

# Financial Release for the Year Ended March 31, 2010

April 28, 2010

## 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 the general shareholders' meeting: June 29, 2010

Commencement of payment of year-end dividend: June 30, 2010

The prearranged date of financial statement report publication: June 30, 2010

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

### I. Consolidated Results for the Year Ended March 31, 2010 (April 1, 2009 – March 31, 2010)

#### (1) Consolidated Business Results

	Operating Revenue		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
April 1, 2009 – March 31, 2010	549,305	-7.6	31,694	-	17,788	-	7,658	-
April 1, 2008 – March 31, 2009	594,559	4.7	-17,155	-	-31,482	-	-24,106	-

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

	Net Income per Share (primary)	Net Income per Share (fully diluted)	Net rate of Return on Shareholders' Equity	Ratio of Ordinary Income to Total Assets	Ratio of Operating Income to Operating Revenue
	Yen	Yen	%	%	%
April 1, 2009 – March 31, 2010	36.37	-	1.9	1.1	5.8
April 1, 2008 – March 31, 2009	-114.44	-	-5.6	-2.0	-2.9

Reference: investment profit on equity method: April 1, 2009 – March 31, 2010 749 million yen April 1, 2008 – March 31, 2009 317 million yen

#### (2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	Million yen	Million yen	%	Yen
As of March 31, 2010	1,607,027	418,943	25.4	1,939.92
As of March 31, 2009	1,635,023	419,983	25.1	1,947.01

Reference: Shareholders' Equity: As of March 31, 2010 408,558 million yen As of March 31, 2009 410,051 million yen

#### (3) Consolidated Cash Flow

	Cash Flow from Operating Activities	Cash Flow from Investment Activities	Cash Flow from Financing Activities	Cash and Cash Equivalents at End of Period
	Million yen	Million yen	Million yen	Million yen
April 1, 2009 – March 31, 2010	120,314	-143,423	21,688	39,001
April 1, 2008 – March 31, 2009	24,783	-100,167	98,170	40,421

## II. Dividends

### Cash dividend

	Cash dividends per share					Dividends Paid (Annual)	Dividend Payout Ratio (Consolidated)	Dividend on Net Asset Ratio (Consolidated)
	June 30	September 30	December 31	Year-ended	Annual total			
April 1, 2008 – March 31, 2009	Yen -	Yen 30.00	Yen -	Yen 30.00	Yen 60.00	Million yen 12,637	% -	% 2.9
April 1, 2009 – March 31, 2010	Yen -	Yen 25.00	Yen -	Yen 25.00	Yen 50.00	Million yen 10,530	% 137.5	% 2.6
April 1, 2010 – March 31, 2011 (Forecast)	Yen -	Yen 25.00	Yen -	Yen 25.00	Yen 50.00		% 95.7	

### III. Forecast of Consolidated Results for the Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

	Operating Revenue		Operating Income		Ordinary Income		Net Income		Net Income per Share (primary)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
April 1, 2010 - Sept. 30, 2010	260,000	1.0	17,000	-4.7	10,000	-5.2	3,000	-15.7	14.24
April 1, 2010 - March 31, 2011	557,000	1.4	39,000	23.1	25,000	40.5	11,000	43.6	52.23

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

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

#### IV. Others

(1) Changes among major consolidated subsidiaries during the term: No

(2) Changes of principals and procedures about preparation of financial statements (Yes/No):

- a. Amendments of accounting regulations: Yes  
b. Others: No

(3) Outstanding shares (Common stock)

a. Number of outstanding shares (Treasury stock included):

As of March 31, 2010: 215,291,912 As of March 31, 2009: 215,291,912

b. Treasury stock:

As of March 31, 2010: 4,685,655 As of March 31, 2009: 4,686,567

#### (Reference) Highlight of Non-consolidated Financial Results

##### I. Non-consolidated Results for the Year Ended March 31, 2010 (April 1, 2009 – March 31, 2010)

###### (1) Non-consolidated Business Results

	Operating Revenue		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
April 1, 2009 – March 31, 2010	526,894	-8.1	26,824	-	13,203	-	5,379	-
April 1, 2008 – March 31, 2009	573,473	5.5	-22,354	-	-36,550	-	-26,197	-

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

	Net Income per Share (primary)	Net Income per Share (fully diluted)
	Yen	Yen
April 1, 2009 – March 31, 2010	25.54	-
April 1, 2008 – March 31, 2009	-124.37	-

###### (2) Non-consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	Million yen	Million yen	%	Yen
As of March 31, 2010	1,536,430	377,152	24.5	1,790.79
As of March 31, 2009	1,564,763	380,951	24.3	1,808.84

Reference: Shareholders' Equity: As of March 31, 2010 377,152 million yen As of March 31, 2009 380,951 million yen

##### II. Forecast of Non-consolidated Results for the Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

	Operating Revenue		Operating Income		Ordinary Income		Net Income		Net Income per Share (primary)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
April 1, 2010 – Sept. 30, 2010	251,000	1.1	16,000	-1.1	9,000	-0.4	3,000	4.3	14.24
April 1, 2010 – March 31, 2011	535,000	1.5	34,000	26.8	20,000	51.5	9,000	67.3	42.73

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

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

## Results of Production and Sales [Electric Utility Business]

### 1. Sales

#### Electricity Sales

(GWh)

	April 1, 2009 – March 31, 2010 (A)	April 1, 2008 – March 31, 2009 (B)	Increase/decrease (A)-(B)	Comparison (%) (A)/(B)
Non-eligible customers				
Residential	11,875	11,639	236	102.0
Commercial and industrial	2,368	2,258	110	104.9
Subtotal	14,243	13,897	346	102.5
Eligible customers	17,208	17,942	-734	95.9
Total	31,451	31,839	-388	98.8

### 2. Production

#### Power Supply

(GWh)

	April 1, 2009 – March 31, 2010 (A)	April 1, 2008 – March 31, 2009 (B)	Increase/decrease (A)-(B)	Comparison (%) (A)/(B)
Hokkaido Electric Power Co., Inc.				
(Water flow rate %)	(108.0)	(80.5)	(27.5)	
Hydroelectric	3,757	2,811	946	133.7
Fossil fuel	14,986	21,065	-6,079	71.1
(Nuclear capacity ratio %)	(81.9)	(66.2)	(15.7)	
Nuclear	12,381	6,777	5,604	182.7
Renewable	115	111	4	103.5
Subtotal	31,239	30,764	475	101.5
Purchased power	4,461	5,100	-639	87.5
Interchange power	-108	-3	-105	4,084.4
Power used for pumped storage	-144	-71	-73	204.9
Total	35,448	35,790	-342	99.0

Note 1: Amount of power generated in trial operation is excluded from the calculation of nuclear capacity ratio.

Note 2: Due to changes in Electricity Utilities Industry Accounting Regulations, Geothermal power supply, which used to be included in "Fossil Fuel" in conventional classification, is included in "Renewable" from this period. Consequently, figures for April 1, 2008 – March 31, 2009 has been reclassified.

Note 3 Amount of power generated from consolidated subsidiaries, Hokkaido Power Engineering and HOKUDEN ECO-ENERGY, is included in purchased power.

**Forecast of Consolidated Results for the Year Ending March 31, 2011 (April 1, 2010 - March 31, 2011)**

(Million yen)

	April 1, 2010 – March 31, 2011		April 1, 2010 – September 30, 2010	
		Increase/decrease compared to the previous term		Increase/decrease compared to the previous term
Operating Revenue	557,000	8,000	260,000	3,000
Operating Income	39,000	7,000	17,000	Same level
Ordinary Income	25,000	7,000	10,000	Same level
Net Income	11,000	4,000	3,000	Same level

**Key Factors**

	April 1, 2010 – March 31, 2011 (Forecast)	April 1, 2009 – March 31, 2010 (Actual)
(Comparison with the previous term (%))	(Approx. 1.6%)	(-1.2%)
Electricity sales	Approx. 32.0 TWh	31.5 TWh
Foreign Exchange Rate	Approx. 90 yen/\$	93 yen/\$
CIF Crude Oil Price	Approx. 85 \$/bl	69.3 \$/bl
Nuclear Capacity Ratio	Approx. 85 %	81.9 %
<b>Sensitivity Factors</b>		
Foreign Exchange Rate (1 yen/\$)	Approx. 0.7 billion yen	Approx. 0.7 billion yen
CIF Crude Oil Price (1 \$/bl)	Approx. 0.3 billion yen	Approx. 0.4 billion yen
Nuclear Capacity Ratio (1 %)	Approx. 0.9 billion yen	Approx. 1.3 billion yen
Interest (1 %)	Approx. 1.1 billion yen	Approx. 0.9 billion yen

Note: Amount of power generated in trial operation is excluded from the calculation of nuclear capacity ratio.

**(Reference)**

Forecast of Non-consolidated Results for the Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

(Million yen)

	April 1, 2010 – March 31, 2011		April 1, 2010 – September 30, 2010	
		Increase/decrease compared to the previous term		Increase/decrease compared to the previous term
Operating Revenue	535,000	8,000	251,000	3,000
Operating Income	34,000	7,000	16,000	Same level
Ordinary Income	20,000	7,000	9,000	Same level
Net Income	9,000	4,000	3,000	Same level

**Consolidated Balance Sheets**

(Million yen)

Item	As of March 31, 2009	As of March 31, 2010
<b>Assets</b>		
Noncurrent assets	1,506,488	1,491,500
Electric utility plant and equipment	890,215	1,117,755
Hydroelectric power production facilities	123,155	117,740
Thermal power production facilities	115,456	103,814
Nuclear power production facilities	79,655	327,444
Transmission facilities	186,712	182,626
Transformation facilities	83,528	81,982
Distribution facilities	259,922	263,251
General facilities	40,144	38,489
Other electric utility plant and equipment	1,639	2,405
Other noncurrent assets	50,021	48,422
Construction in progress	354,125	89,919
Construction in progress	353,998	89,697
Retirement in progress	127	221
Nuclear fuel	76,204	79,325
Loaded nuclear fuel	19,700	19,163
Nuclear fuel in processing	56,504	60,161
Investments and other assets	135,921	156,078
Long-term investments	36,354	40,174
Deferred tax assets	67,060	59,186
Other	32,833	56,864
Allowance for doubtful accounts	-326	-147
Current assets	128,534	115,526
Cash and deposits	40,421	39,201
Notes and accounts receivable-trade	34,363	32,071
Inventories	32,147	26,818
Deferred tax assets	6,112	8,112
Other	15,891	9,724
Allowance for doubtful accounts	-401	-401
<b>Total</b>	<b>1,635,023</b>	<b>1,607,027</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Noncurrent liabilities	975,879	948,451
Bonds payable	543,789	553,792
Long-term loans payable	230,597	196,662
Provision for retirement benefits	78,163	70,520
Provision for reprocessing of irradiated nuclear fuel	69,185	69,286
Provision for preparation of the reprocessing of irradiated nuclear fuel	3,202	4,930
Provision for decommissioning of nuclear power units	41,266	44,308
Reserve for loss on liquidation of affiliates	3,145	3,137
Other	6,529	5,814
Current liabilities	236,668	233,529
Current portion of noncurrent liabilities	47,859	105,919
Short-term loans payable	52,772	48,000
Commercial papers	-	4,000
Notes and accounts payable-trade	25,465	23,494
Accrued taxes	7,879	6,122
Other	102,692	45,992
Reserves under the special laws	2,492	6,104
Reserve for fluctuations in water levels	2,492	6,104
<b>Total Liabilities</b>	<b>1,215,040</b>	<b>1,188,084</b>
<b>Net Assets</b>		
Shareholders' equity	408,910	404,986
Capital stock	114,291	114,291
Capital surplus	21,174	21,174
Retained earnings	282,315	278,385
Treasury stock	-8,872	-8,866
Valuation and translation adjustment	1,141	3,572
Valuation difference on available-for-sale securities	1,141	3,572
Minority interests	9,931	10,384
<b>Total Net Assets</b>	<b>419,983</b>	<b>418,943</b>
<b>Total</b>	<b>1,635,023</b>	<b>1,607,027</b>

**Consolidated Statements of Income**

(Million yen)

Item	April 1 2008 – March. 31, 2009	April 1 2009 – March. 31, 2010
<b>Operating Revenue</b>	594,559	549,305
Electric utility operating revenue	572,152	525,587
Other business operating revenue	22,407	23,718
<b>Operating Expenses</b>	611,715	517,611
Electric utility operating expenses	592,054	496,486
Other business operating expenses	19,661	21,124
<b>Operating Income (Loss)</b>	-17,155	31,694
<b>Non-operating Income</b>	2,776	2,971
Dividends income	438	371
Interest income	562	620
Gain on sales of noncurrent assets	-	487
Equity in earnings of affiliates	317	749
Other	1,459	742
<b>Non-operating Expenses</b>	17,103	16,877
Interest expenses	14,532	15,375
Other	2,570	1,502
Total ordinary revenue	597,336	552,277
Total ordinary expenses	628,819	534,489
<b>Ordinary Income (Loss)</b>	-31,482	17,788
Provision or reversal of reserve for fluctuation in water levels	-5,053	3,612
Provision of reserve for fluctuation in water levels	-	3,612
Reversal of reserve for fluctuation in water levels	-5,053	-
Extraordinary loss	4,737	-
Loss on valuation of securities	4,737	-
Income (loss) before income taxes	-31,165	14,176
Income taxes-current	1,949	1,462
Income taxes for prior periods	681	-
Income taxes-deferred	-10,501	4,478
Total income taxes	-7,869	5,941
Minority interests in income	810	575
<b>Net Income (Loss)</b>	-24,106	7,658

**Consolidated Statements of Changes in Net Assets**

(Million yen)

Item	April 1 2008 – March. 31, 2009	April 1 2009 – March. 31, 2010
<b>Shareholders' Equity</b>		
<b>Capital stock</b>		
Balance at the end of previous period	114,291	114,291
Balance at the end of current period	114,291	114,291
<b>Capital surplus</b>		
Balance at the end of previous period	21,174	21,174
Balance at the end of current period	21,174	21,174
<b>Retained earnings</b>		
Balance at the end of previous period	319,062	282,315
Changes of items during the period		
Dividends from surplus	-12,639	-11,583
Net income (loss)	-24,106	7,658
Disposal of treasury stock	-	-5
Total changes of items during the period	-36,746	-3,929
Balance at the end of current period	282,315	278,385
<b>Treasury stock</b>		
Balance at the end of previous period	-8,695	-8,872
Changes of items during the period		
Purchase of treasury stock	-177	-58
Disposal of treasury stock	-	64
Total changes of items during the period	-177	5
Balance at the end of current period	-8,872	-8,866
<b>Total shareholders' equity</b>		
Balance at the end of previous period	445,833	408,910
Changes of items during the period		
Dividends from surplus	-12,639	-11,583
Net income (loss)	-24,106	7,658
Purchase of treasury stock	-177	-58
Disposal of treasury stock	-	59
Total changes of items during the period	-36,923	-3,923
Balance at the end of current period	408,910	404,986
<b>Valuation and Translation Adjustments</b>		
<b>Valuation difference on available-for-sale securities</b>		
Balance at the end of previous period	6,645	1,141
Changes of items during the period		
Net changes of items other than shareholders' equity	-5,504	2,430
Total changes of items during the period	-5,504	2,430
Balance at the end of current period	1,141	3,572
<b>Minority Interests</b>		
Balance at the end of previous period	9,316	9,931
Changes of items during the period		
Net changes of items other than shareholders' equity	615	453
Total changes of items during the period	615	453
Balance at the end of current period	9,931	10,384
<b>Total Net Assets</b>		
Balance at the end of previous period	461,796	419,983
Changes of items during the period		
Dividends from surplus	-12,639	-11,583
Net income (loss)	-24,106	7,658
Purchase of treasury stock	-177	-58
Disposal of treasury stock	-	59
Net changes of items other than shareholders' equity	-4,889	2,883
Total changes of items during the period	-41,813	-1,039
Balance at the end of current period	419,983	418,943

**Consolidated Statements of Cash Flows**

(Million yen)

Account	April 1, 2008 – March 31, 2009	April 1, 2009 – March 31, 2010
<b>Net Cash Provided by (used in) Operating Activities</b>		
Income (loss) before income taxes	-31,165	14,176
Depreciation and amortization	74,197	114,484
Amortization of nuclear fuel	3,444	6,716
Loss on retirement of noncurrent assets	3,031	2,292
Increase (decrease) in provision for retirement benefits	-9,822	-7,643
Increase (decrease) in provision for reprocessing of irradiated nuclear fuel	-2,876	-
Increase (decrease) in provision for decommissioning of nuclear power units	1,903	3,041
Increase (decrease) in reserve for fluctuation in water levels	-5,053	3,612
Interest and dividends income	-1,000	-991
Interest expenses	14,532	15,375
Loss (gain) on valuation of securities	4,737	-
Decrease (increase) in reserve fund for reprocessing of irradiated nuclear fuel	-4,655	-23,266
Increase (decrease) defined-contribution pension liability	-1,826	-
Increase (decrease) in trade notes and accounts payable	-8,177	-1,688
Other, net	7,947	10,605
Subtotal	45,217	136,715
Interest and dividends income received	989	948
Interest expenses paid	-13,902	-15,419
Income taxes paid	-7,520	-1,929
Net cash provided by (used in) operating activities	24,783	120,314
<b>Net Cash Provided by (used in) Investing Activities</b>		
Purchase of noncurrent assets	-100,264	-144,169
Payments of investment and loans receivable	-19,600	-23,334
Collection of investment and loans receivable	19,320	23,167
Other, net	377	912
Net cash provided by (used in) investing activities	-100,167	-143,423
<b>Net Cash Provided by (used in) Financing Activities</b>		
Proceeds from issuance of bonds	149,525	59,809
Redemption of bonds	-20,000	-30,000
Proceeds from long-term loans payable	21,000	22,000
Repayment of long-term loans payable	-26,739	-17,941
Increase in short-term loans payable	253,973	209,282
Decrease in short-term loans payable	-248,618	-213,678
Proceeds from issuance of commercial papers	97,000	139,000
Redemption of commercial papers	-115,000	-135,000
Cash dividends paid	-12,645	-11,576
Other, net	-324	-205
Net cash provided by (used in) financing activities	98,170	21,688
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	22,786	-1,420
<b>Cash and Cash Equivalents at Beginning of Period</b>	17,634	40,421
<b>Cash and Cash Equivalents at End of Period</b>	40,421	39,001



## Business Segment Information

Full year ended March 31, 2009 (April 1, 2008 – March 31, 2009)

(Million yen)

	Electric	Other	Total	Eliminations	Consolidated
Sales to customers	572,152	22,407	594,559	-	594,559
Intersegment sales	870	77,289	78,159	-78,159	-
Total operating revenue	573,022	99,696	672,719	-78,159	594,559
Operating expenses	595,662	94,714	690,377	-78,661	611,715
Operating income (loss)	-22,639	4,982	-17,657	501	-17,155
Assets	1,571,729	96,300	1,668,030	-33,006	1,635,023
Depreciation and amortization	69,060	6,221	75,281	-1,084	74,197
Capital investments	105,100	4,531	109,631	-738	108,892

Full year ended March 31, 2010 (April 1, 2009 – March 31, 2010)

(Million yen)

	Electric	Other	Total	Eliminations	Consolidated
Sales to customers	525,587	23,718	549,305	-	549,305
Intersegment sales	838	75,938	76,776	-76,776	-
Total operating revenue	526,425	99,656	626,082	-76,776	549,305
Operating expenses	499,535	95,423	594,959	-77,347	517,611
Operating income	26,889	4,232	31,122	571	31,694
Assets	1,543,486	95,757	1,639,243	-32,216	1,607,027
Depreciation and amortization	109,511	5,978	115,489	-1,004	114,484
Capital investments	111,214	4,641	115,855	-825	115,029

**Non-consolidated Balance Sheets**

(Million yen)

Item	As of March. 31, 2009	As of March 31, 2010
<b>Assets</b>		
Property	1,454,242	1,440,294
Electric utility plant and equipment	891,675	1,120,608
Hydroelectric power production facilities	116,844	111,668
Thermal power production facilities	114,040	102,460
Nuclear power production facilities	79,870	328,883
Internal combustion engine power production facilities	1,304	1,139
Renewable power production facilities	-	930
Transmission facilities	188,848	184,682
Transformation facilities	83,959	82,373
Distribution facilities	266,338	269,711
General facilities	40,130	38,420
Facilities loaned	338	338
Incidental business facilities	163	146
Non-operating facilities	2,805	2,730
Construction in progress	355,972	90,693
Construction in progress	355,849	90,487
Retirement in progress	123	205
Nuclear fuel	76,204	79,325
Loaded nuclear fuel	19,700	19,163
Nuclear fuel in processing	56,504	60,161
Investments and other assets	127,419	146,790
Long-term investments	26,750	30,544
Long-term investment for subsidiaries and affiliates	18,419	18,363
Reserve fund for reprocessing of irradiated nuclear fuel	22,285	45,552
Long-term prepaid expenses	610	603
Deferred tax assets	59,485	51,842
Allowance for doubtful accounts	-132	-115
Current assets	110,521	96,136
Cash and deposits	32,817	30,799
Accounts receivable	29,306	26,698
Other accounts receivable	3,296	2,659
Inventories	29,221	23,461
Prepaid expenses	234	246
Short-term receivables from subsidiaries and affiliates	397	234
Deferred tax assets	4,878	6,948
Other current assets	10,761	5,473
Allowance for doubtful accounts	-392	-384
<b>Total</b>	<b>1,564,763</b>	<b>1,536,430</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Long-term liabilities	959,443	933,282
Bonds payable	543,789	553,792
Long-term loans payable	219,546	187,091
Long-term accrued liabilities	497	820
Provision for retirement benefits	72,822	64,974
Provision for reprocessing of irradiated nuclear fuel	69,185	69,286
Provision for preparation of the reprocessing of irradiated nuclear fuel	3,202	4,930
Provision for decommissioning of nuclear power units	41,266	44,308
Reserve for loss on liquidation of affiliates	3,657	3,657
Other noncurrent liabilities	5,476	4,422
Current liabilities	221,876	219,891
Current portion of noncurrent liabilities	44,519	102,455
Short-term loans payable	51,000	47,500
Commercial papers	-	4,000
Accounts payable-trade	16,057	13,858
Accounts payable-other	64,009	10,013
Accrued expenses	20,722	19,027
Accrued taxes	5,379	4,473
Deposits received	577	509
Short-term debt to subsidiaries and affiliates	17,646	17,064
Other advances	1,938	852
Reserve for bonuses to directors and corporate auditors	-	78
Other current liabilities	24	58
Reserves under the special laws	2,492	6,104
Reserve for fluctuations in water levels	2,492	6,104
<b>Total Liabilities</b>	<b>1,183,812</b>	<b>1,159,278</b>

*Non-consolidated Balance Sheets continued*

<b>Net Assets</b>		
Shareholders' equity	379,901	373,698
Capital stock	114,291	114,291
Capital surplus	21,174	21,174
Legal capital surplus	21,174	21,174
Retained earnings	253,306	247,097
Legal retained earnings	28,219	28,219
Other retained earnings	225,086	218,877
Reserve for special disaster	11	15
Reserve for adjustment of cost fluctuation	12,500	-
Reserve for depreciation of Tomari nuclear power plant unit 3	54,000	36,000
General reserve	153,500	126,500
Retained earnings brought forward	5,074	56,361
Treasury stock	-8,872	-8,866
Valuation and translation adjustments	1,050	3,454
Valuation difference on available-for-sale securities	1,050	3,454
<b>Total Net Assets</b>	<b>380,951</b>	<b>377,152</b>
<b>Total</b>	<b>1,564,763</b>	<b>1,536,430</b>

**Non-consolidated Statements of Income**

(Million yen)

Item	April 1 2008 – March. 31, 2009	April 1, 2009 – March 31, 2010
<b>Operating Revenue and Expenses</b>		
Operating revenue	573,473	526,894
Electricity business revenue	573,019	526,422
Residential	259,065	247,619
Commercial and industrial	307,912	270,862
Sold power to other utilities	384	1,208
Sold power to other suppliers	481	1,227
Transmission revenue	295	315
Settlement revenue among utilities	17	46
Other electricity revenue	4,842	5,122
Revenue from loaned facilities	20	20
Incidental business operating revenue	453	472
Electrically-fitted housing facility leasing business	194	221
Leasing core wires in fiber-optic cables business	101	97
Real estate leasing business	157	153
Operating expenses	595,828	500,070
Electricity utility operating expenses	595,503	499,749
Hydroelectric power production expenses	17,464	16,883
Thermal power production expenses	231,991	132,178
Nuclear power production expenses	73,967	103,899
Internal combustion engine power production expenses	3,014	2,565
Renewable power production expenses	-	1,464
Purchased power from other utilities	226	90
Purchased power from other suppliers	57,941	38,948
Transmission expenses	36,743	35,708
Transformation expenses	18,854	19,187
Distribution expenses	66,129	64,049
Selling expenses	30,132	28,620
Cost of loaned facilities	3	3
General and administrative expenses	41,573	38,207
Electric power development promotion tax	11,970	11,837
Enterprise tax	6,788	6,229
Transferred cost of electricity for construction and incidental business	-1,299	-124
Incidental business operating expenses	325	320
Electrically-fitted housing facility leasing business	234	244
Leasing core wires in fiber-optic cables business	60	50
Real estate leasing business	29	25
Operating income (loss)	-22,354	26,824
<b>Non-operating Revenue and Expenses</b>		
Total non-operating income	2,092	2,413
Financial revenue	1,023	1,084
Dividends income	617	572
Interests income	405	512
Non-operating revenue	1,068	1,329
Gain on sales of noncurrent assets	183	485
Foreign exchange gains	229	-
Miscellaneous revenue	656	844
Total non-operating expenses	16,288	16,034
Financial expenses	14,648	15,282
Interest expenses	14,173	15,092
Bond issue cost	474	190
Non-operating expenses	1,639	751
Loss on sales of noncurrent asset	44	50
Miscellaneous expenses	1,594	700
Total ordinary revenue	575,565	529,308
Total ordinary expenses	612,116	516,105
<b>Ordinary Income (Loss)</b>	-36,550	13,203
Provision or reversal of reserve for fluctuation in water levels	-5,053	3,612
Provision of reserve for fluctuation in water levels	-	3,612
Reversal of reserve for fluctuation in water levels	-5,053	-
Extraordinary loss	4,701	-
Loss on valuation securities	4,701	-
Income (loss) before income taxes	-36,198	9,591
Income taxes for prior periods	552	-
Income taxes-deferred	-10,552	4,211
Total income taxes	-10,000	4,211
<b>Net Income (Loss)</b>	-26,197	5,379

# Non-Consolidated Statements of Changes in Net Assets

(Million yen)

Item	April 1 2008 – March. 31, 2009	April 1 2009 – March. 31, 2010
<b>Shareholders' Equity</b>		
Capital stock		
Balance at the end of previous period	114,291	114,291
Balance at the end of current period	114,291	114,291
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	21,174	21,174
Balance at the end of current period	21,174	21,174
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	28,219	28,219
Balance at the end of current period	28,219	28,219
Other retained earnings		
Reserve for overseas investment loss		
Balance at the end of previous period	14	-
Changes of items during the period		
Reversal of reserve for overseas investment loss	-14	-
Total changes of items during the period	-14	-
Balance at the end of current period	-	-
Reserve for special disaster		
Balance at the end of previous period	7	11
Changes of items during the period		
Provision of reserve for special disaster	3	4
Total changes of items during the period	3	4
Balance at the end of current period	11	15
Reserve for adjustment of cost fluctuations		
Balance at the end of previous period	12,500	12,500
Changes of items during the period		
Reversal of reserve for adjustment of cost fluctuations	-	-12,500
Total changes of items during the period	-	-12,500
Balance at the end of current period	12,500	-
Reserve for depreciation of Tomari nuclear power plant unit 3		
Balance at the end of previous period	34,000	54,000
Changes of items during the period		
Provision of reserve for depreciation of Tomari nuclear power plant unit 3	20,000	-
Reversal of reserve for depreciation of Tomari nuclear power plant unit 3	-	-18,000
Total changes of items during the period	20,000	-18,000
Balance at the end of current period	54,000	36,000
General reserve		
Balance at the end of previous period	173,500	153,500
Changes of items during the period		
Provision of reserve for depreciation of Tomari nuclear power plant unit 3	-20,000	-
Reversal of general reserve	-	-27,000
Total changes of items during the period	-20,000	-27,000
Balance at the end of current period	153,500	126,500
Retained earnings brought forward		
Balance at the end of previous period	43,902	5,074
Changes of items during the period		
Reversal of reserve for overseas investment loss	14	-
Provision of reserve for special disaster	-3	-4
Reversal of reserve for adjustment of cost fluctuations	-	12,500
Reversal of reserve for depreciation of Tomari nuclear power plant unit 3	-	18,000
Reversal of general reserve	-	27,000
Dividends from surplus	-12,639	-11,583
Net income (loss)	-26,197	5,379
Disposal of treasury stock	-	-5
Total changes of items during the period	-38,827	51,286
Balance at the end of current period	5,074	56,361

Non-consolidated Statements of Changes in Net Assets continued

(Million yen)

Item	April 1 2008 – March. 31, 2009	April 1 2009 – March. 31, 2010
<b>Total retained earnings</b>		
Balance at the end of previous period	292,144	253,306
Changes of items during the period		
Dividends from surplus	-12,639	-11,583
Net income (loss)	-26,197	5,379
Disposal of treasury stock	-	-5
Total changes of items during the period	-38,837	-6,209
Balance at the end of current period	253,306	247,097
<b>Treasury stock</b>		
Balance at the end of previous period	-8,695	-8,872
Changes of items during the period		
Purchase of treasury stock	-177	-58
Disposal of treasury stock	-	64
Total changes of items during the period	-177	5
Balance at the end of current period	-8,872	-8,866
<b>Total shareholders' equity</b>		
Balance at the end of previous period	418,916	379,901
Changes of items during the period		
Dividends from surplus	-12,639	-11,583
Net income (loss)	-26,197	5,379
Purchase of treasury stock	-177	-58
Disposal of treasury stock	-	59
Total changes of items during the period	-39,014	-6,203
Balance at the end of current period	379,901	373,698
<b>Valuation and Translation Adjustments</b>		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	6,480	1,050
Changes of items during the period		
Net changes of items other than shareholders' equity	-5,430	2,403
Total changes of items during the period	-5,430	2,403
Balance at the end of current period	1,050	3,454
<b>Total Net Assets</b>		
Balance at the end of previous period	425,397	380,951
Changes of items during the period		
Dividends from surplus	-12,639	-11,583
Net income (loss)	-26,197	5,379
Purchase of treasury stock	-177	-58
Disposal of treasury stock	-	59
Net changes of items other than shareholders' equity	-5,430	2,403
Total changes of items during the period	-44,445	-3,799
Balance at the end of current period	380,951	377,152

**Note:** The information shown above is an English translation of the " Financial Release for the Year Ended March 31, 2010" which was filed with stock exchanges (Tokyo, Osaka, Sapporo) on the date shown above and the other references.