

Tohoku Electric Power Co., Inc.

Summary of Quarterly Financial Statements (Unaudited)

(April 1, 2020 - June 30, 2020)

Information below is an English translation of the "Unaudited Quarterly Financial Release" for three months ended June 30, 2020, which has been filed with the Tokyo Stock Exchange, Inc. for public inspection.

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

1. Business Results for Consolidated First Quarter Period in FY2020 (Three months ended June 30, 2020)

(1) Progresses of Financial Results

	Operating revenue		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
3 months ended Jun. 30, 2020	519,284	(2.0)	41,763	6.8	39,190	11.3	27,930	12.5
3 months ended Jun. 30, 2019	529,769	8.6	39,107	15.2	35,196	8.7	24,818	10.3

(Note) Comprehensive income (3 months ended June 30, 2020: 29,603 million yen 24.2%, 3 months ended June 30, 2019: 23,829 million yen -9.6%)
Percentage figures represent changes as compared to the same period of the previous year.

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
3 months ended Jun. 30, 2020	55.91	51.92
3 months ended Jun. 30, 2019	49.71	46.22

(2) Changes in Financial Positions

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
Jun. 30, 2020	4,310,764	883,155	18.8
Mar. 31, 2020	4,323,099	864,177	18.3

(Reference) Shareholders' Equity (June 30, 2020: 811,121 million yen, March 31, 2020: 791,121 million yen)

2. Dividends

	Cash dividends per share				
	1Q	2Q	3Q	Year-end	Annual total
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 31, 2020	-	20.00	-	20.00	40.00
Year ending Mar. 31, 2021	-				
Year ending Mar. 31, 2021 (forecast)		-	-	-	-

(Note) Forecast revision of dividends from the latest forecast: None

Interim and year-end dividend of year ending Mar. 31, 2021 have yet to be determined at this time

3. Business Results Forecast for Consolidated FY2020 (Year ending March 31, 2021)

Financial forecasts for the year ending March 31, 2021 have yet to be determined at this time, because the impact on the power demand resulting from the spread of COVID-19 is unclear and it is difficult to reasonably assess the estimates of income.

These forecasts will be promptly disclosed as soon as certain conditions are met and we can reasonably assess the estimates.

(Reference) Consolidated Cash Income for the First Quarter Period in FY2020 (Three months ended June 30, 2020)

<u>Consolidated Cash Income</u>	
Millions of yen	
<u>3 months ended Jun. 30, 2020</u>	<u>86,810</u>

(Note) Consolidated cash income = Operating income + Depreciation + Amortization of nuclear fuel + Share of profit of entities accounted for using equity method
(Operating income doesn't include time lag between fuel cost and fuel cost adjustment charges.)

Assets	(Millions of yen)	
Item	June 30, 2020	March 31, 2020
Non-current assets:	3,669,125	3,679,082
Electric utility plant and equipment:	2,480,642	2,504,659
Hydroelectric power production facilities	176,025	187,035
Thermal power production facilities	391,070	402,870
Nuclear power production facilities	247,705	254,447
Transmission facilities	581,741	589,116
Transformation facilities	255,379	255,044
Distribution facilities	667,862	670,135
General facilities	133,856	118,187
Other electric utility plant and equipment	26,999	27,821
Other non-current assets	223,928	226,872
Construction in progress:	421,240	403,472
Construction and retirement in progress	375,561	357,778
Special account related to nuclear power decommissioning	24,435	24,451
Special account related to reprocessing of spent nuclear fuel	21,243	21,243
Nuclear fuel:	174,355	174,331
Loaded nuclear fuel	30,591	30,591
Nuclear fuel in processing	143,764	143,740
Investments and other assets:	368,958	369,745
Long-term investments	99,655	99,462
Net defined benefit asset	3,873	3,844
Deferred tax assets	156,021	159,568
Other	109,731	107,199
Allowance for doubtful accounts	(324)	(328)
Current assets:	641,639	644,017
Cash and deposits	231,360	244,010
Notes and accounts receivable - trade	240,213	224,649
Inventories	65,793	67,374
Other	104,578	108,450
Allowance for doubtful accounts	(305)	(466)
Assets	4,310,764	4,323,099

Liabilities and net assets

(Millions of yen)

Item	June 30, 2020	March 31, 2020
Non-current liabilities:	2,548,378	2,457,197
Bonds payable	985,000	865,000
Long-term loans payable	1,165,291	1,190,302
Reserve for restoration costs of natural disaster	5,061	5,061
Net defined benefit liability	188,379	189,968
Asset retirement obligations	166,497	165,848
Deferred tax liabilities for land revaluation	1,330	1,330
Other	36,817	39,685
Current liabilities:	879,230	1,001,724
Current portion of non-current liabilities	366,120	372,388
Notes and accounts payable - trade	112,674	144,616
Accrued taxes	24,049	33,253
Other advances	207,548	205,984
Reserve for restoration costs of natural disaster	2,332	2,613
Other	166,504	242,869
Liabilities	3,427,609	3,458,921
Shareholders' equity:	827,627	809,454
Capital stock	251,441	251,441
Capital surplus	22,390	22,390
Retained earnings	559,991	542,187
Treasury shares	(6,195)	(6,564)
Accumulated other comprehensive income:	(16,506)	(18,332)
Valuation difference on available-for-sale securities	(57)	197
Deferred losses on hedges	(288)	(618)
Revaluation reserve for land	(895)	(895)
Foreign currency translation adjustments	(147)	(288)
Remeasurements of defined benefit plans	(15,117)	(16,727)
Subscription rights to shares	890	1,120
Non-controlling interests	71,143	71,935
Net assets	883,155	864,177
Liabilities and net assets	4,310,764	4,323,099

QUARTERLY CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

First Quarter FY2020 (Three months ended June 30, 2020) and First Quarter FY2019 (Three months ended June 30, 2019)

Item	(Millions of yen)	
	Three months ended June 30,	
	2020	2019
Operating revenue:	519,284	529,769
Electric utility operating revenue	472,383	485,666
Other business operating revenue	46,901	44,103
Operating expenses:	477,520	490,662
Electric utility operating expenses	432,264	446,614
Other business operating expenses	45,255	44,048
Operating income	41,763	39,107
Non-operating income:	2,404	1,752
Dividend income	370	390
Interest income	51	87
Share of profit of entities accounted for using equity method	1,511	575
Other	470	697
Non-operating expenses:	4,977	5,662
Interest expenses	4,006	4,500
Other	971	1,162
Ordinary revenue	521,688	531,522
Ordinary expenses	482,498	496,325
Ordinary income	39,190	35,196
Income before income taxes	39,190	35,196
Income taxes - current	8,075	2,286
Income taxes - deferred	3,357	8,651
Income taxes	11,433	10,937
Net income	27,757	24,259
Net loss attributable to non-controlling interests	(173)	(559)
Net income attributable to owners of parent	27,930	24,818

QUARTERLY CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

First Quarter FY2020 (Three months ended June 30, 2020) and First Quarter FY2019 (Three months ended June 30, 2019)

Item	(Millions of yen)	
	Three months ended June 30,	
	2020	2019
Net income	27,757	24,259
Other comprehensive income:		
Valuation difference on available-for-sale securities	(227)	(892)
Deferred gains or losses on hedges	329	43
Foreign currency translation adjustments	141	(191)
Remeasurements of defined benefit plans	1,601	611
Share of other comprehensive income of entities accounted for using equity method	0	(0)
Other comprehensive income	1,845	(430)
Comprehensive income	29,603	23,829
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	29,757	24,407
Comprehensive income attributable to non-controlling interests	(154)	(578)

(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.

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