

Announcement Concerning Impairment Loss on Noncurrent Assets of Subsidiary

Ichihara Power Co., Ltd (“Ichihara Power”), subsidiary of Electric Power Development Co., Ltd. (“J-POWER”), announced that it has recorded an impairment loss on noncurrent assets in the consolidated balance sheet for the third quarter of the period ending March 2011, as detailed below.

1. Details of Impairment Loss

Ichihara Power was established in 2002 as a joint venture between J-POWER and Mitsui Engineering & Shipbuilding Co., Ltd. ("MES") for the purpose of selling electricity to power producers and suppliers (PPS), and has been operating the Ichihara Power Station (gas fired, 110,000 kW capacity) since 2004.

Following due consideration of the current operating environment as well as future prospects, the result of investigations into future retrievability was to record an impairment loss on the noncurrent assets of Ichihara Power for the third quarter of the period ending March 2011.

2. Overview of Ichihara Power

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| (1) Name | Ichihara Power Co., Ltd. | |
| (2) Location | Yawata Kaigandori 1-banchi, Ichihara, Chiba Prefecture | |
| (3) Established | December 16, 2002 | |
| (4) Capital | 600 million yen | |
| (5) Equity Share Ratio | J-POWER | 60% |
| | MES | 40% |
| (6) Generation Facility | Ichihara Power Station | |
| | Location: Yawata Kaigandori 1-banchi, Ichihara, Chiba Prefecture | |
| | Type: Gas-turbine combined-cycle | |
| | Output capacity: 110,000 kW | |
| | Commenced commercial operation: October 2004 | |

3. Effect on J-POWER Results

An impairment loss on noncurrent assets of 6.8 billion yen was recorded as an extraordinary loss on the consolidated balance sheet for the third quarter of the period ending March 2011. The accompanying effect on consolidated current net income is 4.1 billion yen, a figure proportionate to J-POWER’s equity share ratio.

End of announcement