	-	46,950
Total net assets	1,015,945	-	1,015,945
Total liabilities and net assets (minority interests and shareholders' equity)	4,066,999	4,113,910	(46,911)

QUARTERLY CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

Third Quarter FY 2006 (Nine months ended December 31, 2006) and Third Quarter FY 2005 (Nine months ended December 31, 2005)

Item	Nine Months Ended December 31,		(Millions of yen)
	2006	2005	Increase (Decrease)
Operating revenues:	1,242,001	1,174,786	67,214
Electric power	1,130,126	1,080,014	50,112
Other	111,874	94,772	17,101
Operating expenses:	1,148,419	1,113,468	34,951
Electric power	1,041,903	1,022,996	18,907
Other	106,516	90,472	16,044
Operating income	93,581	61,318	32,263
Other income:	4,629	3,059	1,569
Dividends income	629	569	60
Interest income	929	59	869
Gain from sales of fixed assets	208	403	(194)
Equity in gains of affiliates	611	-	611
Other	2,249	2,027	222
Other expenses:	37,164	43,177	(6,012)
Interest expense	35,352	35,122	229
Equity in losses of affiliates	-	4,549	(4,549)
Other	1,812	3,505	(1,693)
Total amount of revenues	1,246,630	1,177,846	68,784
Total amount of expenses	1,185,584	1,156,645	28,938
Income before special items, income taxes and minority interests	61,045	21,200	39,845
Special items:			
Provision for reserve for fluctuation in water levels	3,051	2,068	982
Extraordinary loss:	-	2,503	(2,503)
Loss on discontinued operation of subsidiary	-	2,503	(2,503)
Income before income taxes and minority interests	57,994	16,628	41,366
Current income taxes	22,566	8,440	14,125
Deferred income taxes	1,888	158	1,730
Minority interests in earnings of consolidated subsidiaries	1,263	795	468
Net income	32,276	7,233	25,042

Tohoku Electric Power Co., Inc.

Summary of Non-Consolidated Quarterly Financial Statements (Unaudited)

(April 1, 2006 - December 31, 2006)

(Note) All monetary values are rounded down to the nearest units as indicated in each table.

1. Business Results for Non-Consolidated Third Quarter Period in FY 2006 (Nine months ended December 31, 2006)

(1) Progresses of Financial Results

	Operating revenues		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
9 months ended Dec. 31, 2006	1,135,292	4.7	80,905	68.2	49,402	223.1
9 months ended Dec. 31, 2005	1,084,584	2.1	48,093	(63.5)	15,289	(81.8)
Year ended Mar. 31, 2006	1,498,759		77,940		38,098	

	Net income		Net income per share	Diluted net income per share
	Millions of yen	%	Yen	Yen
9 months ended Dec. 31, 2006	28,015	256.3	56.14	—
9 months ended Dec. 31, 2005	7,861	(82.8)	15.75	—
Year ended Mar. 31, 2006	53,542		107.08	—

(Note) Percentage figures represent changes as compared to the same period of the previous year.

(2) Changes in Financial Positions

	Total assets	Net assets	Equity ratio to total assets	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Dec. 31, 2006	3,699,488	864,963	23.4	1,733.63
Dec. 31, 2005	3,769,118	821,711	21.8	1,646.46
Mar. 31, 2006	3,759,173	862,977	23.0	1,729.05

2. Business Results Forecast for Non-Consolidated FY 2006 (Year ending March 31, 2007)

	Operating revenues	Ordinary income	Net income
	Millions of yen	Millions of yen	Millions of yen
FY 2006	1,540,000	70,000	40,000

QUARTERLY NON-CONSOLIDATED BALANCE SHEETS (Unaudited)

Third Quarter FY 2006 (As of December 31, 2006) and FY 2005 (As of March 31, 2006)

Assets	(Millions of yen)		
Item	December 31, 2006	March 31, 2006	Increase (Decrease)
Fixed assets (property, plant and equipment):	3,492,514	3,558,047	(65,532)
Electric utility fixed assets:	2,743,981	2,785,374	(41,392)
Hydro power plant	157,822	162,691	(4,869)
Thermal power plant	373,966	344,455	29,510
Nuclear power plant	512,843	563,720	(50,876)
Internal combustion power plant	4,836	5,125	(289)
Transmission plant	662,134	664,995	(2,861)
Transformation plant	275,395	279,289	(3,894)
Distribution plant	633,499	635,913	(2,414)
General plant	122,983	128,680	(5,696)
Property leased to others	501	501	-
Incidental business fixed assets	494	561	(66)
Other fixed assets	8,427	8,497	(70)
Construction work in progress:	151,717	187,886	(36,168)
Construction work in progress	147,870	184,098	(36,228)
Suspense account for disposal	3,847	3,787	59
Nuclear fuel:	143,540	141,003	2,537
Loaded nuclear fuel	37,131	39,809	(2,678)
Nuclear fuel under processing	106,409	101,194	5,215
Investments in and advances to:	444,352	434,723	9,628
Long-term investments	83,316	85,613	(2,296)
Long-term investments in subsidiaries and affiliates	183,531	183,043	487
Fund for reprocessing costs of irradiated nuclear fuel	75,511	61,466	14,045
Long-term prepaid expenses	3,089	3,214	(124)
Deferred income taxes	99,027	101,453	(2,425)
Allowance for uncollectibles	(124)	(66)	(57)
Current assets:	206,974	200,990	5,983
Cash and deposits	40,962	55,890	(14,927)
Amounts due from customers	79,734	77,085	2,649
Trade notes receivables	3,354	11,313	(7,959)
Fuel and supplies	37,453	28,528	8,925
Prepaid expenses	6,213	350	5,862
Short-term credits to subsidiaries and affiliates	2,384	2,011	373
Deferred income taxes	9,850	9,850	-
Other current assets	27,423	16,369	11,054
Allowance for uncollectibles	(402)	(408)	5
Deferred assets:	-	135	(135)
Bond discount	-	135	(135)
Total assets	3,699,488	3,759,173	(59,684)

Liabilities and net assets (shareholders' equity)

(Millions of yen)

Item	December 31, 2006	March 31, 2006	Increase (Decrease)
Fixed liabilities:	2,301,766	2,296,297	5,469
Bonds	1,250,361	1,200,521	49,840
Long-term debt	548,956	549,482	(525)
Long-term accrued liabilities	3,086	3,881	(794)
Long-term debt to subsidiaries and affiliates	4	4	-
Accrued retirement benefits	163,931	173,274	(9,343)
Reserve for reprocessing costs of irradiated nuclear fuel	107,467	105,973	1,493
Reserve for decommissioning costs of nuclear power units	38,091	36,151	1,940
Other fixed liabilities	189,867	227,008	(37,141)
Current liabilities:	514,803	584,998	(70,194)
Short-term borrowings	54,440	54,440	-
Current portion of long-term debt	218,333	214,497	3,836
Commercial paper	57,000	131,000	(74,000)
Trade notes	63,506	59,353	4,153
Accounts payable	26,414	16,373	10,040
Accrued expenses	27,130	43,901	(16,770)
Accrued taxes	27,555	18,626	8,928
Deposits received	12,939	1,269	11,670
Short-term debt to subsidiaries and affiliates	21,316	42,933	(21,617)
Advances received	5,856	2,600	3,255
Other current liabilities	311	2	309
Reserve:	17,954	14,900	3,054
Reserve for fluctuation in water levels	17,954	14,900	3,054
Total liabilities	2,834,525	2,896,196	(61,671)
Common stock	-	251,441	(251,441)
Capital surplus	-	26,657	(26,657)
Legal reserve	-	62,860	(62,860)
Retained earnings:	-	515,778	(515,778)
Reserve for loss on overseas investments	-	8	(8)
Reserve for cost fluctuation adjustments	-	103,000	(103,000)
Retained earnings appropriated for general purpose	-	306,400	(306,400)
Unappropriated retained earnings for the period	-	106,370	(106,370)
Net unrealized holding gain on securities	-	13,343	(13,343)
Treasury stock, at cost	-	(7,104)	7,104
Total shareholders' equity	-	862,977	(862,977)
Shareholders' equity:	847,303	-	847,303
Common stock	251,441	-	251,441
Capital surplus	26,657	-	26,657
Legal reserve	62,860	-	62,860
Retained earnings:	513,755	-	513,755
Reserve for loss on overseas investments	8	-	8
Reserve for cost fluctuation adjustments	103,000	-	103,000
Reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series	22,000	-	22,000
Retained earnings appropriated for general purpose	306,400	-	306,400
Retained earnings carried forward	82,347	-	82,347
Treasury stock, at cost	(7,412)	-	(7,412)
Valuation and translation adjustments:	17,660	-	17,660
Net unrealized holding gain on securities	9,966	-	9,966
Net deferred hedge profit	7,693	-	7,693
Total net assets	864,963	-	864,963
Total liabilities and net assets (shareholders' equity)	3,699,488	3,759,173	(59,684)

QUARTERLY NON-CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

Third Quarter FY 2006 (Nine months ended December 31, 2006) and Third Quarter FY 2005 (Nine months ended December 31, 2005)

(Millions of yen)

Item	Nine Months Ended December 31,		Increase (Decrease)
	2006	2005	
Operating revenues:	1,135,292	1,084,584	50,708
Electric power operating revenues:	1,131,868	1,081,465	50,403
Revenue from residential customers	366,836	357,043	9,792
Revenue from commercial and industrial customers	588,865	553,218	35,646
Revenue from power sold to other utilities	166,579	161,899	4,680
Revenue from power sold to other companies	198	93	104
Revenue from wheeling	551	468	82
Revenue from wheeling adjustment among utilities	1,991	2,055	(63)
Miscellaneous revenues from electric utility business	6,781	6,621	159
Revenue from property leased to others	64	64	-
Incidental business revenues:	3,424	3,118	305
Gas supply business revenue	2,961	2,263	697
Heat supply business revenue	463	350	112
Other business revenue	-	504	(504)
Operating expenses:	1,054,386	1,036,490	17,896
Operating expenses for electric utility business:	1,051,093	1,033,642	17,450
Expense for hydro power generation	23,143	23,009	134
Expense for thermal power generation	328,015	300,880	27,134
Expense for nuclear power generation	107,889	104,956	2,933
Expense for internal combustion power generation	4,723	4,193	530
Expense for power purchased from other utilities	85,596	77,268	8,328
Expense for power purchased from other companies	129,930	129,612	317
Transmission expense	59,461	57,635	1,826
Transformation expense	39,643	41,616	(1,972)
Distribution expense	124,892	123,968	924
Selling expense	40,064	39,366	697
Expense for property leased to others	5	6	(1)
General administration expense	72,053	96,573	(24,520)
Electric power development promotion tax	23,706	23,087	619
Enterprise tax	12,086	11,563	523
Transferred cost of electricity for construction	(121)	(96)	(24)
Incidental business expenses:	3,293	2,848	445
Gas supply business expense	2,888	2,306	582
Heat supply business expense	404	410	(5)
Other business expense	-	131	(131)
Operating income	80,905	48,093	32,812

(Millions of yen)

Item	Nine Months Ended December 31,		Increase (Decrease)
	2006	2005	
Other income:	3,467	2,407	1,060
Financing income:	1,983	1,174	808
Dividends income	1,215	1,162	53
Interest income	767	11	755
Other income:	1,484	1,232	251
Gain from sales of fixed assets	150	329	(178)
Miscellaneous income	1,333	902	430
Other expenses:	34,971	35,210	(239)
Financing expenses:	34,505	33,927	577
Interest expense	34,112	33,459	653
Amortization of bond issuance costs	-	451	(451)
Amortization of bond discount	-	16	(16)
Bond issuance costs	392	-	392
Other expenses:	465	1,283	(817)
Loss on sales of fixed assets	154	791	(636)
Miscellaneous losses	311	491	(180)
Total amount of revenues	1,138,760	1,086,991	51,769
Total amount of expenses	1,089,358	1,071,701	17,656
Income before special item and income taxes	49,402	15,289	34,112
Special item:	3,054	2,070	983
Provision for reserve for fluctuation in water levels	3,054	2,070	983
Income before income taxes	46,347	13,218	33,129
Current income taxes	18,332	5,356	12,975
Net income	28,015	7,861	20,153

(Note)

This report solely constitutes reference material for the purpose of providing the readers with relevant information to evaluate our company.

The information contains forward-looking statements based on assumptions and projections about the future with regard to our company. As such, the readers are kindly asked to refrain from making judgment by depending solely on this information.

The forward-looking statements inherently involve a degree of risks and uncertainties. Consequently, these risks and uncertainties could cause the actual results and performance to differ from the assumed or projected status of the company.

Tohoku Electric Power Co., Inc. hereby disclaim any responsibility or liability in relation to consequences resulting from decisions made by investors.