

The information shown below is an English translation of the "Dai-ni-shihanki Kessan Tanshin", the Consolidated Financial Report of the six months period ended September 30, 2016.

※The "Dai-ni-shihanki Kessan Tanshin" in Japanese is the official document. This English translation is prepared for convenience.

Consolidated Quarterly Financial Report [Japanese Standard]  
(Financial Report of the six months period ended September 30, 2016)

October 31, 2016

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

Stock Exchange Listed : Tokyo

Code : 9504 (URL <http://www.energia.co.jp/>)

Representative : Mareshige Shimizu, Representative Director President & Chief Executive Officer

Contact : Kenichi Uemura, Manager, Accounting Section, Group Management Division

TEL : +81-82-241-0211

Scheduled submission date of financial report (Only in Japanese) : November 10, 2016

Date to start interim dividend payments (Scheduled) : November 30, 2016

Supporting document of FY2017 second-quarter financial results : Yes

Holding of investors meeting for FY2017 second-quarter financial results : Yes

(Figures are rounded down to the million)

1. Consolidated financial results for the six months period ended September 30, 2016 (April 1, 2016 ~ September 30, 2016)

(1) Consolidated operating results (%: the rate of change in comparison with the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	million yen	%	million yen	%	million yen	%	million yen	%
2nd period ended September 30, 2016	594,972	-4.2	37,541	28.6	30,882	30.3	22,372	7.3
2nd period ended September 30, 2015	620,743	-2.9	29,192	-38.4	23,702	-41.8	20,845	-25.3

※Comprehensive income :  
2nd period ended September 30, 2016 20,534 million yen (21.1%)  
2nd period ended September 30, 2015 16,962 million yen (-41.6%)

	Earnings per share	EPS after adjusting residual securities
	yen	yen
2nd period ended September 30, 2016	61.76	54.43
2nd period ended September 30, 2015	57.53	50.69

(2) Consolidated financial standing

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
2nd period ended September 30, 2016	3,071,212	619,990	20.1
Year ended March 31, 2016	3,070,948	608,535	19.7

(Reference) Shareholders' equity:  
2nd period ended September 30, 2016 615,965 million yen  
Year ended March 31, 2016 604,364 million yen

2. Dividends

	Dividends per share				
	1st period	2nd period	3rd period	End of year	Total
	yen	yen	yen	yen	yen
Year ended March 31, 2016	-	25.00	-	25.00	50.00
Year ending March 31, 2017	-	25.00	-	-	-
Year ending March 31, 2017 (Forecasts)	-	-	-	-	-

※ Revisions to forecasts of dividends at the end of this period : Yes

We have decided to distribute ¥25 per share as the interim dividends of FY2017, although we had announced it as undecided heretofore.

We have not yet decided the forecast of the year-end dividends for fiscal year 2017.

3. Forecasts of consolidated financial results for the fiscal year 2017 (April 1, 2016 ~ March 31, 2017)

(%: the rate of change in comparison with the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Fiscal 2017	1,193,000	-3.1	31,000	-38.0	19,000	-51.6	11,000	-59.4	30.37

※ Revisions to forecasts of results at the end of this period : Yes

※ Others

(1) Changes in range of consolidated subsidiaries : None

(2) Adoption of simple ways in accounting procedure or specific ways of preparing the quarterly financial statements : Yes

Note: Calculation of Tax Expenses

Estimated rate is applied to net income for the quarterly period to calculate estimated tax expenses.

(3) Changes in accounting principles, changes in accounting estimates and restatements

- ① Changes associated with the revision of accounting standards : None
- ② Changes other than the above : None
- ③ Changes in accounting estimates : None
- ④ Restatements : None

(4) Number of shares issued (Common shares)

① Number of shares issued (including treasury shares)	End of September, 2016	371,055,259	End of March, 2016	371,055,259
② Number of treasury shares	End of September, 2016	8,833,232	End of March, 2016	8,828,716
③ Average number of shares outstanding	2nd period ended September 30, 2016	362,224,023	2nd period ended September 30, 2015	362,375,114

※Display concerning implementation status of quarterly review procedure

This financial report is not subject to quarterly review procedure based on the Financial Instruments and Exchange Act.

At the time of disclosure of this report, review procedure of quarterly consolidated financial reports based on the Financial Instruments and Exchange Act is being carried out.

※Explanation concerning appropriate use of forecasts, other special notes

All non-empirical information above is projected based on facts available to company management at the time of the release of this document.

A number of factors may cause actual performance to differ from projections.

Supporting document of FY2017 second-quarter financial results has been updated on our web site on the same day.

([http://www.energia.co.jp/e/ir/info/financial\\_rep.html](http://www.energia.co.jp/e/ir/info/financial_rep.html))

We will hold the Investors Meeting for FY2017 Second Quarter Financial Results on November 8, 2016.

Materials used in this meeting will be posted on our web site on the same day. (<http://www.energia.co.jp/e/ir/info/investors.html>)

(Reference) Forecasts of non-consolidated financial results for the Fiscal year 2017 (April 1, 2016 ~ March 31, 2017)

(%: the rate of change in comparison with the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Fiscal 2017	1,114,000	-3.2	27,000	-31.9	17,000	-45.8	10,000	-52.4	27.59

※ Revisions to forecasts of results at the end of this period : Yes