

The information shown below is an English translation of the "Gyomukaizenmeirei tou no Jyuryo ni tsuite", receipt of an order for business improvement released on July 14, 2023.

* The "Gyomukaizenmeirei tou no Jyuryo ni tsuite" in Japanese is the official document. This English translation is prepared for convenience.

July 14, 2023

Name of Listed Company: THE CHUGOKU ELECTRIC POWER CO., INC.
Code: 9504 (Prime of Tokyo Stock Exchange)
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Receipt of an Order for Business Improvement

In March 2023, Chugoku Electric received the cease and desist order and surcharge payment order in accordance with the Japan Antimonopoly Act from the Japan Fair Trade Commission. (This matter was disclosed in "Receipt of Cease and Desist Order and Surcharge Payment Order from The Japan Fair Trade Commission," on March 30, 2023.)

With regard to this matter, on July 14, 2023, we received an order for business improvement from the Minister of Economy, Trade and Industry.

In addition, on the same day, we received instructions on the series of inappropriate matters from Agency for Natural Resources and Energy.

We understand the receipt of this order, etc. to be a serious matter, and will respond to take appropriate measures.

We express our sincere apologies to shareholders, customers and all relevant personnel for the great deal of concern or inconvenience caused by this matter.

We will continue to reliably enact recurrence prevention measures that we have established in light of this matter.

【Outline of business improvement order】

- Not to engage in any future conduct that would impede competition.
- Establish a recurrence prevention plan not to engage in any future conduct that would impede competition and report it by August 10, 2023.
- Report the status regarding sales expansion into areas outside of the Chugoku region and matters perceived as obstacles to expanding sales outside of the Chugoku region by August 10, 2023.