

The information shown below is an English translation of the "Tokubetsurieki (Kobetsu) no Keijou Oyobi Gyosekiyoso no Shusei ni Kansuru Oshirase", notice regarding extraordinary income (non-consolidated) and revisions to forecasts of financial results for the year ending March 31, 2017.
 ※The "Tokubetsurieki (Kobetsu) no Keijou Oyobi Gyosekiyoso no Shusei ni Kansuru Oshirase" in Japanese is the official document.
 This English translation is prepared for convenience.

November 29, 2016

Name of Listed Company : THE CHUGOKU ELECTRIC POWER CO., INC.
 (Code:9504, Tokyo Stock Exchange)

Notice Regarding Extraordinary Income (Non-Consolidated) and Revisions to Forecasts of Financial Results

We resolved at a meeting of the Board of Directors held on November 29, 2016, to participate in the tender offer, which CHUDENKO CORPORATION, one of our affiliated companies, has announced today the implementation of a tender offer for acquisition of its own shares. Consequently, we expect to record a profit on sale of the shares of an affiliated company as extraordinary income on a non-consolidated basis.

Accordingly, we have revised our forecasts of financial results for the year ending March 31, 2017, previously announced on October 31, 2016.

1. Profit on sale of the shares of an affiliated company

(1) Summary of the tender in the tender offer

Number of shares to be tendered 2,500,000 (3.84% of total shares issued by CHUDENKO CORPORATION)

※Outline of the tender offer

Tender offer period	From November 30, 2016 to December 28, 2016
Tender offer price	1,982 yen per share

※As the tender offer has set the maximum number of shares to be purchased by CHUDENKO CORPORATION at 2,750,000 shares, not all of our 2,500,000 shares tendered may be purchased, depending on tenders by other shareholders.
 CHUDENKO CORPORATION will remain as our affiliated company even after the completion of the tender offer.

(2) Profit on sale of the shares of an affiliated company 4,600 million yen
 (provided that all of 2,500,000 shares tendered by us is purchased)

2. Revisions to forecasts of financial results for the year ending March 31, 2017.

(1) Non-consolidated financial results (April 1, 2016 ~ March 31, 2017)

	Operating revenues	Operating income	Ordinary income	Net income	Earnings per share
	million yen	million yen	million yen	million yen	yen
Previously announced forecasts(A)	1,114,000	27,000	17,000	10,000	27.59
Revised forecasts (B)	1,114,000	27,000	17,000	15,000	42.08
Difference (B-A)	-	-	-	5,000	-
Rate of change(%)	-	-	-	50.0	-
(Reference) Actual results for the year ended March 31, 2016	1,150,514	39,662	31,384	21,024	57.98

(2) Reason for revisions

We announce that we have revised our forecasts of non-consolidated financial results because of the expected extraordinary income noted above.

The effect on the consolidated financial results is immaterial, and therefore there is no revision to forecasts of consolidated financial results.

*Descriptions above regarding the future such as forecasts of financial results have been formulated on the basis of information available at the time of the release of this document.

Actual results may vary from the forecasts above due to various factors.