

Tohoku Electric Power Co., Inc.

Summary of Quarterly Financial Statements (Unaudited)

(April 1, 2023 - December 31, 2023)

Information below is an English translation of the "Unaudited Quarterly Financial Release" for nine months ended December 31, 2023, which has been filed with the Tokyo Stock Exchange, Inc. for public inspection.

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

1-7-1 Honcho, Aoba-ku, Sendai, Miyagi, Japan (URL : <https://www.tohoku-epco.co.jp>)

Representative : Kojiro Higuchi, President

Tel : +81-22-225-2111

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

1. Business Results for Consolidated Third Quarter Period in FY2023 (Nine months ended December 31, 2023)

(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	%
9 months ended Dec. 31, 2023	2,056,315	(3.6)	292,418	-	278,893	-	196,304	-
9 months ended Dec. 31, 2022	2,132,440	52.4	(213,493)	-	(223,146)	-	(230,393)	-

(Note) Comprehensive income (9 months ended December 31, 2023: 205,039million yen -, 9 months ended December 31, 2022: (224,345)million yen -%)
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
9 months ended Dec. 31, 2023	392.55	-
9 months ended Dec. 31, 2022	(460.82)	-

(2) Changes in Financial Positions

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
Dec. 31, 2023	5,304,778	830,280	14.1
Mar. 31, 2023	5,211,914	631,099	10.5

(Reference) Shareholders' Equity (Dec. 31, 2023: 750,229million yen, March 31, 2023: 548,987 million yen)

2. Dividends

	Cash dividends per share				
	1Q	2Q	3Q	Year-end	Annual total
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 31, 2023	-	0.00	-	0.00	0.00
Year ending Mar. 31, 2024	-	5.00			
Year ending Mar. 31, 2024 (forecast)			-	10.00	15.00

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

3. Business Results Forecast for Consolidated FY2023 (Year ending March 31, 2024)

	Operating revenue		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share (basic)
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
FY2023	2,830,000	(5.9)	310,000	-	280,000	-	200,000	-	399.92

(Note) Forecast revision of consolidated results from the latest forecast: Forecasts have been revised
Percentage figures represent changes as compared to the same period of the previous year.

(Reference)

Consolidated Cash Income for the Third Quarter Period in FY2023 (Nine months ended Dec. 31, 2023)

<u>Consolidated Cash Income</u>	
Millions of yen	
9 months ended Dec. 31, 2023	<u>344,206</u>

(Note) We've set a target for consolidated cash income identified in the Tohoku Electric Power Group Medium-/Long-Term Vision "Working alongside next."
(In FY2024, more than 320 billion yen)

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.)

QUARTERLY CONSOLIDATED BALANCE SHEETS (Unaudited)

Third Quarter FY2023 (as of December 31, 2023) and FY2022 (as of March 31, 2023)

Assets	(Millions of yen)	
Item	December 31, 2023	March 31, 2023
Non-current assets:	4,109,234	4,005,171
Electric utility plant and equipment:	2,534,997	2,558,047
Hydroelectric power production facilities	203,359	197,654
Thermal power production facilities	412,497	430,835
Nuclear power production facilities	219,785	226,884
Transmission facilities	556,222	563,895
Transformation facilities	260,461	260,078
Distribution facilities	725,584	714,451
General facilities	124,597	132,436
Other electric utility plant and equipment	32,489	31,812
Other non-current assets	226,997	225,158
Construction in progress:	696,586	578,012
Construction and retirement in progress	642,615	522,209
Special account related to nuclear power decommissioning	18,427	20,258
Special account related to reprocessing of spent nuclear fuel	35,543	35,543
Nuclear fuel:	142,479	148,160
Loaded nuclear fuel	30,591	30,591
Nuclear fuel in processing	111,887	117,569
Investments and other assets:	508,172	495,793
Long-term investments	155,201	147,367
Net defined benefit asset	5,725	6,528
Deferred tax assets	219,386	220,113
Other	131,561	125,644
Allowance for doubtful accounts	(3,702)	(3,861)
Current assets:	1,195,544	1,206,742
Cash and deposits	454,797	506,752
Notes and accounts receivable - trade	262,440	263,578
Inventories	127,341	136,823
Other	351,836	300,535
Allowance for doubtful accounts	(872)	(945)
Assets	5,304,778	5,211,914

Liabilities and net assets

(Millions of yen)

Item	December 31, 2023	March 31, 2023
Non-current liabilities:	3,446,196	3,467,390
Bonds payable	1,610,700	1,575,700
Long-term loans payable	1,444,426	1,499,437
Reserve for restoration costs of natural disaster	7,227	7,227
Net defined benefit liability	155,185	163,259
Asset retirement obligations	188,624	179,135
Deferred tax liabilities for land revaluation	1,279	1,297
Other	38,751	41,333
Current liabilities:	1,028,301	1,113,424
Current portion of non-current liabilities	266,932	303,713
Notes and accounts payable - trade	215,239	254,947
Accrued taxes	99,018	21,528
Other advances	275,349	276,088
Reserve for restoration costs of natural disaster	2,355	6,320
Other	169,405	250,825
Liabilities	4,474,498	4,580,815
Shareholders' equity:	750,171	555,227
Capital stock	251,441	251,441
Capital surplus	23,291	22,250
Retained earnings	479,588	286,048
Treasury shares	(4,149)	(4,512)
Accumulated other comprehensive income:	57	(6,239)
Valuation difference on available-for-sale securities	5,418	2,910
Deferred losses on hedges	2,026	697
Revaluation reserve for land	(937)	(919)
Foreign currency translation adjustments	4,753	2,897
Remeasurements of defined benefit plans	(11,203)	(11,824)
Non-controlling interests	80,051	82,111
Net assets	830,280	631,099
Liabilities and net assets	5,304,778	5,211,914

QUARTERLY CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

Third Quarter FY2023 (Nine months ended December 31, 2023) and Third Quarter FY2022 (Nine months ended December 31, 2022)

Item	(Millions of yen)	
	Nine months ended December 31,	
	2023	2022
Operating revenue:	2,056,315	2,132,440
Electric utility operating revenue	1,857,352	1,929,307
Other business operating revenue	198,963	203,132
Operating expenses:	1,763,897	2,345,934
Electric utility operating expenses	1,574,858	2,153,833
Other business operating expenses	189,039	192,100
Operating income (loss)	292,418	(213,493)
Non-operating income:	8,688	8,730
Dividend income	728	595
Interest income	457	238
Gain on sales of securities	1,982	994
Share of profit of entities accounted for using equity method	1,763	1,687
Other	3,756	5,214
Non-operating expenses:	22,212	18,384
Interest expenses	18,461	12,834
Other	3,750	5,549
Ordinary revenue	2,065,003	2,141,171
Ordinary expenses	1,786,109	2,364,318
Ordinary income (loss)	278,893	(223,146)
Provision or reversal of reserve for fluctuation in water levels:	-	(79)
Reversal of reserve for fluctuation in water levels	-	(79)
Income (loss) before income taxes	278,893	(223,066)
Income taxes - current	81,502	5,172
Income taxes - deferred	(1,212)	(389)
Income taxes	80,290	4,783
Net income (loss)	198,603	(227,849)
Net income attributable to non-controlling interests	2,299	2,544
Net income (loss) attributable to owners of parent	196,304	(230,393)

QUARTERLY CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

Third Quarter FY2023 (Nine months ended December 31, 2023) and Third Quarter FY2022 (Nine months ended December 31, 2022)

Item	(Millions of yen)	
	Nine months ended December 31,	
	2023	2022
Net income (loss)	198,603	(227,849)
Other comprehensive income:		
Valuation difference on available-for-sale securities	2,671	1,462
Deferred gains or losses on hedges	1,214	1,082
Foreign currency translation adjustments	1,958	377
Remeasurements of defined benefit plans	475	252
Share of other comprehensive income of entities accounted for using equity method	116	329
Other comprehensive income	6,436	3,504
Comprehensive income	205,039	(224,345)
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	202,619	(227,049)
Comprehensive income attributable to non-controlling interests	2,420	2,704

(Note)

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

The information contains forward-looking statements based on assumptions and projections about the future with regard to our group. 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 our group.

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