

September 13, 2012

**Notice Concerning Issuance of the 465th Straight Bonds of Tohoku Electric Power Co., Inc.**

We hereby announce that the 465th Straight Bonds of Tohoku Electric Power Co., Inc. will be issued as described below.

Please note that the bonds will be offered to institutional investors only.

**The 465th Straight Bonds**

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|-------------------------|---|--------------------|
| 1. Purpose of issuance: | Proceeds will be used for capital expenditure and bond redemption   |                    |
| 2. Type of bond:        | Straight bond (with general mortgage)   |                    |
| 3. Aggregate            |   |                    |
| principal amount:       | 20 billion yen  |                    |
| 4. Denomination:        | 1 million yen   |                    |
| 5. Schedule:            | Date of offer   | September 13, 2012 |
|                         | Subscription date   | September 13, 2012 |
|                         | Closing date  | September 24, 2012 |
|                         | Date of issue   | September 24, 2012 |
| 6. Interest:            | 1.279% p.a.<br>(Yield to maturity: 1.279% p.a.)   |                    |
| 7. Issue price:         | 100% of the denomination  |                    |
| 8. Redemption price:    | 100% of the denomination  |                    |
| 9. Period to maturity:  | 10 years (September 22, 2022)   |                    |
| 10. Redemption method:  | Bullet maturity   |                    |
| 11. Managers:           | SMBC Nikko Securities Inc. (Lead manager)<br>Mizuho Securities Co., Ltd.<br>Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.<br>Goldman Sachs Japan Co., Ltd. |                    |
| 12. Bond trustees:      | Mizuho Corporate Bank, Ltd.<br>Sumitomo Mitsui Banking Corporation  |                    |
| 13. Bond rating:        | A+ (Rating and Investment Information, Inc.)<br>AA (Japan Credit Rating Agency, Ltd.)   |                    |