

Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2023 (Based on Japanese GAAP)

April 27, 2023

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  
 Manager of Budget & Accounting Planning  
 Inquiries: Shinichiroh Makino TEL 076-441-2511  
 Team Finance & Accounting Department  
 Scheduled date of ordinary general meeting of shareholders: June 28, 2023  
 Scheduled date to file Securities Report: June 28, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Consolidated operating results

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	%
Year ended March 31, 2023	817,601	33.2	(73,791)	–	(93,737)	–	(88,446)	–
Year ended March 31, 2022	613,756	(4.0)	(16,415)	–	(17,641)	–	(6,762)	–

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/Operating revenue
	Yen	Yen	%	%	%
Year ended March 31, 2023	(423.69)	–	(31.7)	(5.4)	(9.0)
Year ended March 31, 2022	(32.39)	–	(2.0)	(1.1)	(2.7)

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2023	1,805,318	252,285	12.9	1,118.51
As of March 31, 2022	1,660,038	343,280	19.6	1,556.34

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2023	(97,045)	(88,845)	245,752	164,863
Year ended March 31, 2022	30,950	(111,044)	52,785	105,002

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2022	–	7.50	–	2.50	10.00	2,087	–	0.6
Year ended March 31, 2023	–	0.00	–	0.00	0.00	–	–	–
Year ending March 31, 2024 (Forecast)	–	0.00	–	–	–	–	–	–

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	–	–	–	–	–	–	–	–	–

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2023

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2023	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 March 31, 2023	1,585,421 shares	As of March 31, 2022	1,572,347 shares
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Average number of shares during the period

Year ended March 31, 2023	208,751,292 shares	Year ended March 31, 2022	208,764,795 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Non-current assets	1,408,369	1,434,662
Electric utility plant and equipment	869,034	868,228
Hydroelectric power production facilities	98,418	96,497
Thermal power production facilities	207,912	207,599
Nuclear power production facilities	112,789	104,898
Transmission facilities	161,596	160,792
Transformation facilities	93,123	95,376
Distribution facilities	155,808	159,258
General facilities	33,376	37,915
Other electric utility plant and equipment	6,009	5,889
Other non-current assets	70,498	67,406
Construction in progress	183,616	201,919
Construction and retirement in progress	174,424	191,195
Special account related to reprocessing of spent nuclear fuel	9,191	10,723
Nuclear fuel	78,902	78,205
Loaded nuclear fuel	26,219	26,219
Nuclear fuel in processing	52,683	51,986
Investments and other assets	206,318	218,902
Long-term investments	119,946	115,637
Retirement benefit asset	23,419	23,193
Deferred tax assets	39,231	48,324
Other	25,993	32,566
Allowance for doubtful accounts	(2,272)	(819)
Current assets	251,668	370,655
Cash and deposits	105,602	165,463
Notes and accounts receivable - trade, and contract assets	80,211	79,759
Inventories	29,225	62,380
Other	36,811	63,351
Allowance for doubtful accounts	(181)	(298)
Total	1,660,038	1,805,318

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities and net assets		
Non-current liabilities	1,073,112	1,300,759
Bonds payable	505,000	674,900
Long-term borrowings	436,933	491,520
Retirement benefit liability	32,219	33,079
Asset retirement obligations	88,818	92,187
Other	10,141	9,072
Current liabilities	240,651	249,279
Current portion of non-current liabilities	93,453	85,774
Short-term borrowings	1,281	1,372
Commercial papers	–	30,000
Notes and accounts payable - trade	59,876	45,966
Accrued taxes	8,900	8,943
Other	77,138	77,223
Reserves under special laws	2,993	2,993
Reserve for water shortage	2,993	2,993
Total liabilities	1,316,757	1,553,032
Shareholders' equity	318,761	230,598
Share capital	117,641	117,641
Capital surplus	33,991	33,987
Retained earnings	170,486	82,342
Treasury shares	(3,357)	(3,373)
Accumulated other comprehensive income	6,142	2,888
Valuation difference on available-for-sale securities	5,246	6,367
Deferred gains or losses on hedges	304	(3,147)
Foreign currency translation adjustment	87	119
Remeasurements of defined benefit plans	502	(450)
Non-controlling interests	18,377	18,798
Total net assets	343,280	252,285
Total	1,660,038	1,805,318

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Operating revenue	613,756	817,601
Electric utility operating revenue	547,118	740,223
Other business operating revenue	66,638	77,378
Operating expenses	630,172	891,392
Electric utility operating expenses	570,773	820,617
Other business operating expenses	59,398	70,775
Operating loss	(16,415)	(73,791)
Non-operating income	7,385	5,335
Dividend income	557	594
Interest income	59	231
Derivative gains	3,718	–
Gain on sale of fuels	552	1,864
Other	2,497	2,644
Non-operating expenses	8,610	25,281
Interest expenses	6,578	7,224
Derivative losses	–	15,383
Share of loss of entities accounted for using equity method	735	190
Other	1,296	2,483
Total ordinary revenue	621,141	822,937
Total ordinary expenses	638,783	916,674
Ordinary loss	(17,641)	(93,737)
Provision or reversal of reserve for water shortage	(17,651)	–
Reversal of reserve for water shortage	(17,651)	–
Extraordinary losses	1,263	–
Loss on return of imbalance income and expenditure	1,263	–
Loss before income taxes	(1,252)	(93,737)
Income taxes - current	2,289	2,006
Income taxes - deferred	2,085	(8,095)
Total income taxes	4,375	(6,089)
Loss	(5,628)	(87,648)
Profit attributable to non-controlling interests	1,134	798
Loss attributable to owners of parent	(6,762)	(88,446)

## Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Loss	(5,628)	(87,648)
Other comprehensive income		
Valuation difference on available-for-sale securities	549	1,135
Deferred gains or losses on hedges	(1,586)	(3,689)
Remeasurements of defined benefit plans, net of tax	(2,042)	(935)
Share of other comprehensive income of entities accounted for using equity method	83	276
Total other comprehensive income	(2,996)	(3,213)
Comprehensive income	(8,624)	(90,861)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(9,760)	(91,700)
Comprehensive income attributable to non-controlling interests	1,136	838

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	117,641	33,992	181,208	(3,356)	329,485
Cumulative effects of changes in accounting policies			70		70
Restated balance	117,641	33,992	181,278	(3,356)	329,555
Changes during period					
Dividends of surplus			(3,653)		(3,653)
Profit (loss) attributable to owners of parent			(6,762)		(6,762)
Purchase of treasury shares				(4)	(4)
Disposal of treasury shares			(2)	3	0
Change in scope of consolidation			(382)		(382)
Change in ownership interest of parent due to transactions with non-controlling interests		(0)			(0)
Other			8		8
Net changes in items other than shareholders' equity					
Total changes during period	-	(0)	(10,792)	(1)	(10,794)
Balance at end of period	117,641	33,991	170,486	(3,357)	318,761

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	4,685	1,891	-	2,562	9,139	17,115	355,740
Cumulative effects of changes in accounting policies							70
Restated balance	4,685	1,891	-	2,562	9,139	17,115	355,810
Changes during period							
Dividends of surplus							(3,653)
Profit (loss) attributable to owners of parent							(6,762)
Purchase of treasury shares							(4)
Disposal of treasury shares							0
Change in scope of consolidation							(382)
Change in ownership interest of parent due to transactions with non-controlling interests							(0)
Other							8
Net changes in items other than shareholders' equity	561	(1,586)	87	(2,059)	(2,997)	1,261	(1,735)
Total changes during period	561	(1,586)	87	(2,059)	(2,997)	1,261	(12,529)
Balance at end of period	5,246	304	87	502	6,142	18,377	343,280

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	117,641	33,991	170,486	(3,357)	318,761
Cumulative effects of changes in accounting policies			–		–
Restated balance	117,641	33,991	170,486	(3,357)	318,761
Changes during period					
Dividends of surplus			(521)		(521)
Profit (loss) attributable to owners of parent			(88,446)		(88,446)
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares			(0)	0	0
Change in scope of consolidation			818	(12)	805
Change in ownership interest of parent due to transactions with non-controlling interests		(4)			(4)
Other			6		6
Net changes in items other than shareholders' equity					
Total changes during period	–	(4)	(88,143)	(15)	(88,163)
Balance at end of period	117,641	33,987	82,342	(3,373)	230,598

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	5,246	304	87	502	6,142	18,377	343,280
Cumulative effects of changes in accounting policies							–
Restated balance	5,246	304	87	502	6,142	18,377	343,280
Changes during period							
Dividends of surplus							(521)
Profit (loss) attributable to owners of parent							(88,446)
Purchase of treasury shares							(3)
Disposal of treasury shares							0
Change in scope of consolidation							805
Change in ownership interest of parent due to transactions with non-controlling interests							(4)
Other							6
Net changes in items other than shareholders' equity	1,120	(3,452)	31	(953)	(3,253)	421	(2,832)
Total changes during period	1,120	(3,452)	31	(953)	(3,253)	421	(90,995)
Balance at end of period	6,367	(3,147)	119	(450)	2,888	18,798	252,285

## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from operating activities		
Loss before income taxes	(1,252)	(93,737)
Depreciation	55,194	58,403
Impairment losses	84	434
Amortization of goodwill	180	723
Decommissioning costs of nuclear power units	4,273	4,395
Loss on retirement of non-current assets	1,996	2,851
Loss on return of imbalance income and expenditure	1,263	–
Increase (decrease) in retirement benefit liability	1,013	827
Decrease (increase) in retirement benefit asset	(3,013)	(1,070)
Increase (decrease) in reserve for water shortage	(17,651)	–
Interest and dividend income	(617)	(826)
Interest expenses	6,578	7,224
Decrease (increase) in trade receivables	(6,775)	452
Decrease (increase) in inventories	(1,907)	(33,155)
Increase (decrease) in trade payables	25,851	(13,910)
Increase (decrease) in accrued enterprise taxes and accrued consumption taxes	(1,890)	(2,958)
Other, net	(24,681)	(15,893)
Subtotal	38,647	(86,239)
Interest and dividends received	642	808
Interest paid	(6,706)	(6,858)
Income taxes paid	(2,259)	(5,963)
Income taxes refund	627	1,208
Net cash provided by (used in) operating activities	30,950	(97,045)
Cash flows from investing activities		
Purchase of non-current assets	(83,368)	(82,422)
Proceeds from contribution received for construction	955	212
Proceeds from sale of non-current assets	142	176
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(6,138)	–
Investments and loan advances	(23,201)	(14,376)
Proceeds from divestments and collection of loans receivable	566	7,563
Net cash provided by (used in) investing activities	(111,044)	(88,845)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from financing activities		
Proceeds from issuance of bonds	80,000	199,900
Redemption of bonds	(30,000)	(50,000)
Proceeds from long-term borrowings	67,900	115,480
Repayments of long-term borrowings	(55,726)	(48,432)
Net increase (decrease) in short-term borrowings	(4,473)	(218)
Net increase (decrease) in commercial papers	–	30,000
Proceeds from sale of treasury shares	0	0
Purchase of treasury shares	(4)	(3)
Dividends paid	(3,664)	(530)
Dividends paid to non-controlling interests	(528)	(434)
Other, net	(717)	(8)
Net cash provided by (used in) financing activities	52,785	245,752
Net increase (decrease) in cash and cash equivalents	(27,307)	59,861
Cash and cash equivalents at beginning of period	132,310	105,002
Cash and cash equivalents at end of period	105,002	164,863