

June 6, 2014

**Notice Concerning Issuance of the 474th Straight Bonds of Tohoku Electric Power Co., Inc.**

We hereby announce that the 474th Straight Bonds of Tohoku Electric Power Co., Inc. will be issued as described below.

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

**The 474th 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:       | 10 billion yen  |               |
| 4. Denomination:        | 100 thousand yen  |               |
| 5. Schedule:            | Date of offer   | June 9, 2014  |
|                         | Subscription date   | June 24, 2014 |
|                         | Closing date  | June 25, 2014 |
|                         | Date of issue   | June 25, 2014 |
| 6. Interest:            | 0.40% p.a.<br>(Yield to maturity: 0.40% p.a.)   |               |
| 7. Issue price:         | 100% of the denomination  |               |
| 8. Redemption price:    | 100% of the denomination  |               |
| 9. Period to maturity:  | 5 years (June 25, 2019)   |               |
| 10. Redemption method:  | Bullet maturity   |               |
| 11. Managers:           | SMBC Nikko Securities Inc.  |               |
| 12. Bond trustees:      | Mizuho Bank, Ltd.<br>Sumitomo Mitsui Banking Corporation                              |               |
| 13. Bond rating:        | A (Rating and Investment Information, Inc.)<br>AA- (Japan Credit Rating Agency, Ltd.) |               |