

Financial Release for the Six-months Ended September 30, 2007

October 30, 2007

Hokkaido Electric Power Co., Inc.

Code no: 9509 Tokyo Stock Exchange (1st section)

(URL <http://www.hepco.co.jp>)

Representative: Tatsuo KONDO, President and Director

For inquiry: Hiromi YABUSHITA, Manager, Accounting & Finance Dept.

Telephone: +81-11-251-1111

Commencement of payment of interim dividend: November 30, 2007

The prearranged date of financial statement report publication: December 26, 2007

(All monetary values are rounded down to the nearest units as indicated in each table.)

I. Consolidated Results for the Six Months (April 1, 2007 – September 30, 2007)

(1) Consolidated Business Results

	Operating Revenues		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
April 1, 2007 – September 30, 2007	263,049	-0.3	20,547	-56.5	14,899	-64.4	7,995	-68.8
April 1, 2006 – September 30, 2006	263,893	7.1	47,267	23.2	41,837	33.1	25,653	25.0
April 1, 2006 – March 31, 2007	559,580	—	73,242	—	57,296	—	34,462	—

Note: Percentage figures represent changes as compared to the same period of the previous year.

	Net Income per Share (primary)	Net Income per Share (fully diluted)
	Yen	Yen
April 1, 2007 – September 30, 2007	37.95	—
April 1, 2006 – September 30, 2006	121.70	—
April 1, 2006 – March 31, 2007	163.50	—

Reference: investment profit on equity method: April 1, 2007 – September 30, 2007 187 million yen April 1, 2006 – September 30, 2006 340 million yen
April 1, 2006 – March 31, 2007 523 million yen

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	Million yen	Million yen	%	Yen
As of September 30, 2007	1,510,588	466,626	30.3	2,171.38
As of September 30, 2006	1,504,485	466,603	30.4	2,172.49
As of March 31, 2007	1,503,478	467,890	30.5	2,176.76

Reference: Shareholders' Equity: As of September 30, 2007 457,529 million yen As of September 30, 2006 457,921 million yen
As of March 31, 2007 458,717 million yen

(3) Consolidated Cash Flow

	Cash Flow from Operating Activities	Cash Flow from Investment Activities	Cash Flow from Financing Activities	Balance of Cash and Cash Equivalents as of End of Term
	Million yen	Million yen	Million yen	Million yen
April 1, 2007 – September 30, 2007	20,753	-28,694	19,601	26,800
April 1, 2006 – September 30, 2006	72,386	-42,989	-24,720	19,970
April 1, 2006 – March 31, 2007	119,177	-91,106	-28,224	15,139

II. Dividends

Cash dividend

	Cash dividends per share		
	Interim	Year-ended	Annual total
	Yen	Yen	Yen
April 1, 2006 – March 31, 2007	25.00	35.00	60.00
April 1, 2007 – March 31, 2008 (Actual)	30.00		
April 1, 2007 – March 31, 2008 (Forecast)		30.00	60.00

III. Forecast of Consolidated Results for the Year Ending March 31, 2008 (April 1, 2007 – March 31, 2008)

	Operating Revenues		Operating Income		Ordinary Income		Net Income		Net Income Per Share (primary)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
April 1, 2007 – March 31, 2008	567,000	1.3	53,000	-27.6	38,000	-33.7	22,000	-36.2	104.41

Note: Percentage figures represent changes as compared to the same period of the previous year.

IV. Others

(1) Changes among major consolidated subsidiaries during the term: No

(2) Changes of principals and procedures about preparation of financial statements (Yes/No):

- a. Amendments of accounting regulations: No
b. Others: Yes

(3) Outstanding shares (Common stock)

a. Number of outstanding shares (Treasury stock included):

As of September 30, 2007: 215,291,912 As of September 30, 2006: 215,291,912 As of March 31, 2007: 215,291,912

b. Treasury stock:

As of September 30, 2007: 4,583,013 As of September 30, 2006: 4,510,145 As of March 31, 2007: 4,557,447

(Reference) Highlight of Non-consolidated Financial Results

I. Non-consolidated Results for the Six Months (April 1, 2007 – September 30, 2007)

(1) Non-consolidated Business Results

	Operating Revenues		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
April 1,2007– September 30, 2007	253,615	-0.6	18,607	-59.8	12,681	-68.8	6,478	-74.1
April 1,2006– September 30, 2006	255,257	6.0	46,275	28.1	40,704	36.5	25,040	29.2
April 1, 2006 – March 31, 2007	535,003	—	69,386	—	54,557	—	33,655	—

Note: Percentage figures represent changes as compared to the same period of the previous year.

	Net Income per Share (primary)
	Yen
April 1,2007– September 30, 2007	30.75
April 1,2006– September 30, 2006	118.79
April 1, 2006 – March 31, 2007	159.68

(2) Non-consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	Million yen	Million yen	%	Yen
As of September 30, 2007	1,433,897	430,827	30.0	2,044.66
As of September 30, 2006	1,428,612	432,969	30.3	2,054.11
As of March 31, 2007	1,428,780	433,533	30.3	2,057.25

Reference: Shareholders' Equity: As of September 30, 2007 430,827 million yen As of September 30, 2006 432,969 million yen
As of March 31, 2007 433,533 million yen

II. Forecast of Non-consolidated Results for the Year Ending March 31, 2008 (April 1, 2007 – March 31, 2008)

	Operating Revenues		Operating Income		Ordinary Income		Net Income		Net Income Per Share (primary)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
April 1, 2007 – March 31, 2008	543,000	1.5	49,000	-29.4	35,000	-35.8	21,000	-37.6	99.66

Note: Percentage figures represent changes as compared to the same period of the previous year.

* Forecast of consolidated and non-consolidated results are revised from the previous forecasts announced in September 20, 2007.

* Given that the forecast above was made on the basis of information available at the time of the release of this document, the actual result may vary from the forecast data due to various factors.

Results of Production and Sales [Electric Utility Business]

1. Sales

Electricity Sales

(GWh)

	April 1, 2007 – September 30, 2007 (A)	April 1, 2006 – September 30, 2006 (B)	Increase / decrease (A)-(B)	Comparison (%) (A)/(B)	April 1, 2006 – March 31, 2007
Non-eligible customers					
Residential	5,351	5,382	-31	99.4	11,640
Commercial and industrial	873	889	-16	98.2	2,168
Subtotal	6,224	6,271	-47	99.2	13,808
Eligible customers	9,054	8,734	320	103.7	17,704
Total	15,278	15,005	273	101.8	31,512

2. Production

Power Supply

(GWh)

	April 1, 2007 – September 30, 2007 (A)	April 1, 2006 – September 30, 2006 (B)	Increase / decrease (A)-(B)	Comparison (%) (A)/(B)	April 1, 2006 – March 31, 2007
Hokkaido Electric Power Co., Inc.					
(Water flow rate %)	(88.4)	(103.4)	(-15.0)		(103.9)
Hydroelectric	1,864	2,211	- 347	84.4	3,517
Fossil fuel	8,236	6,903	1,333	119.3	17,154
(Nuclear capacity ratio %)	(82.5)	(101.7)	(-19.2)		(93.0)
Nuclear	4,197	5,171	-974	81.2	9,437
Subtotal	14,297	14,285	12	100.1	30,108
Purchased power	2,499	2,270	229	110.1	5,241
Interchange power	30	-11	41	—	-48
Power used for pumped storage	-8	-56	48	13.8	-67
Total	16,818	16,488	330	102.0	35,234

Note: Amount of power generated from consolidated subsidiaries, Hokkaido Power Engineering and Hokkai Hydro Generation is included in purchased power.

Forecast of Consolidated Results for the Year Ending March 31, 2008 (April 1, 2007 – March 31, 2008)

(Million yen)

	April 1, 2007 – March 31, 2008		
		Increase/decrease compared with the previous term	Increase/decrease compared with the last forecast in September
Operating Revenues	567,000	8,000	2,000
Operating Income	53,000	-20,000	-5,000
Ordinary Income	38,000	-19,000	-5,000
Net Income	22,000	-13,000	-2,000

(Reference) Forecast of Non-consolidated Results for the Year Ending March 31, 2008 (April 1, 2007 – March 31, 2008)

(Million yen)

	April 1, 2007 – March 31, 2008		
		Increase/decrease compared with the previous term	Increase/decrease compared with the last forecast in September
Operating Revenues	543,000	8,000	2,000
Operating Income	49,000	-20,000	-5,000
Ordinary Income	35,000	-19,000	-5,000
Net Income	21,000	-13,000	-2,000

Key Factors (Non-consolidated)

	April 1, 2007 – March 31, 2008 (Forecast)	April 1, 2006 – March 31, 2007 (Actual)
Electricity sales	Approx. 32.4 TWh	31.5 TWh
Foreign Exchange Rate	Approx. 120 yen/\$	117 yen/\$
CIF Crude Oil Price	Approx. 70 \$/bl	63.5 \$/bl
Nuclear Capacity Ratio	Approx. 90 %	93.0 %
Sensitivity Factors		
Foreign Exchange Rate (1 yen/\$)	Approx. 1.0 billion yen	Approx. 0.8 billion yen
CIF Crude Oil Price (1 \$/bl)	Approx. 1.1 billion yen	Approx. 1.0 billion yen
Nuclear Capacity Ratio (1 %)	Approx. 1.3 billion yen	Approx. 1.0 billion yen
Interest (1 %)	Approx. 0.8 billion yen	Approx. 0.7 billion yen

Consolidated Balance Sheets

(Million yen)

Item	As of September 30, 2007 (A)	As of March 31, 2007 (B)	Increase / decrease (A)-(B)
Assets			
Property	1,398,753	1,410,889	-12,136
Electric utility plant and equipment	883,932	907,167	-23,235
Hydroelectric power production facilities	131,583	135,565	-3,981
Thermal power production facilities	125,332	132,517	-7,185
Nuclear power production facilities	68,248	71,085	-2,837
Transmission facilities	180,661	185,641	-4,979
Transformation facilities	79,716	81,564	-1,847
Distribution facilities	254,414	255,510	-1,095
General facilities	42,071	43,272	-1,201
Other	1,904	2,010	-106
Other property	47,679	49,629	-1,950
Construction in progress	270,424	256,101	14,323
Nuclear fuel	64,688	64,453	235
Loaded nuclear fuel	8,834	8,520	313
Nuclear fuel in processing	55,854	55,932	-78
Investments and other assets	132,028	133,537	-1,508
Long-term investments	61,388	62,493	-1,105
Deferred tax assets	49,569	49,547	22
Other	21,372	21,775	-402
Allowance for doubtful accounts	-301	-278	-22
Current Assets	111,835	92,589	19,246
Cash	26,800	15,139	11,660
Trade notes and accounts receivables	31,811	33,514	-1,702
Inventories	32,541	21,399	11,141
Deferred tax assets	4,819	7,045	-2,225
Other	16,312	15,958	354
Allowance for doubtful accounts	-449	-467	18
Total Assets	1,510,588	1,503,478	7,110
Liabilities			
Long-Term Liabilities	874,133	844,087	30,045
Bonds	433,784	383,815	49,969
Long-term debts	233,120	251,864	-18,743
Allowance for retirement payments	91,725	95,168	-3,443
Reserve for reprocessing of irradiated nuclear fuel	72,681	73,967	-1,285
Reserve for preparation for reprocessing of irradiated nuclear fuel	2,045	1,644	401
Reserve for decommissioning costs of nuclear power units	34,405	33,462	943
Reserve for loss on liquidation of affiliates	3,211	-	3,211
Other	3,159	4,165	-1,005
Current Liabilities	161,503	181,662	-20,159
Current maturities of long-term debt and other	40,839	36,874	3,965
Short-term borrowings	41,000	42,200	-1,200
Commercial paper	-	7,000	-7,000
Trade notes and accounts payable	24,816	24,743	72
Accrued income taxes	15,277	25,581	-10,304
Deferred tax liabilities	50	50	-0
Other	39,520	45,212	-5,692
Reserve for fluctuations in water level	8,325	9,838	-1,513
Total Liabilities	1,043,962	1,035,588	8,373
Net Assets			
Shareholders' Equity	442,676	442,096	580
Common stock	114,291	114,291	-
Additional paid-in capital	21,174	21,174	-
Retained earnings	315,846	315,197	649
Treasury stock	-8,636	-8,567	-69
Valuation and Translation Adjustment	14,852	16,620	-1,768
Unrealized gains on available-for-sale securities	14,852	16,620	-1,768
Minority Interests	9,097	9,172	-74
Total Net Assets	466,626	467,890	-1,263
Total Liabilities and Net Assets	1,510,588	1,503,478	7,110

Consolidated Statements of Income

(Million yen)

Item	April 1 2007– September. 30, 2007 (A)	April 1 2006– September. 30, 2006 (B)	Increase / decrease (A)-(B)	April 1 2006– March. 31, 2007
Operating Revenues and Expenses				
Operating revenues	263,049	263,893	-843	559,580
Electric	252,921	254,666	-1,744	533,909
Other	10,128	9,227	900	25,670
Operating expenses	242,502	216,626	25,875	486,338
Electric	233,588	208,606	24,982	463,403
Other	8,913	8,020	892	22,935
(Operating income)	(20,547)	(47,267)	(-26,719)	73,242
Non-operating Revenues and Expenses				
Non-operating revenues	1,918	1,582	336	3,229
Proceed from dividends	291	247	44	413
Proceed from interests	243	161	81	369
Gain on sales of fixed asset	317	164	153	-
Equity in earnings of associated companies	187	340	-153	523
Other	878	668	210	1,922
Non-operating expenses	7,567	7,012	554	19,174
Interest charges	6,897	6,577	320	13,778
Other	669	435	233	5,396
Total ordinary revenues	264,968	265,476	-507	562,809
Total ordinary expenses	250,069	223,639	26,429	505,512
Ordinary Income	14,899	41,837	-26,937	57,296
Provision for (reversal of) Reserve for Fluctuations in Water Level	-1,513	1,229	-2,742	1,320
Provision for reserve for fluctuations in water level	-	1,229	-1,229	1,320
Reversal of reserve for fluctuations in water level	-1,513	-	-1,513	-
Extraordinary loss	3,211	-	3,211	-
Provision for reserve for loss on liquidation of affiliates	3,211	-	3,211	-
Income before Income Taxes	13,201	40,607	-27,406	55,976
Income Taxes-Current	1,913	15,752	-13,838	25,587
Income Taxes-Deferred	3,207	-885	4,093	-4,623
Minority Interests in Income of Consolidated Subsidiaries	84	86	-2	549
Net Income	7,995	25,653	-17,658	34,462

Consolidated Statements of Changes in Net Assets

Six months ended September 30, 2007 (April 1, 2007 – September 30, 2007)

(Million yen)

	Shareholders' equity					Valuation and Translation Adjustment	Minority Interests	Total net assets
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gains on available-for-sale securities		
Balance as of March 31, 2007	114,291	21,174	315,197	-8,567	442,096	16,620	9,172	467,890
Changes during the period								
Cash dividends			-7,375		-7,375			-7,375
Net income			7,995		7,995			7,995
Increase in retained earnings for change in scope of equity method			29		29			29
Acquisition of treasury stock				-69	-69			-69
Changes during the term other than shareholders' equity (net)						-1,768	-74	-1,843
Total changes	-	-	649	-69	580	-1,768	-74	-1,263
Balance as of September 30, 2007	114,291	21,174	315,846	-8,636	442,676	14,852	9,097	466,626

Six months ended September 30, 2006 (April 1, 2006 – September 30, 2006)

(Million yen)

	Shareholders' equity					Valuation and Translation Adjustment	Minority Interests	Total net assets
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gains on available-for-sale securities		
Balance as of March 31, 2006	114,291	21,174	291,476	-8,341	418,601	20,668	8,722	447,992
Changes during the period								
Cash dividends			-5,270		-5,270			-5,270
Bonuses to directors and corporate auditors			-202		-202			-202
Net income			25,653		25,653			25,653
Acquisition of treasury stock				-81	-81			-81
Changes during the term other than shareholders' equity (net)						-1,448	-40	-1,489
Total changes	-	-	20,181	-81	20,099	-1,448	-40	18,610
Balance as of September 30, 2006	114,291	21,174	311,657	-8,423	438,701	19,220	8,681	466,603

	Shareholders' equity					Valuation and Translation Adjustment	Minority Interests	Total net assets
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gains on available-for-sale securities		
Balance as of March 31, 2006	114,291	21,174	291,476	-8,341	418,601	20,668	8,722	447,992
Changes during the period								
Cash dividends			-10,539		-10,539			-10,539
Bonuses to directors and corporate auditors			-202		-202			-202
Net income			34,462		34,462			34,462
Acquisition of treasury stock				-225	-225			-225
Changes during the fiscal year other than shareholders' equity (net)						-4,047	450	-3,597
Total changes	-	-	23,720	-225	23,494	-4,047	450	19,897
Balance as of March 31, 2007	114,291	21,174	315,197	-8,567	442,096	16,620	9,172	467,890

Consolidated Statements of Cash Flows

(Million yen)

Account	April 1, 2007 – September 30, 2007 (A)	April 1, 2006 – September 30, 2006 (B)	Increase/decrease (A)-(B)	April 1, 2006 – March 31, 2007
Cash Flows form Operating Activities				
Income before income taxes and minority interests	13,201	40,607	-27,406	55,976
Depreciation and amortization	34,317	34,562	-245	69,426
Nuclear fuel amortization	2,234	2,985	-750	5,302
Allowance for retirement payments	-3,443	3,542	-6,986	6,648
Reserve for reprocessing of irradiated nuclear fuel	-1,285	-1,461	175	-2,504
Reserve for loss on liquidation of affiliates	3,211	—	3,211	—
Interest revenue and dividends received	-535	-409	-126	-783
Interest charges	6,897	6,577	320	13,778
Reserve fund for reprocessing of irradiated nuclear fuel	856	7,565	-6,708	1,372
Inventories	-11,141	-11,183	41	—
Defined-contribution pension liability	-2,004	-2,115	111	-2,300
Other	159	6,201	-6,042	3,794
Sub total	42,467	86,873	-44,406	150,710
Receipt of interest and cash dividends	596	410	185	710
Interest paid	-6,884	-6,395	-488	-13,550
Income taxes paid	-15,426	-8,502	-6,923	-18,693
Net cash provided by operating activities	20,753	72,386	-51,633	119,177
Cash Flows form Investing Activities				
Purchases of property, plant and equipment	-29,283	-42,797	13,514	-93,369
Increase in investments	-8,773	-10,326	1,553	-20,906
Proceeds from collections of investments	8,526	8,559	-33	18,797
Other	835	1,574	-739	4,370
Net cash used in investing activities	-28,694	-42,989	14,295	-91,106
Cash Flows form Financing Activities				
Proceeds from issuance of bonds	49,809	19,918	29,890	29,880
Redemption of bonds	—	-17,693	17,693	-27,693
Proceeds from long-term loans	—	—	—	16,150
Repayment of long-term loans	-14,648	-7,265	-7,382	-25,412
Proceeds from short-term loans	100,960	96,300	4,660	185,616
Repayment of short-term loans	-101,950	-95,500	-6,450	-187,866
Proceeds from issuance of commercial paper	94,000	—	94,000	38,000
Redemption of commercial paper	-101,000	-15,000	-86,000	-46,000
Dividends paid	-7,358	-5,270	-2,088	-10,542
Other	-210	-210	-0	-357
Net cash used in financing activities	19,601	-24,720	44,321	-28,224
Net increase (decrease) in Cash and Cash Equivalents	11,660	4,676	6,984	-154
Cash and Cash Equivalents at Beginning of the Term	15,139	15,294	-154	15,294
Cash and Cash Equivalents at End of the Term	26,800	19,970	6,829	15,139

Business Segment Information

Six months ended September 30, 2007 (April 1, 2007 – September 30, 2007)

(Million yen)

	Electric	Other	Total	Eliminations	Consolidated
Sales to customers	252,921	10,128	263,049	—	263,049
Intersegment sales	482	28,810	29,292	(29,292)	—
Total operating revenues	253,404	38,938	292,342	(29,292)	263,049
Operating expenses	234,528	37,349	271,878	(29,376)	242,502
Operating income	18,875	1,588	20,463	84	20,547

Six months ended September 30, 2006 (April 1, 2006 – September 30, 2006)

(Million yen)

	Electric	Other	Total	Eliminations	Consolidated
Sales to customers	254,666	9,227	263,893	—	263,893
Intersegment sales	443	29,248	29,691	(29,691)	—
Total operating revenues	255,109	38,475	293,585	(29,691)	263,893
Operating expenses	209,197	37,191	246,388	(29,762)	216,626
Operating income	45,912	1,284	47,196	70	47,267

Full year ended March 31, 2007 (April 1, 2006 – March 31, 2007)

(Million yen)

	Electric	Other	Total	Eliminations	Consolidated
Sales to customers	533,909	25,670	559,580	—	559,580
Intersegment sales	757	69,279	70,037	(70,037)	—
Total operating revenues	534,666	94,950	629,617	(70,037)	559,580
Operating expenses	465,151	90,910	556,062	(69,723)	486,338
Operating income	69,514	4,040	73,555	(313)	73,242

Non-consolidated Balance Sheets

(Million yen)

Item	As of September 30, 2007 (A)	As of March. 31, 2007 (A)	Increase/decrease (A)-(B)
Assets			
Property	1,346,519	1,358,918	-12,399
Electric utility plant and equipment	884,541	906,833	-22,291
Hydroelectric power production facilities	124,795	127,876	-3,081
Thermal power production facilities	123,712	130,785	-7,073
Nuclear power production facilities	68,344	71,186	-2,842
Internal combustion engine power production facilities	1,569	1,676	-106
Transmission facilities	182,595	187,628	-5,032
Transformation facilities	80,162	82,019	-1,857
Distribution facilities	260,862	261,956	-1,093
General facilities	42,160	43,365	-1,205
Facilities loaned	338	338	—
Incidental business facilities	195	206	-11
Non-operating facilities	3,227	3,643	-416
Construction in progress	270,373	256,968	13,405
Nuclear fuel	64,688	64,453	235
Loaded nuclear fuel	8,834	8,520	313
Nuclear fuel in processing	55,854	55,932	-78
Investments and other assets	123,492	126,812	-3,319
Long-term investments	50,974	53,648	-2,673
Investments in subsidiaries and affiliated companies	18,388	18,331	56
Reserve fund for reprocessing of irradiated nuclear fuel	11,010	11,867	-856
Long-term prepaid expenses	893	856	37
Deferred tax assets	42,327	42,198	128
Allowance for doubtful accounts	-101	-89	-12
Current Assets	87,378	69,861	17,516
Cash	20,104	8,553	11,550
Accounts receivables	26,748	25,782	966
Other accounts receivables	3,370	4,288	-917
Inventories	22,609	16,224	6,384
Payment in advance	—	0	-0
Prepaid expenses	409	202	207
Short-term receivables from subsidiaries and affiliated companies	346	184	161
Deferred tax assets	3,435	5,622	-2,187
Other current assets	10,791	9,461	1,329
Allowance for doubtful accounts	-436	-460	23
Total Assets	1,433,897	1,428,780	5,117
Liabilities			
Long-Term Liabilities	853,056	820,829	32,227
Bonds	433,784	383,815	49,969
Long-term debts	218,292	235,432	-17,139
Long-term accrued liabilities	—	1,863	-1,863
Allowance for retirement payments	86,169	89,530	-3,360
Reserve for reprocessing of irradiated nuclear fuel	72,681	73,967	-1,285
Reserve for preparation for reprocessing of irradiated nuclear fuel	2,045	1,644	401
Reserve for decommissioning costs of nuclear power units	34,405	33,462	943
Reserve for loss on liquidation of affiliates	3,657	—	3,657
Other	2,020	1,114	906
Current Liabilities	141,688	164,578	-22,890
Current maturities of long-term debt and other	37,370	33,267	4,103
Short-term borrowings	40,000	41,800	-1,800
Commercial paper	—	7,000	-7,000
Accounts payable	16,525	15,029	1,495
Other accounts payable	4,977	4,574	403
Accrued expenses	14,341	21,378	-7,037
Accrued income taxes	14,056	23,409	-9,352
Deposits received	977	762	214
Short-term obligations to subsidiaries and affiliated companies	8,874	13,618	-4,743
Advances received	4,552	3,603	948
Reserve for bonuses to directors and corporate auditors	-	113	-113
Other current liabilities	12	21	-9
Reserve for Fluctuations in Water Level	8,325	9,838	-1,513
Total Liabilities	1,003,070	995,246	7,824
Net Assets			
Shareholders' Equity	416,197	417,163	-966
Common stock	114,291	114,291	—
Capital surplus	21,174	21,174	—
Additional paid-in capital	21,174	21,174	—
Retained earnings	289,367	290,264	-897
Legal reserve	28,219	28,219	—
Other retained earnings	261,147	262,044	-897
Reserve for losses on overseas investment	14	14	—
Reserve for prevention of specific disaster	4	4	—
Reserve for adjustment of cost fluctuation	12,500	12,500	—
Reserve for depreciation of Tomari nuclear power plant unit 3	34,000	24,000	10,000
General reserve	173,500	162,500	11,000
Retained earnings carried forward	41,129	63,026	-21,897
Treasury stock	-8,636	-8,567	-69
Valuation and Translation Adjustment	14,629	16,370	-1,740
Unrealized gains on available-for-sale securities	14,629	16,370	-1,740
Total Net Assets	430,827	433,533	-2,706
Total Liabilities and Net Assets	1,433,897	1,428,780	5,117

Non-consolidated Statements of Income

(Million yen)

Item	April 1 2007– September 30, 2007 (A)	April 1, 2006 – September 30, 2006 (B)	Increase/decrease (A)-(B)	April 1 2006– March. 31, 2007
Operating Revenues and Expenses				
Operating revenues	253,615	255,257	-1,642	535,003
Electricity business revenues	253,409	255,109	-1,699	534,680
Residential	114,539	117,568	-3,029	248,606
Commercial and industrial	136,294	135,753	540	278,112
Sold power to other utilities	249	227	22	1,782
Sold power to other companies	152	125	27	183
Transmission revenues	85	23	61	56
Revenue from adjustment among other utilities	0	—	0	0
Other electricity revenues	2,078	1,400	678	5,918
Revenues from loaned facilities	10	10	—	20
Incidental business revenues	205	148	57	323
Electrically-fitted housing facility leasing business	78	62	16	130
Leasing core wires in fiber-optic cables business	49	43	6	94
Real estate leasing business	77	43	34	98
Operating expenses	235,008	208,982	26,025	465,616
Electricity business expenses	234,857	208,849	26,008	465,329
Hydroelectric power production expenses	8,356	8,376	-19	18,418
Thermal power production expenses	75,787	54,555	21,232	129,439
Nuclear power production expenses	23,526	16,778	6,748	43,981
Internal combustion engine power production expenses	1,630	1,028	601	2,540
Purchased power from other utilities	713	61	652	175
Purchased power from other companies	24,290	19,156	5,133	47,452
Transmission expenses	17,055	17,756	-701	35,415
Transformation expenses	8,872	9,542	-670	18,225
Distribution expenses	29,925	30,833	-907	63,104
Selling expenses	15,949	15,410	539	32,647
Cost of loaned facilities	3	3	—	3
General and administrative expenses	20,018	26,293	-6,274	55,051
Promotion of power-resources development tax	5,749	6,005	-256	12,626
Enterprise tax	3,040	3,099	-58	6,356
Transferred cost of electricity for construction	-62	-52	-10	-108
Incidental business expenses	150	133	17	286
Electrically-fitted housing facility leasing business	100	83	16	194
Leasing core wires in fiber-optic cables business	27	34	-7	71
Real estate leasing business	23	15	8	20
(Operating income)	(18,607)	(46,275)	(-27,668)	(69,386)
Non-operating Revenues and Expenses				
Non-operating revenues	1,414	1,178	235	2,250
Financial revenues	603	493	109	742
Proceed from dividends	484	433	51	591
Proceed from interests	118	60	57	150
Other non-operating revenues	810	684	126	1,508
Gain on sales of fixed asset	317	164	153	266
Others	492	520	-27	1,241
Non-operating expenses	7,339	6,749	590	17,079
Financial expenses	6,864	6,436	427	13,468
Interest charges	6,705	6,355	349	13,349
Bond issue expenses	159	81	78	119
Other non-operating expenses	475	312	162	3,610
Loss on sales of fixed asset	158	63	95	74
Others	316	249	67	3,536
Total ordinary revenues	255,029	256,436	-1,406	537,254
Total ordinary expenses	242,347	215,731	26,616	482,696
Ordinary Income	12,681	40,704	-28,022	54,557
Provision for (reversal of) Reserve for Fluctuations in Water Level	-1,513	1,229	-2,742	1,320
Provision for reserve for fluctuations in water level	—	1,229	-1,229	1,320
Reversal of reserve for fluctuations in water level	-1,513	—	-1,513	—
Extraordinary loss	3,657	—	3,657	—
Provision for reserve for loss on liquidation of affiliates	3,657	—	3,657	—
Income before Income Taxes	10,537	39,475	-28,937	53,237
Income Taxes-Current	1,027	14,991	-13,964	23,677
Income Taxes-Deferred	3,031	-556	3,588	-4,095
Net Income	6,478	25,040	-18,561	33,655

Non-Consolidated Statements of Changes in Net Assets

Six months ended September 30, 2007 (April 1, 2007 – September 30, 2007)

(Million yen)

	Shareholders' equity							
	Common stock	Capital surplus		Legal reserve	Retained earnings			
		Additional capital	paid-in		Other retained earnings			
					Reserve for losses on overseas investment	Reserve for prevention of specific disaster	Reserve for adjustment of fluctuation	Reserve for cost of depreciation of Tomari nuclear power plant unit 3
Balance as of March 31, 2007	114,291	21,174	28,219	14	4	12,500	24,000	
Changes during the period								
Reserve for depreciation of Tomari nuclear power plant unit 3							10,000	
General reserve								
Cash dividends								
Net income								
Acquisition of treasury stock								
Changes during the fiscal year other than shareholders' equity (net)								
Total Changes	—	—	—	—	—	—	10,000	
Balance as of September 30, 2007	114,291	21,174	28,219	14	4	12,500	34,000	

	Shareholders' equity					Valuation and Translation Adjustment	Total net assets
	Retained earnings			Treasury stock	Total shareholders' equity	Unrealized gains on available-for-sale securities	
	Other retained earnings		Total retained earnings				
	General reserve	Retained earnings carried forward					
Balance as of March 31, 2007	162,500	63,026	290,264	-8,567	417,163	16,370	433,533
Changes during the period							
Reserve for depreciation of Tomari nuclear power plant unit 3		-10,000	—		—		—
General reserve	11,000	-11,000	—		—		—
Cash dividends		-7,375	-7,375		-7,375		-7,375
Net income		6,478	6,478		6,478		6,478
Acquisition of treasury stock				-69	-69		-69
Changes during the fiscal year other than shareholders' equity (net)						-1,740	-1,740
Total Changes	11,000	-21,897	-897	-69	-966	-1,740	-2,706
Balance as of September 30, 2007	173,500	41,129	289,367	-8,636	416,197	14,629	430,827

Six months ended September 30, 2006 (April 1, 2006 – September 30, 2006)

(Million yen)

	Shareholders' equity						
	Common stock	Capital surplus		Legal reserve	Retained earnings		
		Additional capital	paid-in		Other retained earnings		
					Reserve for losses on overseas investment	Reserve for adjustment of cost fluctuation	Reserve for depreciation of Tomari nuclear power plant unit 3
Balance as of March 31, 2006	114,291	21,174	28,219	12	12,500	16,000	
Changes during the period							
Reserve for losses on overseas investment				1			
Reserve for depreciation of Tomari nuclear power plant unit 3						8,000	
General reserve							
Cash dividends							
Bonuses to directors and corporate auditors							
Net income							
Acquisition of treasury stock							
Changes during the fiscal year other than shareholders' equity (net)							
Total Changes	—	—	—	1	—	8,000	
Balance as of September 30, 2006	114,291	21,174	28,219	14	12,500	24,000	

	Shareholders' equity					Valuation and Translation Adjustment	Total net assets
	Retained earnings			Treasury stock	Total shareholders' equity		
	Other retained earnings		Total retained earnings				
	General reserve	Retained earnings carried forward		Unrealized gains on available-for-sale securities			
Balance as of March 31, 2006	151,500	59,015	267,248	-8,341	394,373	20,463	414,837
Changes during the period							
Reserve for losses on overseas investment		-1	—		—		—
Reserve for depreciation of Tomari nuclear power plant unit 3		-8,000	—		—		—
General reserve	11,000	-11,000	—		—		—
Cash dividends		-5,270	-5,270		-5,270		-5,270
Bonuses to directors and corporate auditors		-100	-100		-100		-100
Net income		25,040	25,040		25,040		25,040
Acquisition of treasury stock				-81	-81		-81
Changes during the fiscal year other than shareholders' equity (net)						-1,455	-1,455
Total Changes	11,000	668	19,670	-81	19,588	-1,455	18,132
Balance as of September 30, 2006	162,500	59,684	286,918	-8,423	413,961	19,007	432,969

	Shareholders' equity							
	Common stock	Capital surplus		Legal reserve	Retained earnings			
		Additional capital	paid-in		Other retained earnings			
					Reserve for losses on overseas investment	Reserve for prevention of specific disaster	Reserve for adjustment of fluctuation	Reserve for depreciation of Tomari nuclear power plant unit 3
Balance as of March 31, 2006	114,291	21,174	28,219	12	-	12,500	16,000	
Changes during the period								
Reserve for losses on overseas investment				2				
Reversal for losses on overseas investment				-1				
Reserve for prevention of specific disaster					4			
Reserve for depreciation of Tomari nuclear power plant unit 3							8,000	
General reserve								
Cash dividends								
Bonuses to directors and corporate auditors								
Net income								
Acquisition of treasury stock								
Changes during the fiscal year other than shareholders' equity (net)								
Total Changes	-	-	-	1	4	-	8,000	
Balance as of March 31, 2007	114,291	21,174	28,219	14	4	12,500	24,000	

	Shareholders' equity					Valuation and Translation Adjustment	Total net assets
	Retained earnings			Treasury stock	Total shareholders' equity	Unrealized gains on available-for-sale securities	
	Other retained earnings		Total retained earnings				
	General reserve	Retained earnings carried forward					
Balance as of March 31, 2006	151,500	59,015	267,248	-8,341	394,373	20,463	414,837
Changes during the period							
Reserve for losses on overseas investment		-2	-		-		-
Reversal for losses on overseas investment		1	-		-		-
Reserve for prevention of specific disaster		-4	-		-		-
Reserve for depreciation of Tomari nuclear power plant unit 3		-8,000	-		-		-
General reserve	11,000	-11,000	-		-		-
Cash dividends		-10,539	-10,539		-10,539		-10,539
Bonuses to directors and corporate auditors		-100	-100		-100		-100
Net income		33,655	33,655		33,655		33,655
Acquisition of treasury stock				-225	-225		-225
Changes during the fiscal year other than shareholders' equity (net)						-4,093	-4,093
Total Changes	11,000	4,010	23,016	-225	22,790	-4,093	18,696
Balance as of March 31, 2007	162,500	63,026	290,264	-8,567	417,163	16,370	433,533