

# Tohoku Electric Power Co., Inc.

## Summary of Quarterly Financial Statements (Unaudited)

(April 1, 2023 - September 30, 2023)

Information below is an English translation of the "Unaudited Quarterly Financial Release" for six months ended September 30, 2023, 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 Second Quarter Period in FY2023 (Six months ended September 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	%
6 months ended Sep. 30, 2023	1,387,835	3.6	227,541	-	219,166	-	155,394	-
6 months ended Sep. 30, 2022	1,339,715	53.4	(126,270)	-	(131,913)	-	(136,359)	-

(Note) Comprehensive income (6 months ended September 30, 2023: 167,001 million yen -%, 6 months ended September 30, 2022: -114,535 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
6 months ended Sep. 30, 2023	310.75	-
6 months ended Sep. 30, 2022	(272.75)	-

#### (2) Changes in Financial Positions

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
Sep. 30, 2023	5,316,249	795,284	13.5
Mar. 31, 2023	5,211,914	631,099	10.5

(Reference) Shareholders' Equity (Sep 30, 2023: 715,751 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	-	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	3,020,000	0.4	220,000	-	200,000	-	140,000	-	279.97

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

**(Reference)**

**1.Consolidated Cash Income for the Second Quarter Period in FY2023 (Six months ended Sep 30, 2023)**

<u>Consolidated Cash Income</u>	
Millions of yen	
6 months ended Sep. 30, 2023	<u>228,803</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)**

Second Quarter FY2023 (as of September 30, 2023) and FY2022 (as of March 31, 2023)

<b>Assets</b>	(Millions of yen)	
Item	September 30, 2023	March 31, 2023
Non-current assets:	4,076,553	4,005,171
Electric utility plant and equipment:	2,531,833	2,558,047
Hydroelectric power production facilities	194,067	197,654
Thermal power production facilities	424,921	430,835
Nuclear power production facilities	223,480	226,884
Transmission facilities	557,142	563,895
Transformation facilities	256,828	260,078
Distribution facilities	719,731	714,451
General facilities	124,604	132,436
Other electric utility plant and equipment	31,055	31,812
Other non-current assets	229,658	225,158
Construction in progress:	662,569	578,012
Construction and retirement in progress	607,988	522,209
Special account related to nuclear power decommissioning	19,037	20,258
Special account related to reprocessing of spent nuclear fuel	35,543	35,543
Nuclear fuel:	148,193	148,160
Loaded nuclear fuel	30,591	30,591
Nuclear fuel in processing	117,602	117,569
Investments and other assets:	504,297	495,793
Long-term investments	154,596	147,367
Net defined benefit asset	6,228	6,528
Deferred tax assets	218,583	220,113
Other	128,522	125,644
Allowance for doubtful accounts	(3,632)	(3,861)
Current assets:	1,239,695	1,206,742
Cash and deposits	512,384	506,752
Notes and accounts receivable - trade	259,934	263,578
Inventories	108,744	136,823
Other	359,652	300,535
Allowance for doubtful accounts	(1,020)	(945)
<b>Assets</b>	<b>5,316,249</b>	<b>5,211,914</b>

**Liabilities and net assets**

(Millions of yen)

Item	September 30, 2023	March 31, 2023
Non-current liabilities:	3,454,045	3,467,390
Bonds payable	1,600,700	1,575,700
Long-term loans payable	1,461,203	1,499,437
Reserve for restoration costs of natural disaster	7,227	7,227
Net defined benefit liability	157,974	163,259
Asset retirement obligations	187,353	179,135
Deferred tax liabilities for land revaluation	1,297	1,297
Other	38,287	41,333
Current liabilities:	1,066,920	1,113,424
Current portion of non-current liabilities	269,927	303,713
Notes and accounts payable - trade	211,632	254,947
Accrued taxes	87,274	21,528
Other advances	277,547	276,088
Reserve for restoration costs of natural disaster	2,538	6,320
Other	218,000	250,825
Liabilities	4,520,965	4,580,815
Shareholders' equity:	711,651	555,227
Capital stock	251,441	251,441
Capital surplus	23,189	22,250
Retained earnings	441,165	286,048
Treasury shares	(4,144)	(4,512)
Accumulated other comprehensive income:	4,099	(6,239)
Valuation difference on available-for-sale securities	5,973	2,910
Deferred gains or losses on hedges	5,545	697
Revaluation reserve for land	(919)	(919)
Foreign currency translation adjustments	4,967	2,897
Remeasurements of defined benefit plans	(11,467)	(11,824)
Non-controlling interests	79,532	82,111
Net assets	795,284	631,099
Liabilities and net assets	5,316,249	5,211,914

**QUARTERLY CONSOLIDATED STATEMENTS OF INCOME (Unaudited)**

Second Quarter FY2023 (Six months ended September 30, 2023) and Second Quarter FY2022 (Six months ended September 30, 2022)

Item	(Millions of yen)	
	Six months ended September 30,	
	2023	2022
Operating revenue:	1,387,835	1,339,715
Electric utility operating revenue	1,264,788	1,214,853
Other business operating revenue	123,047	124,861
Operating expenses:	1,160,294	1,465,985
Electric utility operating expenses	1,043,768	1,343,008
Other business operating expenses	116,525	122,977
Operating income (loss)	227,541	(126,270)
Non-operating income:	5,463	5,243
Dividend income	350	361
Interest income	238	172
Share of profit of entities accounted for using equity method	1,612	-
Foreign exchange gains	1,140	1,782
Other	2,121	2,926
Non-operating expenses:	13,837	10,885
Interest expenses	12,349	7,711
Share of loss of entities accounted for using equity method	-	262
Other	1,488	2,911
Ordinary revenue	1,393,298	1,344,958
Ordinary expenses	1,174,132	1,476,871
Ordinary income (loss)	219,166	(131,913)
Provision or reversal of reserve for fluctuation in water levels:	-	68
Provision of reserve for fluctuation in water levels	-	68
Income (loss) before income taxes	219,166	(131,981)
Income taxes - current	63,890	3,286
Income taxes - deferred	(1,194)	(159)
Income taxes	62,695	3,126
Net income (loss)	156,471	(135,108)
Net income attributable to non-controlling interests	1,077	1,250
Net income (loss) attributable to owners of parent	155,394	(136,359)

## QUARTERLY CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

Second Quarter FY2023 (Six months ended September 30, 2023) and Second Quarter FY2022 (Six months ended September 30, 2022)

Item	(Millions of yen)	
	Six months ended September 30,	
	2023	2022
Net income (loss)	156,471	(135,108)
Other comprehensive income:		
Valuation difference on available-for-sale securities	3,210	765
Deferred gains or losses on hedges	4,870	17,849
Foreign currency translation adjustments	2,209	1,525
Remeasurements of defined benefit plans	257	168
Share of other comprehensive income of entities accounted for using equity method	(18)	264
Other comprehensive income	10,529	20,573
Comprehensive income	167,001	(114,535)
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	165,733	(115,913)
Comprehensive income attributable to non-controlling interests	1,267	1,378

## CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

Second Quarter FY2023 (Six months ended September 30, 2023) and Second Quarter FY2022 (Six months ended September 30, 2022)

(Millions of yen)

Item	Six months ended September 30,	
	2023	2022
<b>Cash flows from operating activities:</b>		
Income (loss) before income taxes	219,166	(131,981)
Depreciation	94,649	95,913
Decommissioning costs of nuclear power units	3,711	3,626
Amortization of special account related to nuclear power decommissioning	1,220	1,220
Loss on retirement of non-current assets	1,034	593
Increase (decrease) in net defined benefit liability	(5,284)	(6,302)
Increase (decrease) in reverse for fluctuation in water levels	-	68
Interest and dividend income	(588)	(534)
Interest expenses	12,349	7,711
Decrease (increase) in notes and accounts receivable - trade	5,058	(66,275)
Decrease (increase) in accounts receivable - other	(42,018)	8,729
Decrease (increase) in inventories	28,089	(41,646)
Increase (decrease) in notes and accounts payable - trade	(43,445)	2,547
Other, net	(82,415)	(54,075)
Subtotal	191,528	(180,405)
Interest and dividend income received	565	531
Interest expenses paid	(12,088)	(7,275)
Income taxes paid	(5,992)	(4,360)
Net cash provided by operating activities	174,013	(191,509)
<b>Cash flows from investing activities:</b>		
Purchase of non-current assets	(176,640)	(156,170)
Payments of investment and loans receivable	(23,269)	(21,061)
Collection of investment and loans receivable	31,449	43,101
Other, net	1,528	(4,056)
Net cash used in investing activities	(166,931)	(138,186)
<b>Cash flows from financing activities:</b>		
Proceeds from issuance of bonds	84,680	436,250
Redemption of bonds	(120,000)	(60,000)
Proceeds from long-term loans payable	63,361	42,338
Repayments of long-term loans payable	(74,074)	(72,789)
Increase in short-term loans payable	10,350	89,106
Decrease in short-term loans payable	(5,463)	(95,820)
Proceeds from issuance of commercial papers	60,000	177,000
Redemption of commercial papers	(15,000)	(140,000)
Cash dividends paid	(55)	(7,515)
Dividends paid to non-controlling interests	(2,323)	(969)
Other, net	(2,782)	(2,030)
Net cash used in financing activities	(1,306)	365,569
Effect of exchange rate change on cash and cash equivalents	682	503
Net increase(decrease) in cash and cash equivalents	6,457	36,377
Cash and cash equivalents at beginning of the period	507,896	278,420
Cash and cash equivalents at end of the period	514,354	314,797

**(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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