

Fuel Cost Adjustment in Electricity Rates for May 2014

1. Fuel Cost Adjusted Unit Price

1) 8% tax rate will be applied to the electricity rates from May, 2014.

Contract Category	Fuel Cost Adjusted Unit Price (per 1kWh)				
	May (tax rate: 8-percent)	April		Difference between April and May	
		tax rate: 5-percent case	tax rate: 8-percent case	tax rate: 5-percent case	tax rate: 8-percent case
Low-Voltage Supply	2.71yen	2.35yen	2.42yen	0.36yen	0.29yen
High-Voltage Supply	2.62yen	2.27yen	2.33yen	0.35yen	0.29yen
Extra High-Voltage Supply	2.58yen	2.24yen	2.30yen	0.34yen	0.28yen

*The figures include consumption tax, etc

* The tax rate applied to electricity rate for April 2014 remains 5 percent, if a customer's contract with TEPCO has been continuously effective since before March 31, 2014, based on a transitional measure of Consumption Tax Act.

* 8-percent tax rate applies to (a)customers (mainly applicable to 'high-voltage supply' and 'extra-voltage supply') whose period of use starts monthly on the first day, and (b)those who have a new contract after April 1, 2014, owing to a move or a new contract etc.

2. Impact on the average model of household electricity usage

Monthly electricity rate as of May will be 430 yen increase compared to the rate as of April (consumption tax: 5%), due to calculation with reflection of not only fuel cost adjustment and consumption tax increase, but also the FY2014 Renewable Energy Power Promotion Surcharge unit (0.75 yen/kWh, announced from the Ministry of Economy, Trade and Industry), which will be applied from May.

The breakdown of the difference between April and May will be 84 yen due to fuel cost adjustment, 230 yen due to consumption tax increase and 116 yen due to the FY2014 Renewable Energy Power Promotion Surcharge

	May (tax rate: 8-percent)	April (tax rate: 5-percent)	Difference between April and May		
Electricity Fee	8,541yen	8,111yen	430yen		
			breakdown	effect by the Fuel Cost Adjustment	84yen
				effect by the change of tax rate	230yen
				effect by Renewable Energy Power Promotion Surcharge	116yen

*It is a case of 30A of meter-rate lighting B and 290kWh of electricity consumption per month. The figures include the Photovoltaic Power Promotion Surcharge (Solar Surcharge), the Renewable Energy Power Promotion Surcharge, a reduction by automatic bank transfer discount and consumption tax, etc.

* The Renewable Energy Power Promotion Surcharge in the averaged model which is applied for the electricity rate from May 2014 to April 2015 is 217 yen.

(The Renewable Energy Power Promotion Surcharge in the averaged model which is applied for the electricity rate from May 2013 to April 2014 is 101 yen.)

* The Photovoltaic Power Promotion Surcharge in the averaged model which is applied for the electricity rate from April 2014 to September 2014 is 14 yen.

<Reference>

1) A 3-month (actual recorded Average) Fuel Price

(Trade statistics prices published by Ministry of Finance Japan)

From December 2013 to February 2014 (actual record)	Average Crude Oil Price	72,768 yen/kl
	Average LNG Price	88,103 yen/t
	Average Coal Price	10,851 yen/t
	Average Fuel Price	56,100 yen/kl

2) Trend of Fuel Prices

	From November 2013 to January 2014 (applied to April 2014)	From December 2013 to February 2014 (applied for May 2014)			
		Average	December 2013	January 2014	February 2014
Crude Oil (\$/b)	112.8	112.2	112.1	113.5	110.9
LNG (\$/t)	839.8	854.5	836.1	861.5	866.1
Coal (\$/t)	105.1	105.2	105.9	104.3	105.6
Exchange Rate (¥/\$)	102	103	102	105	103

Ends