

Tohoku Electric Power Co., Inc.

Summary of Financial Statements (Unaudited)

(April 1, 2006 - March 31, 2007)

Information below is an English translation of the "Kessan Tanshin" (Unaudited financial release for the year ended March 31, 2007), which has been filed with the Tokyo Stock Exchange, Inc. and Osaka Securities Exchange Co., Ltd. for public inspection.

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

1. Business Results for Consolidated FY 2006 (Year ended March 31, 2007)

(1) Progresses of Financial Results

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended Mar. 31, 2007	1,728,296	4.1	133,935	34.1	99,121	94.2	53,173	(1.8)
Year ended Mar. 31, 2006	1,660,045	3.0	99,848	(39.1)	51,042	(51.1)	54,171	(4.9)

	Net income per share	Diluted net income per share	Net income / Equity	Ordinary income / Total assets	Operating income / Operating revenues
	Yen	Yen	%	%	%
Year ended Mar. 31, 2007	106.57	—	5.5	2.4	7.7
Year ended Mar. 31, 2006	107.90	—	5.7	1.2	6.0

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

(2) Changes in Financial Positions

	Total assets	Net assets	Equity ratio to total assets	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Mar. 31, 2007	4,069,331	1,032,681	24.2	1,971.69
Mar. 31, 2006	4,113,910	962,939	23.4	1,929.02

(3) Situations of Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of the year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended Mar. 31, 2007	276,182	(197,591)	(73,004)	119,073
Year ended Mar. 31, 2006	226,869	(229,754)	9,430	112,622

2. Dividends

	Cash dividends per share			Dividends paid for the year	Dividends payout ratio	Dividends / Net assets
	Interim	Year-end	Annual total			
	Yen	Yen	Yen	Millions of yen	%	%
Year ended Mar. 31, 2007	30.00	30.00	60.00	29,935	56.3	3.1
Year ended Mar. 31, 2006	25.00	30.00	55.00	27,449	51.0	2.9
Year ended Mar. 31, 2008 (forecast)	30.00	30.00	60.00	—	47.5	—

3. Business Results Forecast for Consolidated FY 2007 (Year ending March 31, 2008)

	Operating revenues		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim	815,000	(2.7)	80,000	(3.1)	65,000	5.6	42,000	21.4	84.19
FY 2007	1,715,000	(0.8)	140,000	4.5	100,000	0.9	63,000	18.5	126.28

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

(Reference) Summary of Non-Consolidated Financial Statements

1. Business Results for Non-Consolidated FY 2006 (Year ended March 31, 2007)

(1) Progresses of Financial Results

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended Mar. 31, 2007	1,546,745	3.2	108,311	39.0	76,762	101.5	44,780	(16.4)
Year ended Mar. 31, 2006	1,498,759	3.0	77,940	(46.3)	38,098	(56.1)	53,542	17.1

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Mar. 31, 2007	89.75	—
Year ended Mar. 31, 2006	107.08	—

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

(2) Changes in Financial Positions

	Total assets	Net assets	Equity ratio to total assets	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Mar. 31, 2007	3,709,377	874,540	23.6	1,753.01
Mar. 31, 2006	3,759,173	862,977	23.0	1,729.05

2. Business Results Forecast for Non-Consolidated FY 2007 (Year ending March 31, 2008)

	Operating revenues		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim	740,000	(3.4)	70,000	(5.3)	55,000	3.8	35,000	10.6	70.16
FY 2007	1,540,000	(0.4)	120,000	10.8	80,000	4.2	50,000	11.7	100.22

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

CONSOLIDATED BALANCE SHEETS (Unaudited)

FY 2006 (As of March 31, 2007) and FY 2005 (As of March 31, 2006)

Assets	(Millions of yen)		
Item	March 31, 2007	March 31, 2006	Increase (Decrease)
Fixed assets (property, plant and equipment):	3,713,452	3,777,539	(64,087)
Electric utility fixed assets:	2,692,084	2,759,597	(67,513)
Hydro power plant	183,869	190,658	(6,788)
Thermal power plant	395,333	375,673	19,660
Nuclear power plant	494,597	562,894	(68,297)
Transmission plant	642,388	647,536	(5,147)
Transformation plant	261,624	268,425	(6,800)
Distribution plant	587,335	585,885	1,450
General plant	121,691	122,975	(1,283)
Other	5,243	5,550	(306)
Other fixed assets	272,199	276,777	(4,577)
Construction work in progress	161,162	190,476	(29,314)
Nuclear fuel:	141,511	141,003	508
Loaded nuclear fuel	37,234	39,809	(2,575)
Nuclear fuel under processing	104,277	101,194	3,083
Investments in and advances to:	446,494	409,683	36,811
Long-term investments	90,879	97,757	(6,877)
Fund for reprocessing costs of irradiated nuclear fuel	104,522	61,466	43,056
Deferred income taxes	155,473	156,418	(944)
Other	96,762	95,098	1,663
Allowance for uncollectibles	(1,144)	(1,056)	(87)
Current assets:	355,879	336,235	19,643
Cash and deposits	115,939	110,177	5,762
Trade notes receivable and amounts due from customers	129,494	124,126	5,368
Inventories	60,326	-	60,326
Deferred income taxes	16,642	15,520	1,122
Other	34,456	87,576	(53,120)
Allowance for uncollectibles	(980)	(1,165)	184
Deferred assets:	-	135	(135)
Bond discount	-	135	(135)
Total assets	4,069,331	4,113,910	(44,578)

Liabilities and net assets (minority interests and shareholders' equity)

(Millions of yen)

Item	March 31, 2007	March 31, 2006	Increase (Decrease)
Fixed liabilities:	2,329,115	2,426,584	(97,468)
Bonds	1,170,517	1,200,221	(29,703)
Long-term debt	600,362	622,024	(21,661)
Accrued retirement benefits	204,599	217,502	(12,903)
Reserve for reprocessing costs of irradiated nuclear fuel	113,269	105,973	7,295
Pre-reserve for reprocessing costs of irradiated nuclear fuel	3,126	-	3,126
Reserve for decommissioning costs of nuclear power units	38,426	36,151	2,275
Deferred income taxes	424	-	424
Deferred income taxes on revaluation adjustments	2,921	3,007	(86)
Other	195,467	241,703	(46,235)
Current liabilities:	688,272	663,134	25,137
Short-term borrowings	55,985	55,922	63
Current portion of long-term debt	292,357	239,709	52,648
Trade notes and accounts payable	116,526	112,929	3,596
Accrued taxes	47,820	25,604	22,216
Other	175,581	228,968	(53,387)
Reserve:	19,262	14,986	4,276
Reserve for fluctuation in water levels	19,262	14,986	4,276
Total liabilities	3,036,650	3,104,704	(68,053)
Minority interests in consolidated subsidiaries	-	46,266	(46,266)
Common stock	-	251,441	(251,441)
Capital surplus	-	26,655	(26,655)
Retained earnings	-	678,359	(678,359)
Revaluation adjustments	-	(1,043)	1,043
Net unrealized holding gain on securities	-	14,503	(14,503)
Foreign currency translation adjustments	-	80	(80)
Treasury stock, at cost	-	(7,058)	7,058
Total shareholders' equity	-	962,939	(962,939)
Shareholders' equity:	971,930	-	971,930
Common stock	251,441	-	251,441
Capital surplus	26,678	-	26,678
Retained earnings	701,309	-	701,309
Treasury stock, at cost	(7,498)	-	(7,498)
Valuation and translation adjustments:	11,703	-	11,703
Net unrealized holding gain on securities	11,827	-	11,827
Revaluation adjustments	(1,074)	-	(1,074)
Foreign currency translation adjustments	950	-	950
Minority interests in consolidated subsidiaries	49,046	-	49,046
Total net assets	1,032,681	-	1,032,681
Total liabilities and net assets (minority interests and shareholders' equity)	4,069,331	4,113,910	(44,578)

CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

FY 2006 (Year ended March 31, 2007) and FY 2005 (Year ended March 31, 2006)

(Millions of yen)

Item	Year Ended March 31,		Increase (Decrease)
	2007	2006	
Operating revenues:	1,728,296	1,660,045	68,251
Electric power	1,539,130	1,491,698	47,431
Other	189,166	168,347	20,819
Operating expenses:	1,594,361	1,560,197	34,164
Electric power	1,417,639	1,402,196	15,442
Other	176,721	158,000	18,721
Operating income	133,935	99,848	34,086
Other income:	17,069	13,355	3,713
Dividends income	647	593	53
Interest income	1,492	303	1,188
Gain from sales of fixed assets	1,240	519	720
Other	13,689	11,939	1,750
Other expenses:	51,882	62,161	(10,279)
Interest expense	46,934	47,101	(167)
Other	4,948	15,060	(10,112)
Total amount of revenues	1,745,366	1,673,401	71,964
Total amount of expenses	1,646,244	1,622,359	23,885
Income before special items, income taxes and minority interests	99,121	51,042	48,079
Special items:			
Provision for reserve for fluctuation in water levels	4,276	2,332	1,943
Extraordinary income:			
Gain on reversal of prior service liability of retirement benefit obligation	-	47,782	(47,782)
Extraordinary loss:			
Loss on discontinued operation of subsidiary	-	2,970	(2,970)
Income before income taxes and minority interests	94,845	93,521	1,323
Current income taxes	36,452	23,053	13,398
Deferred income taxes	1,850	13,514	(11,663)
Minority interests in earnings of consolidated subsidiaries	3,368	2,781	586
Net income	53,173	54,171	(998)

CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS (Unaudited)

FY 2006 (Year ended March 31, 2007)

(Millions of yen)

	Shareholders' equity				Total shareholders' equity
	Common stock	Capital surplus	Retained earnings	Treasury stock, at cost	
Balance as of March 31, 2006	251,441	26,655	678,359	(7,058)	949,398
Changes:					
Dividend paid			(14,969)		(14,969)
Dividend paid (Interim)			(14,967)		(14,967)
Bonuses to directors			(318)		(318)
Net income			53,173		53,173
Purchases of treasury stock				(476)	(476)
Disposal of treasury stock		23		35	59
Reversal of revaluation adjustments			31		31
Net changes except for shareholders' equity					
Net changes	-	23	22,949	(440)	22,532
Balance as of March 31, 2007	251,441	26,678	701,309	(7,498)	971,930

(Millions of yen)

	Valuation and translation adjustments				Minority interests in consolidated subsidiaries	Total net assets
	Net unrealized holding gain on securities	Revaluation adjustments	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance as of March 31, 2006	14,503	(1,043)	80	13,540	46,266	1,009,206
Changes:						
Dividend paid						(14,969)
Dividend paid (Interim)						(14,967)
Bonuses to directors						(318)
Net income						53,173
Purchases of treasury stock						(476)
Disposal of treasury stock						59
Reversal of revaluation adjustments						31
Net changes except for shareholders' equity	(2,676)	(31)	870	(1,836)	2,779	942
Net changes	(2,676)	(31)	870	(1,836)	2,779	23,474
Balance as of March 31, 2007	11,827	(1,074)	950	11,703	49,046	1,032,681

CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

FY 2006 (Year ended March 31, 2007) and FY 2005 (Year ended March 31, 2006)

(Millions of yen)

Item	Year Ended March 31,		Increase (Decrease)
	2007	2006	
Operating activities:			
Income before income taxes and minority interests	94,845	93,521	1,323
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities:			
Depreciation	269,718	277,831	(8,113)
Amortization of nuclear fuel	8,439	7,459	979
Loss on sales and disposal of property, plant and equipment	15,442	16,020	(578)
Provision for (reversal of) accrued retirement benefits	(12,984)	(42,048)	29,064
Provision for reserve for reprocessing costs of irradiated nuclear fuel	7,295	4,682	2,612
Provision for pre-reserve for reprocessing costs of irradiated nuclear fuel	3,126	-	3,126
Provision for reserve for decommissioning costs of nuclear power units	2,275	3,406	(1,131)
Provision for reserve for fluctuation in water levels	4,276	2,332	1,943
Interest and dividend income	(2,140)	(897)	(1,242)
Interest expense	46,934	47,101	(167)
Fund for reprocessing costs of irradiated nuclear fuel	(43,056)	(61,466)	18,409
Changes in operating assets and liabilities:			
Amounts due from customers	(51,260)	(48,140)	(3,120)
Accounts payable	2,644	14,043	(11,399)
Other operating assets and liabilities	(3,880)	(8,184)	4,304
Subtotal	341,676	305,663	36,012
Interest and dividends received	1,643	895	747
Interest paid	(42,366)	(43,190)	824
Income taxes paid	(24,769)	(36,498)	11,728
Net cash provided by operating activities	276,182	226,869	49,312
Investing activities:			
Acquisition of property, plant and equipment	(199,853)	(239,794)	39,940
Payments for investments and advances	(2,989)	(10,498)	7,508
Proceeds from sales or collections of investments and advances	1,643	9,695	(8,051)
Changes in other assets and liabilities	3,608	10,842	(7,233)
Net cash used in investing activities	(197,591)	(229,754)	32,163
Financing activities:			
Proceeds from issuance of bonds	119,599	139,543	(19,944)
Redemption of bonds	(68,000)	(99,000)	31,000
Proceeds from long-term loans	84,096	95,690	(11,594)
Repayment of long-term loans	(128,607)	(149,676)	21,069
Proceeds from short-term borrowings	320,992	316,539	4,452
Repayment of short-term borrowings	(320,939)	(306,656)	(14,282)
Proceeds from issuance of commercial paper	482,000	465,000	17,000
Redemption of commercial paper	(531,000)	(426,000)	(105,000)
Cash dividends	(29,924)	(24,934)	(4,990)
Cash dividends to minority shareholders	(717)	-	(717)
Other	(503)	(1,076)	573
Net cash (used in) provided by financing activities	(73,004)	9,430	(82,434)
Effect of exchange rate changes on cash and cash equivalents	10	1	9
Net increase in cash and cash equivalents	5,597	6,546	(948)
Cash and cash equivalents at beginning of the period	112,622	106,075	6,546
Increase in cash and cash equivalents upon inclusion of additional subsidiaries in consolidation	853	-	853
Cash and cash equivalents at end of the period	119,073	112,622	6,450

NON-CONSOLIDATED BALANCE SHEETS (Unaudited)

FY 2006 (As of March 31, 2007) and FY 2005 (As of March 31, 2006)

Assets	(Millions of yen)		
Item	March 31, 2007	March 31, 2006	Increase (Decrease)
Fixed assets (property, plant and equipment):	3,506,275	3,558,047	(51,771)
Electric utility fixed assets:	2,723,111	2,785,374	(62,262)
Hydro power plant	157,385	162,691	(5,306)
Thermal power plant	364,945	344,455	20,489
Nuclear power plant	497,358	563,720	(66,361)
Internal combustion power plant	4,820	5,125	(305)
Transmission plant	660,128	664,995	(4,866)
Transformation plant	272,172	279,289	(7,116)
Distribution plant	638,177	635,913	2,263
General plant	127,620	128,680	(1,059)
Property leased to others	501	501	-
Incidental business fixed assets	4,317	561	3,755
Other fixed assets	8,517	8,497	19
Construction work in progress:	157,769	187,886	(30,117)
Construction work in progress	154,902	184,098	(29,196)
Suspense account for disposal	2,867	3,787	(920)
Nuclear fuel:	141,511	141,003	508
Loaded nuclear fuel	37,234	39,809	(2,575)
Nuclear fuel under processing	104,277	101,194	3,083
Investments in and advances to:	471,048	434,723	36,324
Long-term investments	77,730	85,613	(7,882)
Long-term investments in subsidiaries and affiliates	183,531	183,043	487
Fund for reprocessing costs of irradiated nuclear fuel	104,522	61,466	43,056
Long-term prepaid expenses	3,491	3,214	277
Deferred income taxes	101,879	101,453	426
Allowance for uncollectibles	(107)	(66)	(40)
Current assets:	203,102	200,990	2,111
Cash and deposits	55,003	55,890	(886)
Amounts due from customers	78,758	77,085	1,673
Trade notes receivables	3,417	11,313	(7,895)
Fuel and supplies	35,257	28,528	6,728
Prepaid expenses	374	350	24
Short-term credits to subsidiaries and affiliates	1,408	2,011	(603)
Deferred income taxes	11,727	9,850	1,876
Other current assets	17,565	16,369	1,196
Allowance for uncollectibles	(410)	(408)	(2)
Deferred assets:	-	135	(135)
Bond discount	-	135	(135)
Total assets	3,709,377	3,759,173	(49,795)

Liabilities and net assets (shareholders' equity)

(Millions of yen)

Item	March 31, 2007	March 31, 2006	Increase (Decrease)
Fixed liabilities:	2,212,902	2,296,297	(83,395)
Bonds	1,170,817	1,200,521	(29,703)
Long-term debt	542,874	549,482	(6,607)
Long-term accrued liabilities	3,078	3,881	(803)
Long-term debt to subsidiaries and affiliates	-	4	(4)
Accrued retirement benefits	160,561	173,274	(12,713)
Reserve for reprocessing costs of irradiated nuclear fuel	113,269	105,973	7,295
Pre-reserve for reprocessing costs of irradiated nuclear fuel	3,126	-	3,126
Reserve for decommissioning costs of nuclear power units	38,426	36,151	2,275
Other fixed liabilities	180,746	227,008	(46,261)
Current liabilities:	602,758	584,998	17,760
Short-term borrowings	54,440	54,440	-
Current portion of long-term debt	272,287	214,497	57,790
Commercial paper	82,000	131,000	(49,000)
Trade notes	57,659	59,353	(1,693)
Accounts payable	16,900	16,373	526
Accrued expenses	40,074	43,901	(3,826)
Accrued taxes	39,696	18,626	21,069
Deposits received	1,296	1,269	26
Short-term debt to subsidiaries and affiliates	35,059	42,933	(7,874)
Advances received	3,018	2,600	417
Reserve for bonuses to directors	97	-	97
Other current liabilities	229	2	226
Reserve:	19,176	14,900	4,275
Reserve for fluctuation in water levels	19,176	14,900	4,275
Total liabilities	2,834,837	2,896,196	(61,359)
Common stock	-	251,441	(251,441)
Capital surplus	-	26,657	(26,657)
Legal reserve	-	62,860	(62,860)
Retained earnings:	-	515,778	(515,778)
Reserve for loss on overseas investments	-	8	(8)
Reserve for cost fluctuation adjustments	-	103,000	(103,000)
Retained earnings appropriated for general purpose	-	306,400	(306,400)
Unappropriated retained earnings for the period	-	106,370	(106,370)
Net unrealized holding gain on securities	-	13,343	(13,343)
Treasury stock, at cost	-	(7,104)	7,104
Total shareholders' equity	-	862,977	(862,977)
Shareholders' equity:	863,899	-	863,899
Common stock	251,441	-	251,441
Capital surplus	26,657	-	26,657
Legal reserve	62,860	-	62,860
Retained earnings:	530,521	-	530,521
Reserve for cost fluctuation adjustments	103,000	-	103,000
Reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series	10,000	-	10,000
Retained earnings appropriated for general purpose	306,400	-	306,400
Retained earnings carried forward	111,121	-	111,121
Treasury stock, at cost	(7,580)	-	(7,580)
Valuation and translation adjustments:	10,640	-	10,640
Net unrealized holding gain on securities	10,640	-	10,640
Total net assets	874,540	-	874,540
Total liabilities and net assets (shareholders' equity)	3,709,377	3,759,173	(49,795)

NON-CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

FY 2006 (Year ended March 31, 2007) and FY 2005 (Year ended March 31, 2006)

(Millions of yen)

Item	Year Ended March 31,		Increase (Decrease)
	2007	2006	
Operating revenues:	1,546,745	1,498,759	47,986
Electric power operating revenues:	1,541,362	1,493,770	47,591
Revenue from residential customers	518,899	516,801	2,098
Revenue from commercial and industrial customers	787,925	750,482	37,443
Revenue from power sold to other utilities	220,517	213,046	7,471
Revenue from power sold to other companies	219	100	119
Revenue from wheeling	764	639	124
Revenue from wheeling adjustment among utilities	2,669	2,913	(244)
Miscellaneous revenues from electric utility business	10,280	9,700	579
Revenue from property leased to others	86	86	-
Incidental business revenues:	5,383	4,989	394
Gas supply business revenue	4,762	4,005	756
Heat supply business revenue	621	478	142
Other business revenue	-	504	(504)
Operating expenses:	1,438,434	1,420,819	17,615
Operating expenses for electric utility business:	1,433,161	1,416,180	16,980
Expense for hydro power generation	31,922	34,010	(2,087)
Expense for thermal power generation	437,290	405,817	31,473
Expense for nuclear power generation	154,757	151,494	3,263
Expense for internal combustion power generation	6,458	6,140	318
Expense for power purchased from other utilities	119,326	103,555	15,771
Expense for power purchased from other companies	174,585	173,482	1,102
Transmission expense	80,779	80,631	148
Transformation expense	53,126	56,152	(3,026)
Distribution expense	171,223	169,723	1,500
Selling expense	54,562	53,232	1,329
Expense for property leased to others	7	8	(1)
General administration expense	100,414	134,142	(33,727)
Electric power development promotion tax	32,424	31,911	512
Enterprise tax	16,436	16,042	394
Transferred cost of electricity for construction	(156)	(165)	9
Incidental business expenses:	5,272	4,638	634
Gas supply business expense	4,703	3,922	781
Heat supply business expense	569	568	0
Other business expenses	-	146	(146)
Operating income	108,311	77,940	30,370

(Millions of yen)

Item	Year Ended March 31,		Increase (Decrease)
	2007	2006	
Other income:	15,863	12,096	3,767
Financing income:	2,420	1,263	1,157
Dividends income	1,230	1,184	45
Interest income	1,189	78	1,111
Other income:	13,443	10,833	2,609
Gain from sales of fixed assets	1,179	385	793
Miscellaneous income	12,264	10,448	1,816
Other expenses:	47,411	51,938	(4,526)
Financing expenses:	45,722	44,967	755
Interest expense	45,329	44,468	861
Amortization of bond issuance costs	-	476	(476)
Amortization of bond discount	-	21	(21)
Bond issuance costs	392	-	392
Other expenses:	1,689	6,970	(5,281)
Loss on sales of fixed assets	236	816	(579)
Miscellaneous losses	1,452	6,154	(4,702)
Total amount of revenues	1,562,609	1,510,855	51,753
Total amount of expenses	1,485,846	1,472,757	13,089
Income before special items and income taxes	76,762	38,098	38,664
Special items:			
Provision for reserve for fluctuation in water levels	4,275	2,333	1,941
Extraordinary income:			
Gain on reversal of prior service liability of retirement benefit obligation	-	47,782	(47,782)
Income before income taxes	72,487	83,547	(11,060)
Current income taxes	28,490	15,945	12,545
Deferred income taxes	(783)	14,060	(14,844)
Net income	44,780	53,542	(8,761)

NON-CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS (Unaudited)

FY 2006 (Year ended March 31, 2007)

(Millions of yen)

	Shareholders' equity						
	Common stock	Capital surplus	Legal reserve	Retained earnings			
				Reserve for loss on overseas investments	Reserve for cost fluctuation adjustments	Reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series	Retained earnings appropriated for general purpose
Balance as of March 31, 2006	251,441	26,657	62,860	8	103,000	-	306,400
Changes:							
Dividend paid							
Dividend paid (Interim)							
Reversal of reserve for loss on overseas investments				(8)			
Provision for reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series						22,000	
Reversal of reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series						(12,000)	
Bonuses to directors							
Net income							
Purchases of treasury stock							
Net changes except for shareholders' equity							
Net changes	-	-	-	(8)	-	10,000	-
Balance as of March 31, 2007	251,441	26,657	62,860	-	103,000	10,000	306,400

(Millions of yen)

	Shareholders' equity				Valuation and translation adjustments	Total net assets
	Retained earnings		Treasury stock, at cost	Total shareholders' equity	Net unrealized holding gain on securities	
	Retained earnings carried forward	Total retained earnings				
Balance as of March 31, 2006	106,370	515,778	(7,104)	849,633	13,343	862,977
Changes:						
Dividend paid	(14,971)	(14,971)		(14,971)		(14,971)
Dividend paid (Interim)	(14,969)	(14,969)		(14,969)		(14,969)
Reversal of reserve for loss on overseas investments	8	-		-		-
Provision for reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series	(22,000)	-		-		-
Reversal of reserve for depreciation of Higashi Niigata Thermal Power Station Unit 4-2 Series	12,000	-		-		-
Bonuses to directors	(97)	(97)		(97)		(97)
Net income	44,780	44,780		44,780		44,780
Purchases of treasury stock			(476)	(476)		(476)
Net changes except for shareholders' equity					(2,702)	(2,702)
Net changes	4,750	14,742	(476)	14,266	(2,702)	11,563
Balance as of March 31, 2007	111,121	530,521	(7,580)	863,899	10,640	874,540

(Note)

This report solely constitutes reference material for the purpose of providing the readers with relevant information to evaluate our company.

The information contains forward-looking statements based on assumptions and projections about the future with regard to our company. As such, the readers are kindly asked to refrain from making judgment by depending solely on this information.

The forward-looking statements inherently involve a degree of risks and uncertainties. Consequently, these risks and uncertainties could cause the actual results and performance to differ from the assumed or projected status of the company.

Tohoku Electric Power Co., Inc. hereby disclaim any responsibility or liability in relation to consequences resulting from decisions made by investors.