

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

October 27, 2022

Company name: Hokuriku Electric Power Company  
 Stock exchange listing: Tokyo  
 Stock code: 9505 URL <https://www.rikuden.co.jp>  
 Representative: Representative Director & President Koji Matsuda  
 Inquiries: Manager of Budget & Accounting Planning Shinichiroh Makino TEL 076-441-2511  
 Team Finance & Accounting Department  
 Scheduled date to file Quarterly Securities Report: November 8, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2022	374,932	38.0	(37,182)	–	(37,700)	–	(38,169)	–
Six months ended September 30, 2021	271,636	(11.7)	11,492	(59.2)	9,177	(63.5)	5,608	(67.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	(182.85)		–	
Six months ended September 30, 2021	26.86		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2022	1,786,344	313,301	16.5
As of March 31, 2022	1,660,038	343,280	19.6

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	7.50	–	2.50	10.00
Year ending March 31, 2023	–	0.00			
Year ending March 31, 2023 (Forecast)			–	0.00	0.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	850,000	38.5	(100,000)	–	(100,000)	–	(90,000)	–	(431.14)

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2022  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2022	210,333,694 shares	As of March 31, 2022	210,333,694 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	1,582,702 shares	As of March 31, 2022	1,572,347 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	208,752,886 shares	Six months ended September 30, 2021	208,766,686 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Non-current assets	1,408,369	1,406,183
Electric utility plant and equipment	869,034	873,974
Hydroelectric power production facilities	98,418	96,479
Thermal power production facilities	207,912	215,719
Nuclear power production facilities	112,789	107,808
Transmission facilities	161,596	160,830
Transformation facilities	93,123	93,171
Distribution facilities	155,808	156,679
General facilities	33,376	37,424
Other electric utility plant and equipment	6,009	5,860
Other non-current assets	70,498	68,708
Construction in progress	183,616	177,833
Construction and retirement in progress	174,424	168,641
Special account related to reprocessing of spent nuclear fuel	9,191	9,191
Nuclear fuel	78,902	77,403
Loaded nuclear fuel	26,219	26,219
Nuclear fuel in processing	52,683	51,184
Investments and other assets	206,318	208,263
Long-term investments	119,946	119,827
Retirement benefit asset	23,419	23,786
Deferred tax assets	39,231	36,463
Other	25,993	30,532
Allowance for doubtful accounts	(2,272)	(2,346)
Current assets	251,668	380,161
Cash and deposits	105,602	170,602
Notes and accounts receivable - trade, and contract assets	80,211	82,940
Inventories	29,225	54,556
Other	36,811	72,271
Allowance for doubtful accounts	(181)	(209)
Total	1,660,038	1,786,344

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities and net assets		
Non-current liabilities	1,073,112	1,238,061
Bonds payable	505,000	608,400
Long-term borrowings	436,933	496,525
Retirement benefit liability	32,219	32,504
Asset retirement obligations	88,818	89,838
Other	10,141	10,793
Current liabilities	240,651	231,987
Current portion of non-current liabilities	93,453	80,898
Short-term borrowings	1,281	2,582
Commercial papers	–	20,000
Notes and accounts payable - trade	59,876	60,820
Accrued taxes	8,900	6,054
Other	77,138	61,632
Reserves under special laws	2,993	2,993
Reserve for water shortage	2,993	2,993
Total liabilities	1,316,757	1,473,042
Shareholders' equity	318,761	280,876
Share capital	117,641	117,641
Capital surplus	33,991	33,987
Retained earnings	170,486	132,619
Treasury shares	(3,357)	(3,371)
Accumulated other comprehensive income	6,142	14,117
Valuation difference on available-for-sale securities	5,246	6,136
Deferred gains or losses on hedges	304	7,419
Foreign currency translation adjustment	87	261
Remeasurements of defined benefit plans	502	299
Non-controlling interests	18,377	18,308
Total net assets	343,280	313,301
Total	1,660,038	1,786,344

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Operating revenue	271,636	374,932
Electric utility operating revenue	241,554	339,577
Other business operating revenue	30,081	35,355
Operating expenses	260,143	412,115
Electric utility operating expenses	233,053	378,869
Other business operating expenses	27,090	33,245
Operating profit (loss)	11,492	(37,182)
Non-operating income	1,901	3,813
Dividend income	330	350
Interest income	34	118
Consumption taxes refund	325	–
Derivative gains	353	1,524
Share of profit of entities accounted for using equity method	–	472
Other	858	1,346
Non-operating expenses	4,216	4,330
Interest expenses	3,309	3,414
Share of loss of entities accounted for using equity method	263	–
Other	643	915
Total ordinary revenue	273,537	378,745
Total ordinary expenses	264,360	416,446
Ordinary profit (loss)	9,177	(37,700)
Profit (loss) before income taxes	9,177	(37,700)
Income taxes - current	3,125	246
Income taxes - deferred	71	23
Total income taxes	3,197	270
Profit (loss)	5,980	(37,971)
Profit attributable to non-controlling interests	372	198
Profit (loss) attributable to owners of parent	5,608	(38,169)

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit (loss)	5,980	(37,971)
Other comprehensive income		
Valuation difference on available-for-sale securities	(352)	889
Deferred gains or losses on hedges	5,717	6,899
Remeasurements of defined benefit plans, net of tax	(749)	(194)
Share of other comprehensive income of entities accounted for using equity method	6	390
Total other comprehensive income	4,622	7,985
Comprehensive income	10,603	(29,986)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,247	(30,194)
Comprehensive income attributable to non-controlling interests	355	208

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Cash flows from operating activities		
Profit (loss) before income taxes	9,177	(37,700)
Depreciation	27,201	28,621
Impairment losses	81	2
Amortization of goodwill	–	361
Decommissioning costs of nuclear power units	2,085	2,136
Loss on retirement of non-current assets	673	1,900
Increase (decrease) in retirement benefit liability	173	192
Decrease (increase) in retirement benefit asset	(1,506)	(539)
Interest and dividend income	(364)	(469)
Interest expenses	3,309	3,414
Decrease (increase) in trade receivables	5,562	(2,728)
Decrease (increase) in inventories	1,494	(25,331)
Increase (decrease) in trade payables	(2,389)	943
Increase(decrease) in accrued enterprise taxes and accrued consumption taxes	(2,139)	(2,910)
Other, net	(31,368)	(27,747)
Subtotal	11,991	(59,852)
Interest and dividends received	382	432
Interest paid	(3,345)	(3,241)
Income taxes paid	(2,286)	(2,705)
Income taxes refund	1	1,201
Net cash provided by (used in) operating activities	6,744	(64,166)
Cash flows from investing activities		
Purchase of non-current assets	(54,185)	(37,597)
Proceeds from contribution received for construction	329	235
Proceeds from sale of non-current assets	7	2
Investments and loan advances	(9,943)	(11,302)
Proceeds from divestments and collection of loans receivable	432	2,719
Net cash provided by (used in) investing activities	(63,359)	(45,942)
Cash flows from financing activities		
Proceeds from issuance of bonds	60,000	103,400
Redemption of bonds	(20,000)	(20,000)
Proceeds from long-term borrowings	43,500	86,500
Repayments of long-term borrowings	(26,414)	(19,340)
Net increase (decrease) in short-term borrowings	(1,698)	1,173
Net increase (decrease) in commercial papers	–	20,000
Proceeds from sale of treasury shares	0	0
Purchase of treasury shares	(2)	(1)
Dividends paid	(2,091)	(529)
Dividends paid to non-controlling interests	(356)	(296)
Other, net	(5)	2
Net cash provided by (used in) financing activities	52,932	170,908
Net increase (decrease) in cash and cash equivalents	(3,682)	60,800
Cash and cash equivalents at beginning of period	132,310	105,002
Cash and cash equivalents at end of period	128,627	165,802