

## **Reinforcement of Corporate Governance**

Electric Power Development Company Co., Ltd. (hereinafter, “J-POWER”) has decided to enforce the following measures for reinforcement of corporate governance at the meeting of the Board of Directors held on March 31, 2009.

### Details

#### **1. Reason of the enforcement**

J-POWER announced the measures of reinforcement of the corporate governance on April 30, 2008 and thereafter has been examining and enforcing such measures. The specific measures are the establishment of J-POWER Advisory Board as the advisory function to the Board of Directors, the reinforcement of the monitoring function of the Board of Corporate Auditors by appointing one outside corporate auditor as full-time corporate auditor, the introduction of return on total assets (ROA) as the management index and reinforcement of the IR activity. In addition to these measures, J-POWER has now decided to enforce the following two measures in order to reinforce the structure of the Board of Directors.

#### **2. Contents of the measure**

##### (1) The introduction of the outside director

The Board of Directors plans to propose the resolution for appointing one outside director of J-POWER to the 57<sup>th</sup> Ordinary General Meeting of Shareholders to be held in June, 2009. In addition, the number of the director, provided in the Articles of Incorporation, is expected to be increased from “less than 13” to “less than 14” in order to implement such proposal.

##### (2) An establishment of the position of the Chairman

Currently, the President calls the Board of Directors in J-POWER and acts as the chairman. J-POWER will newly establish the position of the Chairman who will take such role, and as a result, separates the highest executive officer from the caller and the chairman of the Board of Directors, in order to reinforce the supervisory function of the Board of Directors.

J-POWER plans to amend the Articles of Incorporation that are necessary for the implementation of the measures mentioned above, and shall promptly make an announcement of the specific contents once the decision has been made.