

Financial Release for the Nine Months Ended December 31, 2012

[Japanese Standards] (Consolidated)

January 30, 2013

Hokkaido Electric Power Co., Inc.

(URL <http://www.hepco.co.jp>)

Code no: 9509 Tokyo Stock Exchange (1st section)

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The prearranged date of quarterly financial statement report publication: February 6, 2013

Commencement of payment of dividend: -

Preparation of supplementary materials for quarterly financial results: Yes

Information meeting for quarterly financial results to be held: None

(Monetary figures are rounded down to the nearest million yen)

I. Consolidated Results for the Nine Months (April 1, 2012 – December 31, 2012)

(1) Consolidated Business Results

| | Operating Revenue | | Operating Income | | Ordinary Income | | Net Income | |
|---------------------------------|-------------------|-------|------------------|--------|-----------------|---|-------------|---|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| April 1, 2012–December 31, 2012 | 418,758 | (8.4) | (76,420) | - | (88,288) | - | (90,892) | - |
| April 1, 2011–December 31, 2011 | 457,406 | 12.6 | 4,618 | (85.9) | (4,548) | - | (13,362) | - |

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

Reference: Comprehensive income: April 1, 2012 – December 31, 2012 (91,627) million yen [-%]

April 1, 2011 – December 31, 2011 (15,389) million yen [-%]

| | Net Income per Share (primary) | Net Income per Share (fully diluted) |
|---------------------------------|-----------------------------------|---|
| | Yen | Yen |
| April 1, 2012–December 31, 2012 | (442.13) | - |
| April 1, 2011–December 31, 2011 | (65.00) | - |

(2) Consolidated Financial Position

| | Total Assets | Net Assets | Shareholders' Equity Ratio |
|-------------------------|--------------|-------------|-------------------------------|
| | Million yen | Million yen | % |
| As of December 31, 2012 | 1,654,892 | 230,382 | 13.3 |
| As of March 31, 2012 | 1,618,850 | 327,280 | 19.5 |

Reference: Shareholders' Equity: As of December 31, 2012 219,334 million yen As of March 31, 2012 316,274 million yen

II. Dividends

Cash dividend

| | Cash dividends per share | | | | |
|--|--------------------------|--------------|-------------|------------|--------------|
| | June 30 | September 30 | December 31 | Year-ended | Annual total |
| | Yen | Yen | Yen | Yen | Yen |
| April 1, 2011 – March 31, 2012 | - | 25.00 | - | 25.00 | 50.00 |
| April 1, 2012 – March 31, 2013 | - | 0.00 | - | | |
| April 1, 2012 – March 31, 2013 (Forecast) | | | | 0.00 | 0.00 |

Note: Changes of the forecast of the cash dividends per share from the latest release: Yes

III. Forecasts of Consolidated Results for the Year Ending March 31, 2013 (April 1, 2012 – March 31, 2013)

| | Operating Revenue | | Operating Income | | Ordinary Income | | Net Income | | Net Income Per Share (primary) |
|--------------------------------|-------------------|-------|------------------|---|-----------------|---|-------------|---|--------------------------------------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Yen |
| April 1, 2012 – March 31, 2013 | 577,000 | (9.1) | (124,000) | - | (140,000) | - | (144,000) | - | (700.46) |

Note 1: Percentage figures represent changes as compared to the same period of the previous year.

Note 2: Changes of the forecasts of consolidated results in this period: Yes

* Given that the forecast above was made on the basis of information available at the time of release of this document, the actual result may vary from the forecast data due to various factors.

(Notes)

- (1) Changes among major consolidated subsidiaries in this period: None
- (2) Application of special accounting methods in preparation of quarterly financial statements: Yes
- (3) Changes in accounting policies; changes in accounting estimates; restatements
- a. Changes of accounting policies due to amendment of accounting standards: Yes
 - b. Other changes in accounting policies: None
 - c. Changes in accounting estimates: Yes
 - d. Restatements: None
- (4) Outstanding shares (Common stock)
- a. Number of outstanding shares (Treasury stock included):
As of December 31, 2012: 215,291,912 As of March 31, 2012: 215,291,912
 - b. Number of treasury stock:
As of December 31, 2012: 9,714,606 As of March 31, 2012: 9,710,858
 - c. Average number of shares over period:
April 1, 2012 - December 31, 2012: 205,578,777 April 1, 2011 – December 31, 2011: 205,584,687

(Reference)

Forecasts of Non-consolidated Results for the Year Ending March 31, 2013 (April 1, 2012 – March 31, 2013)

| | Operating Revenue | | Operating Income | | Ordinary Income | | Net Income | | Net Income Per Share (primary) |
|--------------------------------|-------------------|-------|------------------|---|-----------------|---|-------------|---|--------------------------------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Yen |
| April 1, 2012 – March 31, 2013 | 560,000 | (9.1) | (127,000) | - | (128,000) | - | (130,000) | - | (632.36) |

Note 1: Percentage figures represent changes as compared to the same period of the previous year.

Note 2: Changes of the forecasts of non-consolidated results in this period: Yes

Results of Production and Sales [Electric Utility Business]

1. Sales

Electricity Sales

(GWh)

| | April 1, 2012– December 31, 2012 (A) | April 1, 2011– December 31, 2011 (B) | Increase/decrease (A) - (B) | Comparison (%) (A) / (B) | April 1, 2011 – March 31, 2012 |
|---------------------------|--|--|--------------------------------|-----------------------------|-----------------------------------|
| Non-eligible customers | | | | | |
| Residential | 8,179 | 8,325 | (146) | 98.3 | 12,078 |
| Commercial and industrial | 1,434 | 1,420 | 14 | 101.0 | 2,651 |
| Subtotal | 9,613 | 9,745 | (132) | 98.6 | 14,729 |
| Eligible customers | 12,431 | 12,801 | (370) | 97.1 | 17,416 |
| Total | 22,044 | 22,546 | (502) | 97.8 | 32,145 |

2. Production

Power Supply

(GWh)

| | April 1, 2012 – December 31, 2012 (A) | April 1, 2011 – December 31, 2011 (B) | Increase/decrease (A) - (B) | Comparison (%) (A) / (B) | April 1, 2011 – March 31, 2012 |
|-----------------------------------|---|---|--------------------------------|-----------------------------|-----------------------------------|
| Hokkaido Electric Power Co., Inc. | | | | | |
| [Water flow rate %] | [99.0] | [114.8] | [(15.8)] | | [111.6] |
| Hydroelectric | 2,821 | 3,235 | (414) | 87.2 | 3,773 |
| Fossil fuel | 17,136 | 13,380 | 3,756 | 128.1 | 20,564 |
| [Nuclear capacity ratio %] | [5.7] | [62.9] | [(57.2)] | | [58.6] |
| Nuclear | 784 | 8,599 | (7,815) | 9.1 | 10,663 |
| Renewable | 84 | 58 | 26 | 144.8 | 83 |
| Subtotal | 20,825 | 25,272 | (4,447) | 82.4 | 35,083 |
| Purchased power | 4,234 | 3,708 | 526 | 114.2 | 4,865 |
| Interchange power | (12) | (2,972) | 2,960 | 0.4 | (3,429) |
| Power used for pumped storage | (21) | (46) | 25 | 47.0 | (46) |
| Total | 25,026 | 25,962 | (936) | 96.4 | 36,473 |

Forecasts of Consolidated Results for the Year Ending March 31, 2013 (April 1, 2012 – March 31, 2013)

(Million yen)

| | April 1, 2012 – March 31, 2013 | |
|-------------------|--------------------------------|---|
| | | Increase/decrease compared with the previous term |
| Operating Revenue | 577,000 | (58,000) |
| Operating Income | (124,000) | (127,000) |
| Ordinary Income | (140,000) | (130,000) |
| Net Income | (144,000) | (72,000) |

Key Factors

| | April 1, 2012 – March 31, 2013 |
|---|--------------------------------|
| [Increase/decrease compared with the previous term] | [Approx. (2.8)%] |
| Electricity sales | Approx. 31.2 TWh |
| Foreign Exchange Rate | Approx. 82 yen/\$ |
| CIF Crude Oil Price | Approx. 113 \$/bl |
| Nuclear Capacity Ratio | Approx. 4 % |
| Sensitivity Factors | |
| Foreign Exchange Rate (1 yen/\$) | Approx. 2.5 billion yen |
| CIF Crude Oil Price (1 \$/bl) | Approx. 1.4 billion yen |
| Nuclear Capacity Ratio (1 %) | Approx. 2.1 billion yen |
| Interest (1 %) | Approx. 2.3 billion yen |

(Reference)

Forecasts of Non-consolidated Results for the Year Ending March 31, 2013 (April 1, 2012 – March 31, 2013)

(Million yen)

| | April 1, 2012 – March 31, 2013 | |
|-------------------|--------------------------------|---|
| | | Increase/decrease compared with the previous term |
| Operating Revenue | 560,000 | (56,000) |
| Operating Income | (127,000) | (125,000) |
| Ordinary Income | (128,000) | (113,000) |
| Net Income | (130,000) | (55,000) |

Consolidated Balance Sheets

(Million yen)

| Item | As of March 31, 2012 (A) | As of December 31, 2012 (B) |
|--|-----------------------------|--------------------------------|
| Assets | | |
| Noncurrent assets | 1,483,229 | 1,475,614 |
| Electric utility plant and equipment | 1,057,514 | 1,038,540 |
| Hydroelectric power production facilities | 109,918 | 109,803 |
| Thermal power production facilities | 95,876 | 95,609 |
| Nuclear power production facilities | 280,826 | 260,694 |
| Transmission facilities | 179,846 | 179,303 |
| Transformation facilities | 80,796 | 81,746 |
| Distribution facilities | 269,319 | 269,422 |
| General facilities | 37,148 | 37,709 |
| Other electric utility plant and equipment | 3,780 | 4,251 |
| Other noncurrent assets | 46,539 | 48,167 |
| Construction in progress | 143,692 | 151,073 |
| Construction in progress | 143,540 | 150,609 |
| Retirement in progress | 151 | 463 |
| Nuclear fuel | 95,517 | 112,143 |
| Loaded nuclear fuel | 18,648 | 18,391 |
| Nuclear fuel in processing | 76,869 | 93,752 |
| Investments and other assets | 139,966 | 125,689 |
| Long-term investments | 50,784 | 47,538 |
| Deferred tax assets | 6,636 | 6,527 |
| Other | 82,656 | 71,724 |
| Allowance for doubtful accounts | (111) | (100) |
| Current assets | 135,621 | 179,277 |
| Cash and deposits | 53,593 | 66,038 |
| Notes and accounts receivable-trade | 37,821 | 39,618 |
| Inventories | 36,013 | 49,418 |
| Deferred tax assets | 1,165 | 1,456 |
| Other | 7,714 | 23,427 |
| Allowance for doubtful accounts | (686) | (681) |
| Total | 1,618,850 | 1,654,892 |
| Liabilities and Net Assets | | |
| Liabilities | | |
| Noncurrent liabilities | 1,043,372 | 1,138,988 |
| Bonds payable | 529,124 | 479,126 |
| Long-term loans payable | 299,621 | 451,677 |
| Provision for retirement benefits | 50,660 | 47,088 |
| Provision for reprocessing of irradiated nuclear fuel | 70,875 | 66,950 |
| Provision for preparation of the reprocessing of irradiated nuclear fuel | 7,827 | 8,147 |
| Asset retirement obligations | 79,439 | 80,810 |
| Deferred tax liabilities | 547 | 151 |
| Other | 5,274 | 5,036 |
| Current liabilities | 232,840 | 268,750 |
| Current portion of noncurrent liabilities | 74,293 | 117,536 |
| Short-term loans payable | 48,700 | 55,800 |
| Notes and accounts payable-trade | 39,260 | 42,129 |
| Accrued taxes | 10,543 | 6,680 |
| Provision for loss on liquidation of subsidiaries and affiliates | 1,863 | 712 |
| Deferred tax liabilities | 23 | 65 |
| Other | 58,155 | 45,827 |
| Reserves under the special laws | 15,357 | 16,771 |
| Reserve for fluctuation in water levels | 15,357 | 16,771 |
| Total Liabilities | 1,291,570 | 1,424,509 |
| Net assets | | |
| Shareholders' equity | 314,932 | 218,897 |
| Capital stock | 114,291 | 114,291 |
| Capital surplus | 21,174 | 21,174 |
| Retained earnings | 197,609 | 101,572 |
| Treasury stock | (18,142) | (18,141) |
| Valuation and translation adjustments | 1,342 | 436 |
| Valuation difference on available-for-sale securities | 1,342 | 436 |
| Minority interests | 11,005 | 11,048 |
| Total Net Assets | 327,280 | 230,382 |
| Total | 1,618,850 | 1,654,892 |

Consolidated Statements of Income

(Million yen)

| Item | April 1, 2011– December 31, 2011 | April 1, 2012– December 31, 2012 |
|--|----------------------------------|----------------------------------|
| Operating Revenue | 457,406 | 418,758 |
| Electric utility operating revenue | 442,647 | 402,376 |
| Other business operating revenue | 14,758 | 16,381 |
| Operating Expenses | 452,787 | 495,179 |
| Electric utility operating expenses | 440,055 | 480,946 |
| Other business operating expenses | 12,732 | 14,232 |
| Operating Income (loss) | 4,618 | (76,420) |
| Non-operating Income | 2,670 | 2,427 |
| Dividends income | 363 | 396 |
| Interest income | 799 | 803 |
| Equity in earnings of affiliates | 352 | 430 |
| Other | 1,154 | 797 |
| Non-operating Expenses | 11,838 | 14,294 |
| Interest expenses | 10,511 | 11,186 |
| Other | 1,326 | 3,108 |
| Total ordinary revenue | 460,077 | 421,185 |
| Total ordinary expenses | 464,626 | 509,474 |
| Ordinary loss | (4,548) | (88,288) |
| Provision or reversal of reserve for fluctuation in water levels | 4,693 | 1,413 |
| Provision of reserve for fluctuation in water levels | 4,693 | 1,413 |
| Loss before income taxes | (9,242) | (89,702) |
| Income taxes-current | 4,104 | 966 |
| Income taxes-deferred | (109) | 43 |
| Total income taxes | 3,994 | 1,009 |
| Loss before minority interests | (13,236) | (90,711) |
| Minority interests in income (loss) | 126 | 180 |
| Net loss | (13,362) | (90,892) |

Consolidated Statements of Comprehensive Income

(Million yen)

| Item | April 1, 2011 – December 31, 2011 | April 1, 2012 – December 31, 2012 |
|---|-----------------------------------|-----------------------------------|
| Loss before Minority Interests | (13,236) | (90,711) |
| Other Comprehensive Income | | |
| Valuation difference on available-for-sale securities | (2,152) | (915) |
| Share of other comprehensive income of associates accounted for using equity method | (0) | (0) |
| Total other comprehensive income | (2,152) | (915) |
| Comprehensive Income | (15,389) | (91,627) |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of the parent | (15,524) | (91,797) |
| Comprehensive income attributable to minority interests | 135 | 170 |

Business Segment Information

Nine Months Ended December 31, 2011 (April 1, 2011 – December 31, 2011)

(Million yen)

| | Reportable segment | Other | Total | Adjustments | F/S Value |
|-------------------------|--------------------|--------|---------|-------------|-----------|
| | Electric utility | | | | |
| Sales to customers | 442,647 | 14,758 | 457,406 | - | 457,406 |
| Intersegment sales | 645 | 55,629 | 56,275 | (56,275) | - |
| Total operating revenue | 443,293 | 70,388 | 513,682 | (56,275) | 457,406 |
| Operating income (loss) | 1,595 | 2,658 | 4,253 | 365 | 4,618 |

Nine Months Ended December 31, 2012 (April 1, 2012 – December 31, 2012)

(Million yen)

| | Reportable segment | Other | Total | Adjustments | F/S Value |
|-------------------------|--------------------|--------|----------|-------------|-----------|
| | Electric utility | | | | |
| Sales to customers | 402,376 | 16,381 | 418,758 | - | 418,758 |
| Intersegment sales | 665 | 49,555 | 50,220 | (50,220) | - |
| Total operating revenue | 403,042 | 65,937 | 468,979 | (50,220) | 418,758 |
| Operating income (loss) | (78,903) | 1,998 | (76,905) | 484 | (76,420) |

Note: The information shown above is an English translation of the "Financial Release for the Nine Months Ended December 31, 2012" which was filed with stock exchanges (Tokyo, Osaka, Sapporo) on the date shown above. Be advised that the Japanese version (the original) shall prevail if in any case a discrepancy arises between the original and the English translation.