

Tohoku Electric Power Co., Inc.

Summary of Quarterly Financial Statements (Unaudited)

(April 1, 2023 - June 30, 2023)

Information below is an English translation of the "Unaudited Quarterly Financial Release" for three months ended June 30, 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 First Quarter Period in FY2023 (Three months ended June 30, 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	%
3 months ended Jun. 30, 2023	633,576	13.5	116,802	-	113,071	-	79,168	-
3 months ended Jun. 30, 2022	558,290	39.4	(26,451)	-	(28,628)	-	(31,242)	-

(Note) Comprehensive income (3 months ended June 30, 2023: 87,503 million yen -%, 3 months ended June 30, 2022: -19,107 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
3 months ended Jun. 30, 2023	158.33	-
3 months ended Jun. 30, 2022	(62.50)	-

(2) Changes in Financial Positions

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
Jun. 30, 2023	5,121,870	718,313	12.4
Mar. 31, 2023	5,211,914	631,099	10.5

(Reference) Shareholders' Equity (June 30, 2023: 636,250 million 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	-				
Year ending Mar. 31, 2024 (forecast)		5.00	-	10.00	15.00

(Note) Forecast revision of dividends from the latest forecast: Forecasts have been revised

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	3,020,000	0.4	220,000	-	200,000	-	140,000	-	279.97

(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)

1.Consolidated Cash Income for the First Quarter Period in FY2023 (Three months ended June 30, 2023)

	Consolidated Cash Income
	Millions of yen
3 months ended Jun. 30, 2023	107,394

(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)

First Quarter FY2023 (as of June 30, 2023) and FY2022 (as of March 31, 2023)

Assets	(Millions of yen)	
Item	June 30, 2023	March 31, 2023
Non-current assets:	4,023,341	4,005,171
Electric utility plant and equipment:	2,533,914	2,558,047
Hydroelectric power production facilities	195,920	197,654
Thermal power production facilities	421,665	430,835
Nuclear power production facilities	224,907	226,884
Transmission facilities	558,999	563,895
Transformation facilities	258,037	260,078
Distribution facilities	716,143	714,451
General facilities	126,495	132,436
Other electric utility plant and equipment	31,742	31,812
Other non-current assets	227,940	225,158
Construction in progress:	614,321	578,012
Construction and retirement in progress	559,130	522,209
Special account related to nuclear power decommissioning	19,648	20,258
Special account related to reprocessing of spent nuclear fuel	35,543	35,543
Nuclear fuel:	148,166	148,160
Loaded nuclear fuel	30,591	30,591
Nuclear fuel in processing	117,574	117,569
Investments and other assets:	498,999	495,793
Long-term investments	151,691	147,367
Net defined benefit asset	6,244	6,528
Deferred tax assets	218,086	220,113
Other	126,870	125,644
Allowance for doubtful accounts	(3,893)	(3,861)
Current assets:	1,098,528	1,206,742
Cash and deposits	339,823	506,752
Notes and accounts receivable - trade	219,289	263,578
Inventories	116,778	136,823
Other	423,459	300,535
Allowance for doubtful accounts	(822)	(945)
Assets	5,121,870	5,211,914

Liabilities and net assets

(Millions of yen)

Item	June 30, 2023	March 31, 2023
Non-current liabilities:	3,467,025	3,467,390
Bonds payable	1,590,700	1,575,700
Long-term loans payable	1,488,853	1,499,437
Reserve for restoration costs of natural disaster	7,227	7,227
Net defined benefit liability	160,342	163,259
Asset retirement obligations	179,846	179,135
Deferred tax liabilities for land revaluation	1,297	1,297
Other	38,757	41,333
Current liabilities:	936,531	1,113,424
Current portion of non-current liabilities	271,915	303,713
Notes and accounts payable - trade	178,697	254,947
Accrued taxes	48,042	21,528
Other advances	277,730	276,088
Reserve for restoration costs of natural disaster	4,733	6,320
Other	155,411	250,825
Liabilities	4,403,557	4,580,815
Shareholders' equity:	634,442	555,227
Capital stock	251,441	251,441
Capital surplus	22,250	22,250
Retained earnings	365,217	286,048
Treasury shares	(4,466)	(4,512)
Accumulated other comprehensive income:	1,807	(6,239)
Valuation difference on available-for-sale securities	4,449	2,910
Deferred gains or losses on hedges	5,465	697
Revaluation reserve for land	(919)	(919)
Foreign currency translation adjustments	4,547	2,897
Remeasurements of defined benefit plans	(11,735)	(11,824)
Non-controlling interests	82,062	82,111
Net assets	718,313	631,099
Liabilities and net assets	5,121,870	5,211,914

CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

First Quarter FY2023 (Three months ended June 30, 2023) and FY2022 (Three months ended June 30, 2022)

Item	(Millions of yen)	
	Three months ended June 30,	
	2023	2022
Operating revenue:	633,576	558,290
Electric utility operating revenue	575,550	502,706
Other business operating revenue	58,025	55,583
Operating expenses:	516,774	584,742
Electric utility operating expenses	460,891	529,243
Other business operating expenses	55,882	55,498
Operating (loss)income	116,802	(26,451)
Non-operating income:	2,966	2,287
Dividend income	329	299
Interest income	72	27
Share of profit of entities accounted for using equity method	1,226	-
Other	1,336	1,960
Non-operating expenses:	6,696	4,464
Interest expenses	6,192	3,740
Share of loss of entities accounted for using equity method	-	21
Other	504	702
Ordinary revenue	636,542	560,578
Ordinary expenses	523,470	589,206
Ordinary (loss)income	113,071	(28,628)
Provision or reversal of reserve for fluctuation in water levels:	-	300
Provision of reserve for fluctuation in water levels	-	300
(Loss)income before income taxes	113,071	(28,929)
Income taxes - current	33,699	1,634
Income taxes - deferred	(43)	360
Income taxes	33,655	1,995
Net (loss)income	79,416	(30,924)
Net income attributable to non-controlling interests	247	317
Net (loss)income attributable to owners of parent	79,168	(31,242)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

First Quarter FY2023 (Three months ended June 30, 2023) and FY2022 (Three months ended June 30, 2022)

Item	(Millions of yen)	
	Three months ended June 30,	
	2023	2022
Net (loss)income	79,416	(30,924)
Other comprehensive income:		
Valuation difference on available-for-sale securities	1,614	498
Deferred gains or losses on hedges	4,981	10,342
Foreign currency translation adjustments	1,663	851
Remeasurements of defined benefit plans	38	84
Share of other comprehensive income of entities accounted for using equity method	(211)	40
Other comprehensive income	8,086	11,817
Comprehensive income	87,503	(19,107)
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	87,215	(19,472)
Comprehensive income attributable to non-controlling interests	287	365

(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.

We hereby disclaim any responsibility or liability in relation to consequences resulting from decisions made by investors.