

The information shown below is an English translation of the Kessan Tanshin (Renketsu), the Consolidated Financial Report of fiscal year 2006 ended March 31, 2006.

The Kessan Tanshin (Renketsu) in Japanese is the official document.
This English translation is prepared for convenience.

Consolidated Financial Report

May 10, 2006

Name of Listed Company : THE CHUGOKU ELECTRIC POWER CO., INC.

Stock Exchange Listed : Tokyo Stock Exchange

Code : 9504

Osaka Securities Exchange

(URL <http://www.energia.co.jp>)

Home City : Hiroshima city, Hiroshima Pref.

Representative : Shigeo Shirakura, President

Contact : Kimitoshi Nakamura, Manager, Accounting Section

TEL : +81-82-241-0211

Date of the board meeting on financial results : May 10, 2006

Adoption of U.S. accounting standard : None

1. Performance Over the Year Ended March 31, 2006

(1) Consolidated Operating Results (Figures are rounded down to the million)

	Operating Revenues		Operating Income		Ordinary Income	
	million yen	%	million yen	%	million yen	%
Year Ended March 31, 2006	1,040,289	2.8	100,095	-20.2	74,142	-12.8
Year Ended March 31, 2005	1,011,798	4.6	125,451	26.0	85,033	33.1

	Net Income		Earnings per Share	EPS after adjusting residual securities	Return on Equity	Ordinary Income on Total Assets	Ordinary Income on Sales
	million yen	%	yen	yen	%	%	%
Year Ended March 31, 2006	45,166	-4.0	123.44	-	6.7	2.8	7.1
Year Ended March 31, 2005	47,061	9.7	128.61	-	7.3	3.2	8.4

Note : Investment loss on equity method 03/06...1,065million yen 03/05...1,861million yen
Average number of stocks outstanding (Consolidated) 03/06...363,954,523 03/05...364,126,102
Changes in accounting methods Yes
% of Operating Revenues, Operating Income, Ordinary Income and Net Income indicates the change over year

(2) Consolidated Financial Standing

	Total Assets	Total Stockholders' Equity	Stockholders' Equity Ratio	Book-value per Share
	million yen	million yen	%	yen
Year Ended March 31, 2006	2,655,467	695,494	26.2	1,910.41
Year Ended March 31, 2005	2,636,362	658,208	25.0	1,807.59

Note : Number of stocks outstanding at the end of the period (consolidated) 03/06...363,930,483 03/05...364,007,470

(3) Application of Consolidated Cash Flow

	Cash Flow from Operating Activities	Cash Flow from Investing Activities	Cash Flow from Financing Activities	Cash or Cash Equivalent at the End of the Period
	million yen	million yen	million yen	million yen
Year Ended March 31, 2006	158,096	-109,331	-55,145	17,848
Year Ended March 31, 2005	228,770	-96,153	-132,976	23,877

(4) Number of Subsidiaries and Affiliates

Consolidated subsidiaries : 24

Unconsolidated subsidiaries accounted for under the equity method : 7

Affiliates accounted for under the equity method : 9

(5) Changes in Range of Consolidation and Application of Equity Method

Inclusion of subsidiaries to consolidation : 1

Exclusion of subsidiaries from consolidation : 0

Inclusion of subsidiaries or affiliates accounted for under the equity method : 0

Exclusion of subsidiaries or affiliates accounted for under the equity method : 4

2. Forecasts of Consolidated Results for the Year Ending March 31, 2007

	Operating Revenues	Ordinary Income	Net Income
	hundred million yen	hundred million yen	hundred million yen
6-months Period Ending September. 30, 2006	5,100	320	210
Year Ending March 31, 2007	10,300	610	380

(Reference) Estimated earnings per Share for the year ending March 31, 2007 : 104.42 yen

All non-empirical information above is projected based on facts available to company management at the time of the release of this document. Economic and other factors may cause actual performance to differ from projections.