

August 8, 2005  
Electric Power Development Co., Ltd.

**J-POWER purchases 2.82 million worth of emission reduction credits from a  
Brazilian CDM project**

**- This transaction represents the largest emission reductions purchase by a single  
entity in Japan-**

Electric Power Development Co., Ltd. (hereafter 'J-POWER' , President: Yoshihiko Nakagaki) closed the agreement to purchase 2.82 million tones of emission reduction credits through the Clean Development Mechanism (hereafter 'CDM') from Essencis Solucoes Ambientais S.A.(hereafter 'Essencis') Caieiras landfill.

Essencis is a joint venture between the Brazilian group Camargo Correa and the French environmental group Suez which owns the Caieiras Landfill located in the northwestern side of Sao Paulo Metropolitan City. J-POWER is to acquire emission reductions from the methane gas that has been collected and flared as a result of the CDM project at the landfill.

The expected amount of emission reductions from this project will be 2.82 million tones in 7 years and J-POWER will purchase the reductions from Essencis. This transaction consists of the largest amount purchased from a single project and it is also the largest transaction publicly known involving Japanese companies.

After going through the validation process and attaining host country approval, this project is expected to apply for registration to the United Nations CDM Executive Board in September.

J-POWER maintains a positive commitment toward CDM projects, and the present credit purchase is part of the company's determination to make use of the Kyoto Protocol in a flexible manner.

This transaction was brokered and structured by MGM International, J-POWER's partner in CDM project development.