

July 29, 2008

Notice Concerning Revision of Financial Results Forecasts for FY 2008

The Tohoku Electric Power Co., Inc. announces that it has revised the year-end financial results forecasts for FY 2008 (April 1, 2008 to March 31, 2009) released on April 28, 2008, based on the recent business environment and the company's performance, as outlined below.

1. Revision of the 2nd Quarter Accumulated Financial Forecasts for FY 2008

(1) Consolidated (April 1, 2008 to September 30, 2008)

(million yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A) (Released on Apr. 28, 2008)	890,000	43,000	22,000	10,000	20.05 yen
Revised Forecast (B)	900,000	3,000	- 18,000	- 10,000	- 20.05 yen
Difference (B-A)	10,000	- 40,000	- 40,000	- 20,000	- 40.10 yen
Change (%)	1.1%	- 93.0%	—	—	—
FY 2007 2Q Accumulated Actual Results	852,900	69,800	48,000	27,700	55.67 yen

(2) Non-Consolidated (April 1, 2008 to September 30, 2008)

(million yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A) (Released on Apr. 28, 2008)	800,000	30,000	10,000	5,000	10.03 yen
Revised Forecast (B)	810,000	- 10,000	- 30,000	- 15,000	- 30.08 yen
Difference (B-A)	10,000	- 40,000	- 40,000	- 20,000	- 40.11 yen
Change (%)	1.3%	—	—	—	—
FY 2007 2Q Accumulated Actual Results	764,000	57,300	37,100	23,500	47.26 yen

2. Revision of the Year-end Financial Forecasts for FY 2008

(1) Consolidated (April 1, 2008 to March 31, 2009)

(million yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A) (Released on Apr. 28, 2008)	1,860,000	82,000	40,000	20,000	40.10 yen
Revised Forecast (B)	1,930,000	- 53,000	- 95,000	- 63,000	- 126.33 yen
Difference (B-A)	70,000	- 135,000	- 135,000	- 83,000	- 166.43 yen
Change (%)	3.8%	—	—	—	—
FY 2007 Actual Results	1,802,600	80,400	38,500	17,200	34.67 yen

(2) Non-Consolidated (April 1, 2008 to March 31, 2009)

(million yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income	Net Income per Share
Previous Forecast (A) (Released on Apr. 28, 2008)	1,670,000	55,000	15,000	8,000	16.04 yen
Revised Forecast (B)	1,740,000	- 80,000	- 120,000	- 75,000	- 150.40 yen
Difference (B-A)	70,000	- 135,000	- 135,000	- 83,000	- 166.44 yen
Change (%)	4.2%	—	—	—	—
FY 2007 Actual Results	1,595,900	53,600	14,100	6,700	13.58 yen

2. Reasons for the Revision

Tohoku Electric Power Co., Inc. revised the financial results forecasts due to the following reasons: the recent rise in fuel prices, a significant increase in fuel costs caused by the increase in thermal power generation to cover the decrease in hydroelectric power generation.

Effect of the revision of the electricity rates which will be effective on September 2008 is taken into consideration on these revised financial forecasts.

Major Factors (for the year)

	Previous Forecast (A)	Revised Forecast (B)	Difference (B-A)
Electricity Sales Volume (100 million kWh)	841	841	—
Crude Oil Price (CIF) (dollars per barrel)	Approx. 90	Approx. 125	Approx. 35
Foreign Exchange Rate (yen per dollar)	Approx. 100	Approx. 106	Approx. 6
Nuclear Capacity Factor (%)	Approx. 70	Approx. 68	- Approx. 2

Note:

The above forecasts are based on information currently available and reasonable assumptions. Due to various factors, the actual results may differ from these forecasts.