

[FY 2007 Projection]

The electricity sales for FY 2007 is estimated to increase 3.2% year-on-year to 296.7 billion kWh due to the increase in air-conditioning demand caused by the heat wave of the first half year, and the expected increase in air-conditioning demand caused by the backlash from last years warm winter.

Due to the increase in electricity sales we have changed the forecast of the operating revenues to around 5,470 billion yen, non-consolidated figure of 5,220 billion yen from the figures publicized before (consolidated: around 5,445 billion yen, non-consolidated: around 5,165 billion yen).

As for the operating expenses, fuel cost and electricity purchase expenses are anticipated to significantly increase, due to the influence of the shutdown of the Kashiwazaki-Kariwa Nuclear Power Station hit by the Niigata-Chuetsu-Oki Earthquake, the oil price hike, and so on.

Consequently, we are projecting the ordinary income of around 80 billion yen, and non-consolidated figure of around 30 billion yen, which were changed from the figures publicized before (consolidated: around 130 billion yen, non-consolidated: around 80 billion yen).

Also, we are projecting the consolidated net loss of around 95 billion yen and the non-consolidated loss of around 120 billion yen due to the extraordinary loss of 161.5 billion yen resulting from mainly restoration expenses of the Station hit by the Earthquake. The respective figures had been to be 65 billion yen and 40 billion yen when publicized before.

<Consolidated>

Operating revenues	approx. 5,470 billion yen
Ordinary income	approx. 80 billion yen
Net loss	approx. 95 billion yen

<Non-consolidated>

Operating revenues	approx. 5,220 billion yen
Ordinary income	approx. 30 billion yen
Net loss	approx. 120 billion yen