

The information shown below is an English translation of the "Kessan Tanshin", the Consolidated Financial Report for the year ended March 31, 2021.

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

Consolidated Financial Report [Japanese Standard]
(Financial Report for the year ended March 31, 2021)

April 28, 2021

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

Stock Exchange Listed : Tokyo

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

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

Contact : Junya Tokunaga, Manager, Accounting Section, Corporate Finance and Procurement Division

TEL : +81-82-241-0211

Annual general meeting of shareholders : June 25, 2021

Date to start dividend payments (Scheduled) : June 28, 2021

Scheduled submission date of financial report (Only Japanese) : Undecided June 28, 2021

Supporting document of FY2021 financial results : Yes

Investors meeting for FY2021 financial results : Yes

1. Consolidated Financial Results for the year ended March 31, 2021

(Figures are rounded down to the million)

(1) Consolidated Operating Results

(% : the rate of change from of 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 | % |
| Year ended March 31, 2021 | 1,307,498 | -3.0 | 34,283 | -28.8 | 30,092 | -24.5 | 14,564 | -83.8 |
| Year ended March 31, 2020 | 1,347,352 | -2.2 | 48,170 | 146.6 | 39,848 | 214.1 | 90,056 | 686.8 |

(Note) Comprehensive Income 03/21 ... 32,493 million yen (-61.3%) 03/20 ... 83,927 million yen (- %)

| | Earnings per Share | EPS after adjusting residual securities | Return on Equity | Ordinary Income on Total Assets | Operating Income on Sales |
|---------------------------|--------------------|---|------------------|---------------------------------|---------------------------|
| | yen | yen | % | % | % |
| Year ended March 31, 2021 | 40.42 | 36.72 | 2.2 | 0.9 | 2.6 |
| Year ended March 31, 2020 | 258.59 | 206.72 | 15.0 | 1.2 | 3.6 |

(Reference) Equity in losses (earnings) of affiliated companies 03/21 ... (3,654) million yen 03/20 ... (2,534) million yen

(2) Consolidated Financial Standing

| | Total Assets | Net Assets | Shareholders' Equity Ratio | Book-value per Share |
|---------------------------|--------------|-------------|----------------------------|----------------------|
| | million yen | million yen | % | yen |
| Year ended March 31, 2021 | 3,385,169 | 660,346 | 19.4 | 1,824.17 |
| Year ended March 31, 2020 | 3,265,374 | 646,698 | 19.7 | 1,785.36 |

(Reference) Shareholders' Equity 03/21 ... 657,194 million yen 03/20 ... 643,317 million yen

(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, 2021 | 110,228 | -172,762 | 75,241 | 59,835 |
| Year ended March 31, 2020 | 129,654 | -172,111 | -1,451 | 47,341 |

2. Dividends

| | Dividends per Share | | | | | Total Dividends Paid for the year | Dividend Payout Ratio | Dividend on Equity |
|--|---------------------|------------|------------|-------------|-------|-----------------------------------|-----------------------|--------------------|
| | 1st period | 2nd period | 3rd period | End of Year | Total | | | |
| | yen | yen | yen | yen | yen | million yen | % | % |
| Year ended March 31, 2020 | — | 25.00 | — | 25.00 | 50.00 | 17,627 | 19.3 | 2.9 |
| Year ended March 31, 2021 | — | 25.00 | — | 25.00 | 50.00 | 18,028 | 123.7 | 2.8 |
| Year ending March 31, 2022 (Forecasts) | — | 25.00 | — | 25.00 | 50.00 | — | — | — |

3. Forecasts of Consolidated Financial Results for the year ending March 31, 2022

(% : the rate of change from of 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 2022 | 970,000 | -25.8 | 18,000 | -47.5 | 20,000 | -33.5 | 15,000 | 3.0 | 41.60 |

(Note) From the fiscal year 2022, We will apply the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) and the "Guidance on Accounting Standard for Revenue Recognition" (ASBJ Guidance No. 30, March 31, 2020).

Therefore, the above forecasts are based on the amounts after the application.

* Others

- (1) Changes in range of consolidated subsidiaries : None
 (2) Changes in accounting principles, changes in accounting estimates and restatements
 ① Changes in accounting principles associated with amendment of accounting rule etc : None
 ② Changes of other than those above : None
 ③ Changes in accounting estimates : None
 ④ Restatements : None

(3) Number of shares issued (Common stock)

- ① Number of shares issued (including treasury shares)
 ② Number of treasury shares
 ③ Average number of shares outstanding

| | | | |
|--------------------|-------------|--------------------|-------------|
| End of March, 2021 | 387,154,692 | End of March, 2020 | 387,154,692 |
| End of March, 2021 | 26,883,619 | End of March, 2020 | 26,825,139 |
| End of March, 2021 | 360,310,092 | End of March, 2020 | 348,260,771 |

(Reference) Non-consolidated Financial Report

1. Performance over the year ended March 31, 2021

(Figures are rounded down to the million)

(1) Operating Results

(% : the rate of change from of the same period of the previous year)

| | Operating Revenues | | Operating Income | | Ordinary Income | | Net Income | |
|---------------------------|--------------------|------|------------------|-------|-----------------|-------|-------------|-------|
| | million yen | % | million yen | % | million yen | % | million yen | % |
| Year ended March 31, 2021 | 1,147,753 | -7.7 | -12,711 | — | -10,968 | — | -5,300 | — |
| Year ended March 31, 2020 | 1,243,742 | -2.9 | 40,468 | 258.6 | 35,103 | 408.1 | 87,707 | 930.5 |

| | Earnings per Share | EPS after adjusting residual securities |
|---------------------------|--------------------|---|
| | yen | yen |
| Year ended March 31, 2021 | -14.70 | -13.51 |
| Year ended March 31, 2020 | 251.65 | 201.20 |

(2) Financial Standing

| | Total Assets | Net Assets | Shareholders' Equity Ratio | Book-value per Share |
|---------------------------|--------------|-------------|----------------------------|----------------------|
| | million yen | million yen | % | yen |
| Year ended March 31, 2021 | 3,094,988 | 474,178 | 15.3 | 1,315.21 |
| Year ended March 31, 2020 | 3,092,832 | 494,496 | 16.0 | 1,371.34 |

(Reference) Shareholders' Equity 03/21 ... 474,178 million yen 03/20 ... 494,496 million yen

2. Forecasts of Non-consolidated Financial Results for the year ending March 31, 2022

(% : the rate of change from of 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 2022 | 858,000 | -25.2 | 0 | — | 12,000 | — | 11,000 | — | 30.50 |

(Note) From the fiscal year 2022, We will apply the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) and the "Guidance on Accounting Standard for Revenue Recognition" (ASBJ Guidance No. 30, March 31, 2020).
 Therefore, the above forecasts are based on the amounts after the application.

* This financial report is not under coverage of audit by certified public accountants or audit corporations.

* 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 differences on actual performance from our projections.

Supporting document of FY2021 financial results has been updated on our web site on the same day.

(http://www.energia.co.jp/e/ir/info/financial_rep.html)

We will hold the investors meeting for FY2021 financial results on May 11, 2021.

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