

[FY 2006 Projection]

Electricity sales for FY 2006 is estimated to increase 0.1% year-on-year to 289.9 billion kWh due to the continuing plus trend in the large industrial sector, although the backlash of the last year's air-conditioning demand is expected.

In spite of the reduction of electricity tariff since this April, considering the influence from the fuel adjustment system, we are forecasting the operating revenues to be around 5,300 billion yen, non-consolidated figure of 5,020 billion yen.

For the operating expenses, despite the increase in nuclear power generation, the rise of crude oil will increase the burden on fuel cost. Also, the reserve for the expense for the reprocessing of spent fuel that will be reprocessed other than JNFL Rokkasho Reprocessing Plant, which is scheduled for new institutionalization.

Consequently, we are projecting the ordinary income of around 410 billion yen, non-consolidated figure of approx. 350 billion yen. Also, we are expecting the consolidated net profit of around 290 billion yen and non-consolidated of around 260 billion yen due to the extraordinary profit from the integration of the Fiber Optic Network Company (in-house company) with KDDI.

<Consolidated>

Operating revenues	approx. 5,300 billion yen
Ordinary income	approx. 410 billion yen
Net income	approx. 290 billion yen

<Non-consolidated>

Operating revenues	approx. 5,020 billion yen
Ordinary income	approx. 350 billion yen
Net income	approx. 260 billion yen