

The information shown below is an English translation of excerpts from the Dai-ichi-shihanki Zaimu Gyouseki no Gaikyou (Kobetsu), the Non-consolidated Financial Report for the first three months period ended June 30, 2006.

This English translation is prepared for convenience.

July 31, 2006

Non-consolidated Quarterly Financial Report (Financial Report for the first three months period ended June 30, 2006)

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

Code : 9504

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

Representative : Takashi Yamashita, President

Contact : Kimitoshi Nakamura, Manager, Energia Business Division

TEL : +81-82-241-0211

Performance Over the First Three Months Period Ended June 30, 2006 (April 1, 2006 ~ June 30, 2006)

(1) Operating Results

(Figures are rounded down to the million)

| | Operating Revenues | | Operating Income | | Ordinary Income | | Net Income | |
|---------------------------------------|--------------------|-----|------------------|-------|-----------------|-------|-------------|-------|
| | million yen | % | million yen | % | million yen | % | million yen | % |
| 1st Period Ended June 30, 2006 | 233,810 | 6.9 | 23,498 | 94.8 | 17,502 | 225.7 | 10,106 | 142.4 |
| 1st Period Ended June 30, 2005 | 218,644 | 4.6 | 12,060 | -41.3 | 5,373 | -56.2 | 4,169 | -46.8 |
| (Reference) Year Ended March 31, 2006 | 976,834 | | 91,802 | | 65,500 | | 30,247 | |

| | Earnings per Share | EPS after adjusting residual securities |
|---------------------------------------|--------------------|---|
| | yen | yen |
| 1st Period Ended June 30, 2006 | 27.73 | - |
| 1st Period Ended June 30, 2005 | 11.44 | - |
| (Reference) Year Ended March 31, 2006 | 82.66 | - |

Note : % of Operating Revenues, Operating Income, Ordinary Income and Net Income indicates the change from the same period of the previous year

(2) Financial Standing

| | Total Assets | Net Assets | Stockholders' Equity Ratio | Book-value per Share |
|---------------------------------------|--------------|-------------|----------------------------|----------------------|
| | million yen | million yen | % | yen |
| 1st Period Ended June 30, 2006 | 2,446,637 | 585,054 | 23.9 | 1,605.35 |
| 1st Period Ended June 30, 2005 | 2,443,065 | 561,682 | 23.0 | 1,540.89 |
| (Reference) Year Ended March 31, 2006 | 2,453,331 | 585,436 | 23.9 | 1,606.00 |

Forecasts of Results for the Year Ending March 31, 2007

| | Operating Revenues | Ordinary Income | Net Income |
|---|--------------------|-----------------|-------------|
| | billion yen | billion yen | billion yen |
| 6-months Period Ending September 30, 2006 | 490 | 41 | 26 |
| Year Ending March 31, 2007 | 970 | 57 | 36 |

(Reference) Estimated earnings per Share for the year ending March 31, 2007 : 98.78 yen

(Qualitative information concerning operating results)

Operating revenues for the half-year ending September and the year ending March, 2007 were upwardly revised mainly due to the increase in electricity sales of 1st quarter which exceeded the expected level.

Ordinary income and net income for the half-year ending September were upwardly revised mainly due to the increase in water flow rate and coal power utilization despite the increase in fuel and purchased power expenses resulting from high oil price. Ordinary income for the year ending March, 2007 were left unchanged because the increase in fuel and purchased power expenses which is also resulting from high oil price could be expected.

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.