

July 29, 2011

Financial Results for the First Quarter of Fiscal 2011

Tohoku Electric Power Co., Inc. (hereinafter, Tohoku EPCO), today registered a summary of its financial statements for the first quarter (from April 1, 2011 to June 30, 2011) on the Tokyo Stock Exchange's TDnet (Timely Disclosure Network).

【Consolidated operating revenues】

Consolidated operating revenues were ¥347.2 billion (a year-on-year decrease of ¥46.6 billion, or a 11.8 % decrease), and ordinary revenue were ¥350.8 billion (a year-on-year decrease of ¥46.3 billion, or a 11.7 % decrease) due to the decrease in electricity sales by Tohoku EPCO because of the Great East Japan Earthquake which occurred in March.

With respect to expenses, despite the decrease in maintenance cost and decrease in purchased power expense, ordinary expenses stood at ¥369.9 billion (a year-on-year increase of ¥13.7 billion, or a 3.9 % increase) due to the great increase in fuel expenses for thermal power caused by the shutdown of nuclear power stations.

As a result, consolidated ordinary loss was ¥19.1 billion and consolidated net loss was ¥16.6 billion.

【Electric power sold by Tohoku EPCO】

The electricity sales volume of the company was 16.6 billion kWh (a 16.2% decrease year-on-year) due to the Great East Japan Earthquake which occurred in March.

Tohoku Electric Power Co., Inc.

Summary of Quarterly Financial Statements (Unaudited)

(April 1, 2011 - June 30, 2011)

Information below is an English translation of the "Unaudited Quarterly Financial Release" for three months ended June 30, 2011, 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 First Quarter Period in FY 2011(Three months ended June 30, 2011)

(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	%
3 months ended Jun. 30, 2011	347,229	(11.8)	(11,798)	-	(19,134)	-	(16,691)	-
3 months ended Jun. 30, 2010	393,897	(1.4)	49,364	(6.3)	40,952	(3.7)	19,303	(31.5)
	Net income per share		Diluted net income per share					
	Yen		Yen					
3 months ended Jun. 30, 2011	(33.48)		-					
3 months ended Jun. 30, 2010	38.72		-					

(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
	Millions of yen	Millions of yen	%
Jun. 30, 2011	4,004,943	849,565	20.0
Mar. 31, 2011	4,028,861	876,488	20.5

2. Dividends

	Cash dividends per share				
	1Q	2Q	3Q	Year-end	Annual total
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 31, 2011	-	30.00	-	20.00	50.00
Year ending Mar. 31, 2012	-				
Year ending Mar. 31, 2012 (forecast)		-	-	-	-

3. Business Results Forecast for Consolidated FY 2011(Year ending March 31, 2012)

Consolidated earnings estimates for the year ending March 31, 2012 have yet to be determined at this time, because it is difficult to reasonably assess the estimates, as a result of the Great East Japan Earthquake occurred on March 11, 2011. These estimates will be promptly disclosed as soon as they are determined.

CONSOLIDATED BALANCE SHEETS (Unaudited)

First Quarter FY 2011 (As of June 30, 2011) and FY 2010 (As of March 31, 2011)

Assets		(Millions of yen)	
	Item	June 30, 2011	March 31, 2011
Fixed assets (property, plant and equipment):		3,577,257	3,591,804
Electric utility fixed assets:		2,559,717	2,424,229
	Hydro power plant	165,180	166,553
	Thermal power plant	283,090	289,240
	Nuclear power plant	374,914	384,096
	Transmission plant	733,564	597,955
	Transformation plant	256,738	243,377
	Distribution plant	613,115	612,482
	General plant	104,868	103,268
	Other	28,245	27,254
Other fixed assets		231,765	234,374
Construction work in progress		154,035	308,642
Nuclear fuel:		151,381	152,325
	Loaded nuclear fuel	34,729	27,746
	Nuclear fuel under processing	116,651	124,579
Investments in and advances to:		480,357	472,232
	Long-term investments	94,634	96,644
	Fund for reprocessing costs of irradiated nuclear fuel	103,375	106,506
	Deferred tax assets	178,178	166,209
	Other	105,072	103,836
	Allowance for doubtful accounts	(904)	(965)
Current assets:		427,686	437,056
	Cash and deposits	155,305	168,632
	Trade notes receivable and accounts receivable	107,673	118,681
	Inventories	86,248	72,719
	Deferred tax assets	21,761	25,991
	Other	57,367	51,924
	Allowance for doubtful accounts	(670)	(892)
Total assets		4,004,943	4,028,861

Liabilities and net assets

(Millions of yen)

Item	June 30, 2011	March 31, 2011
Fixed liabilities:	2,345,959	2,317,977
Bonds	1,113,708	1,183,701
Long-term debt	651,796	551,834
Accrued retirement benefits	222,984	221,074
Reserve for reprocessing costs of irradiated nuclear fuel	110,538	110,441
Pre-reserve for reprocessing costs of irradiated nuclear fuel	12,630	12,505
Reserve for loss on disaster	13,225	13,427
Asset retirement obligations	126,132	125,411
Deferred tax liabilities on revaluation adjustments for land	2,255	2,283
Other	92,688	97,298
Current liabilities:	807,877	834,090
Current portion of long-term debt	261,673	228,098
Short-term borrowings	57,422	55,090
Trade notes and accounts payable	105,198	131,788
Accrued income taxes	15,721	19,988
Reserve for loss on disaster	80,771	88,546
Other	287,090	310,578
Reserve:	1,540	304
Reserve for fluctuation in water levels	1,540	304
Total liabilities	3,155,377	3,152,372
Shareholders' equity:	802,763	829,407
Common stock	251,441	251,441
Capital surplus	26,700	26,701
Retained earnings	532,991	559,633
Treasury stock, at cost	(8,369)	(8,369)
Accumulated other comprehensive income:	(2,174)	(2,078)
Net unrealized holding loss on securities	(578)	(516)
Revaluation adjustments for land	(1,450)	(1,430)
Foreign currency translation adjustments	(146)	(131)
Subscription rights to shares	265	265
Minority interests in consolidated subsidiaries	48,710	48,893
Total net assets	849,565	876,488
Total liabilities and net assets	4,004,943	4,028,861

CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

First Quarter FY 2011 (Three months ended June 30, 2011) and First Quarter FY 2010 (Three months ended June 30, 2010)

Item	(Millions of yen)	
	Three Months Ended June 30,	
	2011	2010
Operating revenues:	347,229	393,897
Electric power	309,905	362,440
Other	37,324	31,457
Operating expenses:	359,027	344,533
Electric power	323,373	312,834
Other	35,653	31,698
Operating (loss) income	(11,798)	49,364
Other income:	3,635	3,331
Dividends income	423	557
Interest income	478	465
Gain from sales of fixed assets	1	13
Equity in earnings of affiliates	1,337	1,143
Other	1,394	1,152
Other expenses:	10,971	11,743
Interest expense	9,562	10,065
Other	1,408	1,678
Total amount of revenues	350,864	397,229
Total amount of expenses	369,998	356,276
Ordinary (loss) income	(19,134)	40,952
Special item:	1,235	330
Provision for reserve for fluctuation in water levels	1,235	330
Extraordinary loss:	1,782	9,143
Loss on adjustment for changes of accounting standard for asset retirement obligations	-	6,554
Loss on valuation of securities	1,782	2,589
(Loss) income before income taxes and minority interests	(22,152)	31,478
Current income taxes	1,134	7,902
Deferred income taxes	(6,932)	4,798
Total amount of income taxes	(5,797)	12,700
(Loss) income before minority interests	(16,355)	18,777
Minority interests in earnings of consolidated subsidiaries	335	(525)
Net (loss) income	(16,691)	19,303

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

First Quarter FY 2011 (Three months ended June 30, 2011) and First Quarter FY 2010 (Three months ended June 30, 2010)

Item	(Millions of yen)	
	Three Months Ended June 30,	
	2011	2010
(Loss) income before minority interests	(16,355)	18,777
Other comprehensive income:		
Valuation difference on available-for-sale securities	(83)	(1,597)
Foreign currency translation adjustment	(14)	(506)
Share of other comprehensive income of associates accounted for using equity method	(0)	(1)
Total other comprehensive income	(98)	(2,106)
Comprehensive income:	(16,453)	16,671
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(16,767)	17,227
Comprehensive income attributable to minority interests	313	(555)

(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.