

(English Translation)

Financial Results (Unaudited) (for the Year Ended March 31, 2019)

April 26, 2019

Electric Power Development Co., Ltd. (J-POWER)

Listed exchange: Tokyo Stock Exchange (Code: 9513)

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Scheduled date of the Ordinary General Meeting of Shareholders:	June 26, 2019
Scheduled date of dividend payment commencement:	June 27, 2019
Scheduled date for filing of annual securities report:	June 27, 2019
Preparation of supplementary explanations of financial results:	Yes
Financial results presentation held:	Yes (for institutional investors and securities analysts)

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

1. Consolidated Financial Results (From April 1, 2018 to March 31, 2019)

(1) Consolidated Operating Results

(Percentages (%) represent changes from the same period of the previous year)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 31, 2019	897,366	4.8	78,844	(24.4)	68,539	(33.1)	46,252	(32.4)
Year ended March 31, 2018	856,252	15.0	104,336	27.7	102,476	52.6	68,448	65.2

(Note) Comprehensive income: Year ended March 31, 2019 34,189 million yen (63.0)%
Year ended March 31, 2018 92,297 million yen 48.9%

	Earnings per share	Fully diluted earnings per share
	yen	yen
Year ended March 31, 2019	252.68	—
Year ended March 31, 2018	373.93	—

	Ratio of earnings to shareholders' equity	Ratio of ordinary income to total assets	Ratio of operating income to operating revenue
	%	%	%
Year ended March 31, 2019	5.8	2.5	8.8
Year ended March 31, 2018	9.1	3.9	12.0

(Reference) Share of profit of entities accounted for using equity method:

Year ended March 31, 2019	9,657 million yen
Year ended March 31, 2018	9,721 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Year ended March 31, 2019	2,766,179	845,582	28.8	4,356.54
Year ended March 31, 2018	2,647,054	836,124	29.7	4,300.98

(Reference) Shareholders' equity: As of March 31, 2019 797,459 million yen

As of March 31, 2018 787,291 million yen

(3) Consolidated Statement of Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of the period
	million yen	million yen	million yen	million yen
Year ended March 31, 2019	148,423	(170,432)	74,622	187,077
Year ended March 31, 2018	160,310	(109,635)	(85,825)	136,840

2. Dividends

	Cash dividends per share					Total amount of dividends	Dividend pay-out ratio	Ratio of dividends to net assets
	Record date				Annual			
	Jun. 30	Sep. 30	Dec. 31	Mar. 31				
	yen	yen	yen	yen	yen	million yen	%	%
Year ended March 31, 2018	—	35.00	—	40.00	75.00	13,728	20.1	1.8
Year ended March 31, 2019	—	35.00	—	40.00	75.00	13,728	29.7	1.7
Year ending March 31, 2020 (forecasts)	—	35.00	—	40.00	75.00		32.7	

3. Consolidated Earnings Forecasts for the Year Ending March 31, 2020 (From April 1, 2019 to March 31, 2020)

(Percentages (%) represent changes from the same period of the previous year)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending March 31, 2020	940,000	4.8	73,000	(7.4)	60,000	(12.5)	42,000	(9.2)	229.45

4. Other Information

(1) Principal subsidiaries subject to changes: Yes (One new subsidiary: JP Renewable Europe Company Limited)

(2) Changes in accounting policies, accounting estimates and restatement of corrections

1) Changes in accounting policies due to revisions of accounting standards etc.: None

2) Changes in accounting policies except 1): None

3) Changes in accounting estimates: None

4) Restatement of corrections: None

(3) Number of shares issued (common stock)

1) Number of shares issued at the end of the period (including treasury stock)

Year ended March 31, 2019: 183,051,100

Year ended March 31, 2018: 183,051,100

2) Treasury stock at the end of the period

Year ended March 31, 2019: 2,151

Year ended March 31, 2018: 1,751

3) Average number of shares outstanding during the period

Year ended March 31, 2019: 183,049,193

Year ended March 31, 2018: 183,049,580

[Reference]

1. Non-consolidated Financial Results (From April 1, 2018 to March 31, 2019)

(1) Non-consolidated Operating Results

(Percentages (%) represent changes from the same period of the previous year)

	Operating revenue		Operating income		Ordinary income		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 31, 2019	646,958	5.3	18,678	(56.6)	54,405	3.7	52,784	25.9
Year ended March 31, 2018	614,591	17.6	43,071	55.9	52,460	(7.1)	41,938	(18.6)

	Profit per share	Fully diluted profit per share
	yen	yen
Year ended March 31, 2019	288.36	—
Year ended March 31, 2018	229.11	—

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Year ended March 31, 2019	2,211,815	622,277	28.1	3,399.51
Year ended March 31, 2018	2,075,706	590,927	28.5	3,228.24

(Reference) Shareholders' equity: Year ended March 31, 2019 622,277 million yen
Year ended March 31, 2018 590,927 million yen

2. Non-consolidated Earnings Forecasts for the Year Ending March 31, 2020 (From April 1, 2019 to March 31, 2020)

(Percentages (%) represent changes from the same period of the previous year)

	Operating revenue		Operating income		Ordinary income		Profit		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending March 31, 2020	591,000	(8.6)	16,000	(14.3)	53,000	(2.6)	51,000	(3.4)	278.61

* This financial results is out of the scope of review procedures by CPA or an audit firm

* Forward-looking statements and other special notes

- The earnings forecasts are forward-looking statements made on the basis of available information current at the time forecasts are made and contain uncertain elements. Therefore, actual earnings may differ from forecast figures as a result of changes in business performance and other factors. For the details of earnings forecasts for the year ending March 2020, please refer to page 4.
- The supplementary explanation material is available on our website at <http://www.jpowers.co.jp/english/> under the investor relations section.

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1. Operating Results and Financial Position (Consolidated)

(1) Operating Results

1) Electricity Sales Volume

In the electric power business, electricity sales volume from thermal power plants for the current fiscal year showed 3.2% decrease from the previous fiscal year to 54.9TWh, due mainly to the decrease in the load factor of thermal power plants of J-POWER (non-consolidated) from 80% to 79%. In hydroelectric power, the increase in water supply rate from 105% in the previous fiscal year to 106% resulted in 5.0% increase in electricity sales volume from the previous fiscal year to 9.7TWh. In addition to these factors, the increase in sales volume of electricity procured from wholesale electricity market, etc. contributed to 3.4% increase in total electricity sales volume of the electric power business from the previous fiscal year to 69.3TWh.

Electricity sales volume in the overseas business decreased 31.1% from the previous fiscal year to 10.9TWh.

2) Overview of Income and Expenditures

Sales (operating revenue) increased 4.8% from the previous fiscal year to 897.3 billion yen mainly due to the increase in the fuel price and increase in sales volume of electricity procured from wholesale electricity market, etc. in the electric power business. Non-operating revenue decreased 35.1% from the previous fiscal year to 18.8 billion yen mainly due to the decrease in foreign exchange gains. Total ordinary revenue increased 3.5% from the previous fiscal year to 916.2 billion yen.

Operating expenses increased 8.9% from the previous fiscal year to 818.5 billion yen. This was mainly due to the increase in fuel costs associated with increase in the fuel price, and also due to the increase in power procurement costs. Total ordinary expenses including non-operating expenses increased 8.3% from the previous fiscal year to 847.7 billion yen.

As a result, ordinary income decreased 33.1% from the previous fiscal year to 68.5 billion yen and profit attributable to owners of parent after corporate income tax decreased 32.4% from the previous fiscal year to 46.2 billion yen.

Results for the reportable segments for the current fiscal year are as follows.

(Electric Power Business)

Sales (electric utility operating revenue) increased 9.8% from the previous fiscal year to 695.6 billion yen mainly due to the increase in the fuel price and increase in the sales volume of electricity procured from wholesale electricity market, etc.

Segment income decreased 62.1% from the previous fiscal year to 14.9 billion yen due mainly to the increase in fuel costs associated with increase in fuel price, and increase in the removal cost of existing facilities.

(Electric Power Related Business)

Sales (other business operating revenue) increased 10.3% from the previous fiscal year to 455.3 billion yen mainly due to the increase in sales of coal in a consolidated subsidiary.

Segment income increased 14.6% from the previous fiscal year to 26.4 billion yen due mainly to the increase in sales.

(Overseas Business)

Sales (overseas business operating revenue) decreased 13.5% from the previous fiscal year to 141.0 billion yen due mainly to the decrease in electricity sales volume.

Segment income decreased 27.7% from the previous fiscal year to 29.2 billion yen due mainly to the fluctuations in foreign exchange.

(Other Business)

Sales (other business operating revenue) increased 11.4% from the previous fiscal year to 30.3 billion yen.

Segment income increased 10.3% from the previous fiscal year to 1.3 billion yen.

(2) Financial Position

Total assets increased 119.1 billion yen from the end of the previous fiscal year to 2.7661 trillion yen mainly due to investment in the UK offshore wind power project and the increase in current assets.

Total liabilities increased 109.6 billion yen from the end of the previous fiscal year to 1.9205 trillion yen. Of this amount, interest-bearing debt increased 81.5 billion yen from the end of the previous fiscal year to 1.6428 trillion yen. Non-recourse loans in overseas business accounted for 255.8 billion yen of interest-bearing debt.

Total net assets increased 9.4 billion yen from the end of the previous fiscal year to 845.5 billion yen. This was mainly due to posting of profit attributable to owners of parent, despite decrease in foreign currency translation adjustment brought about by appreciation of the yen.

The shareholders' equity ratio decreased from 29.7% at the end of the previous fiscal year to 28.8%.

(3) Cash Flow

(Cash flows from operating activities)

Cash inflow from operating activities decreased 11.8 billion yen from the previous fiscal year to 148.4 billion yen due mainly to the decrease in profit before income taxes.

(Cash flows from investing activities)

Cash outflow from investment activities increased 60.7 billion yen from the previous fiscal year to 170.4 billion yen due mainly to the acquisition of interest in the UK offshore wind power project.

(Cash flows from financing activities)

Cash flows from financing activities reversed from outflow of 85.8 billion yen in the previous fiscal year to inflow of 74.6 billion yen. This was mainly due to the increase in fund procurement by corporate bonds and loans.

As a result of these activities, cash and cash equivalents as of March 31, 2019 increased 50.2 billion yen from the end of the previous fiscal year to 187.0 billion yen.

(4) Earnings Forecasts

In the earnings forecasts for the fiscal year ending March 2020, electric power sales volumes for electric power business are estimated taking into account of water supply rate for normal year in hydroelectric power, schedule of periodic inspections in thermal power and increase in volume of electricity procured from wholesale electricity market, etc. Electric power sales volumes for overseas business are estimated based on power generating plans in Thailand. As a result, operating revenue is expected to increase 4.8% from the fiscal year ended March 31, 2019 to 940 billion yen. Operating income is expected to decrease 7.4% to 73 billion yen due mainly to the increase in costs, and the decrease in non-operating revenue is expected to result in 12.5% decrease in ordinary income to 60 billion yen. Profit attributable to owners of parent is expected to decrease 9.2% to 42 billion yen.

Electricity sales volume and other factors

			Year ended Mar. 31, 2019	Year ending Mar. 31, 2020
Electric Power Business	Hydroelectric	Electricity sales volume (TWh)	9.7	9.2
		Water supply rate (%)	106	100
	Thermal	Electricity sales volume (TWh)	54.9	52.1
		Load factor* ² (%)	79	76
	Wind	Electricity sales volume (TWh)	0.8	0.8
	Other* ¹	Electricity sales volume (TWh)	3.8	10.7
Overseas Business		Electricity sales volume (TWh)	10.9	12.6

*1 Electricity procured from wholesale electricity market, etc.

*2 Load factor of thermal power of J-POWER (non-consolidated)

Foreign exchange rate

	Year ended Mar. 31, 2019	Year ending Mar. 31, 2020
Yen/US\$ (Average foreign exchange rate)	111	110
Yen/THB (Foreign exchange rate at the end of Dec.)	3.41	3.50

2. Basic Approach Related to the Selection of Accounting Standards

J-POWER Group mainly operates in electric power business and its accounting documents are created following the Ordinance on Terminology, Forms, and Preparation Methods of Consolidated Financial Statements (Ordinance of the Ministry of Finance No. 28 of 1976) and the Electric Utility Accounting Regulations (Ordinance of the Ministry of International Trade and Industry No. 57 of 1965).

We will examine the application of IFRS with consideration to future business developments.

3. Consolidated Financial Statements and Major Notes

(1) Consolidated Balance Sheet

(Unit: million yen)

	As of Mar. 31, 2018	As of Mar. 31, 2019
Assets		
Non-current assets	2,325,256	2,401,671
Electric utility plant and equipment	951,149	944,323
Hydroelectric power production facilities	346,719	351,141
Thermal power production facilities	305,191	302,274
Internal combustion engine power production facilities	3,029	2,967
Renewable power production facilities	50,784	44,169
Transmission facilities	153,180	150,699
Transformation facilities	29,718	29,833
Communication facilities	8,375	8,552
General facilities	54,148	54,684
Overseas business facilities	341,418	312,128
Other non-current assets	93,404	94,836
Construction in progress	525,740	582,083
Construction and retirement in progress	525,740	582,083
Nuclear fuel	73,800	74,514
Nuclear fuel in processing	73,800	74,514
Investments and other assets	339,743	393,785
Long-term investments	256,715	313,339
Deferred tax assets	47,744	53,321
Other	35,283	27,123
Current assets	321,798	364,508
Cash and deposits	129,675	121,187
Notes and accounts receivable-trade	91,432	84,686
Short-term investments	9,045	66,000
Inventories	52,368	53,483
Other	39,322	39,149
Allowance for doubtful accounts	(46)	-
Total assets	2,647,054	2,766,179

(Unit: million yen)

	As of Mar. 31, 2018	As of Mar. 31, 2019
Liabilities		
Non-current liabilities	1,561,828	1,622,378
Bonds payable	554,991	614,992
Long-term loans payable	875,043	852,269
Lease obligations	368	1,106
Other provision	152	30
Net defined benefit liability	55,176	57,790
Asset retirement obligations	28,484	29,023
Deferred tax liabilities	22,343	19,455
Other	25,266	47,709
Current liabilities	249,100	298,219
Current portion of non-current liabilities	114,307	159,335
Short-term loans payable	16,803	15,278
Notes and accounts payable-trade	25,539	25,457
Accrued taxes	26,303	17,155
Other provision	292	678
Asset retirement obligations	341	368
Other	65,512	79,946
Total liabilities	1,810,929	1,920,597
Net assets		
Shareholders' equity	745,176	777,699
Capital stock	180,502	180,502
Capital surplus	119,927	119,927
Retained earnings	444,753	477,276
Treasury shares	(6)	(7)
Accumulated other comprehensive income	42,114	19,760
Valuation difference on available-for-sale securities	16,822	12,482
Deferred gains or losses on hedges	(6,580)	(7,293)
Foreign currency translation adjustment	30,960	17,551
Remeasurements of defined benefit plans	912	(2,979)
Non-controlling interests	48,833	48,123
Total net assets	836,124	845,582
Total liabilities and net assets	2,647,054	2,766,179

(2) Consolidated Statement of Income and Comprehensive Income

Consolidated statement of income

(Unit: million yen)

	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019
Operating revenue	856,252	897,366
Electric utility operating revenue	631,923	693,790
Overseas business operating revenue	163,084	141,024
Other business operating revenue	61,244	62,551
Operating expenses	751,916	818,521
Electric utility operating expenses	566,143	652,781
Overseas business operating expenses	131,251	112,003
Other business operating expenses	54,521	53,737
Operating income	104,336	78,844
Non-operating income	29,113	18,894
Dividend income	1,577	1,592
Interest income	1,287	1,357
Share of profit of entities accounted for using equity method	9,721	9,657
Gain on sales of securities	229	1,999
Other	16,298	4,287
Non-operating expenses	30,974	29,200
Interest expenses	28,387	26,377
Other	2,586	2,822
Total ordinary revenue	885,366	916,261
Total ordinary expenses	782,890	847,722
Ordinary income	102,476	68,539
Extraordinary losses	3,389	-
Impairment loss	3,389	-
Profit before income taxes	99,086	68,539
Income taxes-current	20,124	17,149
Income taxes-deferred	(3,700)	(3,947)
Total income taxes	16,423	13,201
Profit	82,662	55,337
Profit attributable to non-controlling interests	14,213	9,084
Profit attributable to owners of parent	68,448	46,252

Consolidated statement of comprehensive income

(Unit: million yen)

	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019
Profit	82,662	55,337
Other comprehensive income		
Valuation difference on available-for-sale securities	1,229	(4,420)
Deferred gains or losses on hedges	(4,134)	1,047
Foreign currency translation adjustment	10,385	(11,780)
Remeasurements of defined benefit plans, net of tax	1,341	(3,889)
Share of other comprehensive income of entities accounted for using equity method	812	(2,103)
Total other comprehensive income	9,634	(21,147)
Comprehensive income	92,297	34,189
(Comprehensive income attributable to abstract)		
Comprehensive income attributable to owners of parent	76,286	23,898
Comprehensive income attributable to non-controlling interests	16,010	10,291

(3) Consolidated Statement of Changes in Equity

Year ended Mar. 31, 2018

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of current period	180,502	119,927	389,117	(5)	689,542
Changes of items during period					
Dividends of surplus			(12,813)		(12,813)
Profit attributable to owners of parent			68,448		68,448
Purchase of treasury shares				(1)	(1)
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	55,635	(1)	55,633
Balance at the end of current period	180,502	119,927	444,753	(6)	745,176

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current period	15,594	(2,183)	21,295	(430)	34,276	40,200	764,019
Changes of items during period							
Dividends of surplus							(12,813)
Profit attributable to owners of parent							68,448
Purchase of treasury shares							(1)
Net changes of items other than shareholders' equity	1,227	(4,397)	9,664	1,342	7,838	8,633	16,471
Total changes of items during period	1,227	(4,397)	9,664	1,342	7,838	8,633	72,105
Balance at the end of current period	16,822	(6,580)	30,960	912	42,114	48,833	836,124

Year ended Mar. 31, 2019

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of current period	180,502	119,927	444,753	(6)	745,176
Changes of items during period					
Dividends of surplus			(13,728)		(13,728)
Profit attributable to owners of parent			46,252		46,252
Purchase of treasury shares				(1)	(1)
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	32,523	(1)	32,522
Balance at the end of current period	180,502	119,927	477,276	(7)	777,699

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current period	16,822	(6,580)	30,960	912	42,114	48,833	836,124
Changes of items during period							
Dividends of surplus							(13,728)
Profit attributable to owners of parent							46,252
Purchase of treasury shares							(1)
Net changes of items other than shareholders' equity	(4,339)	(712)	(13,409)	(3,892)	(22,354)	(710)	(23,064)
Total changes of items during period	(4,339)	(712)	(13,409)	(3,892)	(22,354)	(710)	9,457
Balance at the end of current period	12,482	(7,293)	17,551	(2,979)	19,760	48,123	845,582

(4) Consolidated Statement of Cash Flows

(Unit: million yen)

	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019
Cash flows from operating activities		
Profit before income taxes	99,086	68,539
Depreciation and amortization	82,298	79,979
Loss on retirement of non-current assets	3,039	4,786
Increase (decrease) in net defined benefit liability	(1,046)	(2,777)
Interest and dividend income	(2,864)	(2,950)
Interest expenses	28,387	26,377
Decrease (increase) in notes and accounts receivable-trade	(10,801)	6,211
Decrease (increase) in inventories	(5,121)	(1,315)
Increase (decrease) in notes and accounts payable-trade	(2,143)	3,394
Share of (profit) loss of entities accounted for using equity method	(9,721)	(9,657)
Other, net	10,253	10,011
Subtotal	191,366	182,599
Interest and dividend income received	16,620	15,749
Interest expenses paid	(28,486)	(26,102)
Income taxes paid	(19,190)	(23,822)
Net cash provided by (used in) operating activities	160,310	148,423
Cash flows from investing activities		
Purchase of non-current assets	(98,816)	(106,009)
Payments of investment and loans receivable	(8,149)	(74,457)
Collection of investment and loans receivable	2,243	10,410
Other, net	(4,913)	(375)
Net cash provided by (used in) investing activities	(109,635)	(170,432)

(Unit: million yen)

	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019
Cash flows from financing activities		
Proceeds from issuance of bonds	99,633	119,548
Redemption of bonds	(160,100)	(40,000)
Proceeds from long-term loans payable	56,510	79,720
Repayments of long-term loans payable	(53,280)	(74,860)
Increase in short-term loans payable	67,708	63,470
Decrease in short-term loans payable	(75,813)	(64,991)
Proceeds from issuance of commercial papers	15,000	83,000
Redemption of commercial papers	(15,000)	(83,000)
Cash dividends paid	(12,810)	(13,729)
Dividends paid to non-controlling interests	(7,342)	(10,826)
Other, net	(329)	16,289
Net cash provided by (used in) financing activities	(85,825)	74,622
Effect of exchange rate change on cash and cash equivalents	3,536	(2,375)
Net increase (decrease) in cash and cash equivalents	(31,614)	50,237
Cash and cash equivalents at beginning of period	168,454	136,840
Cash and cash equivalents at end of period	136,840	187,077

(5) Notes on Premise of Going Concern

Not applicable.

(6) Notes to Consolidated Financial Statements

(Segment Information)

1. Overview of reportable segments

The J-POWER Group's reportable segments are internal structural units for which separate financial information is available and are subject to regular review by the Board of Directors to determine the distribution of management resources and evaluate performance.

The J-POWER Group is comprised of J-POWER (parent company), 71 subsidiaries and 113 affiliates (as of March 31, 2019), of which core business is generating business utilizing power plants owned by J-POWER group companies including hydroelectric, thermal and wind. Through our power transmission and transforming facilities we also engage in transmission business, providing transmission services to nine transmission and distribution companies excluding The Okinawa Electric Power Company.

The J-POWER Group's business is separated into 4 reportable segments of "Electric Power Business" conducted by the parent company, subsidiaries and affiliates; "Electric Power Related Business" that complements and contributes to the smooth and efficient implementation of our electric power business; "Overseas Business" that engages in overseas power generation business and businesses related to this; and "Other Business" which consists of various business activities including the sale of coal that fully utilize the Group's management resources and know-how.

2. Method of calculating amounts in sales, income or loss, assets and other items for each reportable segment

The method of accounting for reportable segments is the same as that applied to consolidated financial statements. The income of reportable segments is calculated on the basis of ordinary income. Intersegment internal revenues and transferred amounts are based on current market prices.

3. Information concerning amounts in sales, income or loss, assets and other items for each reportable segment

- Year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)

(Unit: million yen)

	Electric Power	Electric Power Related	Overseas	Other	Subtotal	Adjustments	Consolidated
Sales							
Sales to external customers	631,923	36,934	163,084	24,309	856,252	-	856,252
Intersegment sales and transfer	1,792	375,799	-	2,948	380,539	(380,539)	-
Total sales	633,715	412,734	163,084	27,258	1,236,792	(380,539)	856,252
Segment income	39,561	23,098	40,528	1,258	104,446	(1,970)	102,476
Segment assets	1,895,862	265,830	637,741	17,979	2,817,413	(170,359)	2,647,054
Other items							
Depreciation and amortization	60,606	5,786	17,443	282	84,118	(1,819)	82,298
Interest income	118	314	885	68	1,387	(99)	1,287
Interest expenses	14,178	133	14,083	92	28,487	(99)	28,387
Equity income of affiliates	178	-	9,543	-	9,721	-	9,721
Investment in affiliates	17,473	-	164,667	-	182,140	-	182,140
Increase in the tangible and intangible non-current assets	100,129	3,639	5,018	346	109,134	(10,417)	98,716

Notes:

1. The breakdown of adjustments is as follows.

- (1) The adjustment amount of (1,970) million yen in segment income includes elimination of transaction amounts between segments of (1,996) million yen.
- (2) The adjustment amount of (170,359) million yen in segment assets includes elimination of (154,665) million yen for the offsetting of receivables.
- (3) The adjustment amount of (1,819) million yen in depreciation and amortization includes elimination of transaction amounts between segments of (1,768) million yen.
- (4) The adjustment amounts for interest income, interest expenses, and increase in the tangible and intangible non-current assets are amounts eliminated as transactions between segments.

2. Segment income is adjusted with ordinary income within consolidated financial statements.

• Year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)

(Unit: million yen)

	Electric Power	Electric Power Related	Overseas	Other	Subtotal	Adjustments	Consolidated
Sales							
Sales to external customers	693,790	35,518	141,024	27,032	897,366	-	897,366
Intersegment sales and transfer	1,859	419,835	-	3,330	425,026	(425,026)	-
Total sales	695,650	455,354	141,024	30,363	1,322,393	(425,026)	897,366
Segment income	14,995	26,468	29,284	1,388	72,136	(3,597)	68,539
Segment assets	2,006,157	275,549	657,109	18,244	2,957,061	(190,881)	2,766,179
Other items							
Depreciation and amortization	58,413	5,579	17,527	303	81,824	(1,845)	79,979
Interest income	106	385	907	65	1,464	(107)	1,357
Interest expenses	13,125	102	13,168	88	26,484	(107)	26,377
Equity income of affiliates	(1,383)	-	11,041	-	9,657	-	9,657
Investment in affiliates	30,475	-	218,709	-	249,184	-	249,184
Increase in the tangible and intangible non-current assets	99,924	4,850	4,711	700	110,187	(2,406)	107,780

Notes:

1. The breakdown of adjustments is as follows.

- (1) The adjustment amount of (3,597) million yen in segment income includes elimination of transaction amounts between segments of (3,623) million yen.
- (2) The adjustment amount of (190,881) million yen in segment assets includes elimination of (174,309) million yen for the offsetting of receivables.
- (3) The adjustment amount of (1,845) million yen in depreciation and amortization includes elimination of transaction amounts between segments of (1,805) million yen.
- (4) The adjustment amounts for interest income, interest expenses, and increase in the tangible and intangible non-current assets are amounts eliminated as transactions between segments.

2. Segment income is adjusted with ordinary income within consolidated financial statements.

(Per Share Information)

	Year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)	Year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)
Net assets per share	yen 4,300.98	yen 4,356.54
Earnings per share	373.93	252.68

Notes:

1. Since there were no potential shares such as bonds with subscription right to shares, diluted earnings per shares is not indicated.
2. The basis of calculation of earnings per share is shown below.

	Year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)	Year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)
Profit attributable to owners of parent	68,448 million yen	46,252 million yen
Amount not attributable to ordinary shareholders	-	-
Profit attributable to shareholders of common stock of parent	68,448 million yen	46,252 million yen
Average number of common stock outstanding during the year	183,049 thousand	183,049 thousand

3. The basis of calculation of net assets per share is shown below.

	Year ended March 31, 2018 (as of March 31, 2018)	Year ended March 31, 2019 (as of March 31, 2019)
Total net assets	836,124 million yen	845,582 million yen
Elimination from total net assets	48,833 million yen	48,123 million yen
【Non-controlling interests included in the above】	【48,833 million yen】	【48,123 million yen】
Year-end net assets related to common stock	787,291 million yen	797,459 million yen
Number of common stock at the year-end used in the calculation of net assets per share	183,049 thousand	183,048 thousand

(Significant subsequent event)

Board of directors of J-POWER concluded today (April 26, 2019) to split its transmission and transformation business and transfer it to Electric Power Development Electricity Transmission Business Division Co., Ltd, a wholly owned subsidiary of J-POWER, effective on April 1, 2020. An absorption-type company split agreement has been signed by both companies.

For details, please refer to “Notice Regarding for the Conclusion of an Absorption-type Company Split Agreement Related to the Split of Transmission and Transformation Business” released today.

4. Appendixes

[Appendix 1]

Revenues and Expenses (Consolidated)

(Unit: million yen)

	Year ended Mar. 31, 2018 (A)	Year ended Mar. 31, 2019 (B)	Year-on-year change	
			(B-A)	(B-A)/A
Operating revenue	856,252	897,366	41,113	4.8%
Electric utility operating revenue	631,923	693,790	61,866	9.8%
Sold power to other suppliers	577,861	642,409	64,548	11.2%
Transmission revenue	48,679	49,497	817	1.7%
Other electricity revenue	5,382	1,883	(3,498)	(65.0)%
Overseas business operating revenue	163,084	141,024	(22,059)	(13.5)%
Other business operating revenue	61,244	62,551	1,306	2.1%
Operating expenses	751,916	818,521	66,605	8.9%
Electric utility operating expenses	566,143	652,781	86,637	15.3%
Personnel expense	33,032	31,219	(1,813)	(5.5)%
Fuel cost	267,549	299,286	31,736	11.9%
Repair expense	61,346	68,641	7,295	11.9%
Consignment cost	40,448	41,057	609	1.5%
Taxes and duties	25,732	25,696	(36)	(0.1)%
Depreciation and amortization cost	58,838	56,608	(2,230)	(3.8)%
Other	79,194	130,271	51,077	64.5%
Overseas business operating expenses	131,251	112,003	(19,248)	(14.7)%
Other business operating expenses	54,521	53,737	(783)	(1.4)%
Operating income	104,336	78,844	(25,491)	(24.4)%
Non-operating income	29,113	18,894	(10,219)	(35.1)%
Dividend income	1,577	1,592	15	1.0%
Interest income	1,287	1,357	69	5.4%
Share of profit of entities accounted for using equity method	9,721	9,657	(64)	(0.7)%
Gain on sales of securities	229	1,999	1,770	771.7%
Other	16,298	4,287	(12,010)	(73.7)%
Non-operating expenses	30,974	29,200	(1,774)	(5.7)%
Interest expenses	28,387	26,377	(2,010)	(7.1)%
Other	2,586	2,822	236	9.1%
Total ordinary revenue	885,366	916,261	30,894	3.5%
Total ordinary expenses	782,890	847,722	64,831	8.3%
Ordinary income	102,476	68,539	(33,936)	(33.1)%
Extraordinary losses	3,389	-	(3,389)	-
Profit before income taxes	99,086	68,539	(30,546)	(30.8)%
Income taxes-current	20,124	17,149	(2,974)	(14.8)%
Income taxes-deferred	(3,700)	(3,947)	(246)	6.7%
Profit	82,662	55,337	(27,324)	(33.1)%
Profit attributable to non-controlling interests	14,213	9,084	(5,128)	(36.1)%
Profit attributable to owners of parent	68,448	46,252	(22,196)	(32.4)%

[Appendix 2]

(1) Generation capacity

(Unit: kW)

	Year ended Mar. 31, 2018 (A)	Year ended Mar. 31, 2019 (B)	Year-on-year change (B-A)
Electric power business	17,789,299	17,542,449	(246,850)
Hydroelectric power	8,572,219	8,575,369	3,150
Thermal power	8,773,420	8,523,420	(250,000)
Wind power	443,660	443,660	-
Overseas business	3,990,000	3,990,000	-
Total	21,779,299	21,532,449	(246,850)

(2) Electricity sales volume

(Unit: GWh)

	Year ended Mar. 31, 2018 (A)	Year ended Mar. 31, 2019 (B)	Year-on-year change (B-A)
Electric power business	67,090	69,356	2,266
Hydroelectric power	9,247	9,709	461
Thermal power	56,782	54,946	(1,836)
Wind power	824	815	(9)
Other	235	3,886	3,650
Overseas business	15,871	10,927	(4,943)
Total	82,962	80,284	(2,677)

* Other shows sales volume of electricity procured from wholesale electricity market, etc.

(3) Water supply rate and Load factor (J-POWER non-consolidated)

(Unit: %)

	Year ended Mar. 31, 2018 (A)	Year ended Mar. 31, 2019 (B)	Year-on-year change (B-A)
Water supply rate	105	106	1
Load factor	80	79	(1)

[Appendix 3]

Revenues and Expenses (Non-consolidated)

(Unit: million yen)

	Year ended Mar. 31, 2018	Year ended Mar. 31, 2019	Year-on-year change	
	(A)	(B)	(B-A)	(B-A)/A
Operating revenue	614,591	646,958	32,366	5.3%
Electric utility operating revenue	601,475	633,617	32,142	5.3%
Sold power to other suppliers	545,659	580,652	34,993	6.4%
Transmission revenue	48,679	49,497	817	1.7%
Other electricity revenue	7,136	3,467	(3,668)	(51.4)%
Incidental business operating revenue	13,115	13,340	224	1.7%
Operating expenses	571,519	628,279	56,759	9.9%
Electric utility operating expenses	559,300	615,712	56,412	10.1%
Personnel expense	34,205	32,494	(1,711)	(5.0)%
Fuel cost	257,308	289,024	31,716	12.3%
Repair expense	63,458	69,715	6,256	9.9%
Taxes and duties	24,758	24,730	(28)	(0.1)%
Depreciation and amortization cost	53,469	51,050	(2,419)	(4.5)%
Other	126,099	148,697	22,597	17.9%
Incidental business operating expenses	12,219	12,567	347	2.8%
Operating income	43,071	18,678	(24,392)	(56.6)%
Non-operating income	27,036	51,469	24,433	90.4%
Non-operating expenses	17,648	15,742	(1,905)	(10.8)%
Financial expenses	14,526	13,569	(956)	(6.6)%
Other	3,122	2,172	(949)	(30.4)%
Total ordinary revenue	641,628	698,428	56,799	8.9%
Total ordinary expenses	589,168	644,022	54,854	9.3%
Ordinary income	52,460	54,405	1,945	3.7%
Extraordinary losses	3,205	-	(3,205)	-
Profit before income taxes	49,254	54,405	5,151	10.5%
Income taxes-current	10,350	3,278	(7,071)	(68.3)%
Income taxes-deferred	(3,033)	(1,657)	1,376	(45.4)%
Profit	41,938	52,784	10,846	25.9%