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## Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

January 26, 2023

Company name: Hokkaido Electric Power Company, Incorporated  
 Stock exchange listing: Tokyo, Sapporo  
 Code number: 9509  
 URL: <https://www.hepco.co.jp/>  
 Representative: Yutaka FUJII President and Director  
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 Phone: +81-11-251-1111  
 Scheduled date of filing quarterly securities report: February 13, 2023  
 Scheduled date of commencing dividend payments: -  
 Availability of supplementary briefing material on quarterly financial results: Yes  
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 01, 2022 to December 31, 2022)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2022	623,847	41.4	(26,847)	-	(31,590)	-	(21,005)	-
December 31, 2021	441,204	13.1	18,857	(34.5)	13,090	(37.8)	8,756	(50.6)

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥ (20,468) million [ -%]  
 Nine months ended December 31, 2021: ¥ 8,288 million [ (59.2)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended December 31, 2022	Yen (107.49)	Yen -
December 31, 2021	37.48	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of December 31, 2022	Million yen 2,125,920	Million yen 262,333	11.7%
March 31, 2022	1,992,879	285,717	13.7

(Reference) Equity: As of December 31, 2022: ¥ 249,244 million  
 As of March 31, 2022: ¥ 272,647 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	10.00	-	10.00	20.00
Fiscal year ending March 31, 2023	-	0.00	-		
Fiscal year ending March 31, 2023 (Forecast)				0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: Yes

(Note) The Board of Directors resolved today (January 26, 2023) to pay "no dividend" for the year-end dividend.

Dividends mentioned the above is regarding common stock. Regarding preferred stock which differ in shareholders' rights from common stock see "Dividends for preferred stock".

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	921,000	38.8	(51,000)	-	(62,000)	-	(53,000)	-	(265.01)

(Note) Revision to the financial results forecast announced most recently: Yes

Please refer to "Consolidated Earnings Forecast for FY2022" on page 4 and "Summary of Revisions to Consolidated Earnings Forecast for FY2022" on page 5 of the "Financial Results for the Third Quarter of FY2022 (April-December)" released today (January 26, 2023) for the revision of the consolidated earnings forecast.

\* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2022

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

New - (Company name: )

Exclusion: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

December 31, 2022: 215,291,912 shares

March 31, 2022: 215,291,912 shares

2) Total number of treasury shares at the end of the period:

December 31, 2022: 9,980,575 shares

March 31, 2022: 9,978,385 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 205,312,491 shares

Nine months ended December 31, 2021: 205,317,459 shares

\* This summary report is not subject to audit.

\* Given that the forecasts above were made on the basis of information available at the time of the release of this document, the actual result may vary from the forecast data due to various factors.

Dividends for preferred stock

The breakdown of dividend per preferred stock which differs in shareholders' rights from common stock is as follows.

Class B preferred stock	Cash dividends per share				
	1st quarter-end	2st quarter-end	3st quarter-end	Year-ended	Total
Fiscal year ended March 31, 2022	Yen —	Yen 1,500,000.00	Yen —	Yen 1,500,000.00	Yen 3,000,000.00
Fiscal year ending March 31, 2023	—	0.00	—		
Fiscal year ending March 31, 2023 (Forecast)				0.00	0.00

(Note) Changes of the forecasts of the cash dividends per share from the latest release: Yes

(Note) The Board of Directors resolved today (January 26, 2023) to pay "no dividend" for the year-end dividend.

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
<b>Assets</b>		
Non-current assets	1,763,847	1,760,230
Electric utility plant and equipment	1,163,594	1,154,860
Hydroelectric power production facilities	202,852	205,764
Thermal power production facilities	187,553	186,779
Nuclear power production facilities	148,664	137,529
Transmission facilities	179,494	177,833
Transformation facilities	105,698	109,131
Distribution facilities	292,648	293,902
General facilities	40,363	37,535
Other electric utility plant and equipment	6,318	6,383
Other non-current assets	57,530	57,204
Construction in progress	183,841	184,932
Construction in progress	166,238	166,025
Retirement in progress	146	1,450
Special account related to reprocessing of spent nuclear fuel	17,456	17,456
Nuclear fuel	235,193	226,794
Nuclear fuel in processing	235,193	226,794
Investments and other assets	123,685	136,438
Long-term investments	57,104	60,290
Retirement benefit asset	17,265	18,024
Deferred tax assets	40,840	47,636
Other	14,160	13,806
Allowance for doubtful accounts	(5,686)	(3,319)
Current assets	229,031	365,689
Cash and deposits	88,894	117,223
Notes and accounts receivable - trade, and contract assets	71,449	103,148
Inventories	37,084	98,601
Other	32,317	47,700
Allowance for doubtful accounts	(714)	(984)
<b>Total</b>	<b>1,992,879</b>	<b>2,125,920</b>

(Million yen)

	As of March 31,2022	As of December 31,2022
<b>Liabilities and net assets</b>		
<b>Liabilities</b>		
Non-current liabilities	1,378,184	1,409,913
Bonds payable	710,000	753,500
Long-term borrowings	512,453	498,890
Retirement benefit liability	37,040	37,112
Asset retirement obligations	108,388	110,258
Other	10,302	10,151
Current liabilities	327,329	451,652
Current portion of non-current liabilities	118,105	177,591
Short-term borrowings	44,500	44,500
Commercial papers	-	39,000
Notes and accounts payable - trade	60,167	81,574
Accrued taxes	8,405	11,557
Other	96,151	97,428
Reserves under special laws	1,647	2,021
Reserve for water shortage	1,647	2,021
Total liabilities	1,707,161	1,863,586
<b>Net assets</b>		
Shareholders' equity	273,867	250,098
Share capital	114,291	114,291
Capital surplus	47,348	47,348
Retained earnings	130,094	106,326
Treasury shares	(17,867)	(17,868)
Accumulated other comprehensive income	(1,219)	(854)
Valuation difference on available-for-sale securities	1,517	1,936
Deferred gains or losses on hedges	-	(593)
Remeasurements of defined benefit plans	(2,736)	(2,197)
Non-controlling interests	13,069	13,089
Total net assets	285,717	262,333
<b>Total</b>	<b>1,992,879</b>	<b>2,125,920</b>

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Operating revenue	441,204	623,847
Electric utility operating revenue	412,770	581,759
Other business operating revenue	28,433	42,087
Operating expenses	422,346	650,694
Electric utility operating expenses	397,246	612,664
Other business operating expenses	25,100	38,030
Operating profit (loss)	18,857	(26,847)
Non-operating income	4,683	4,075
Dividend income	640	626
Interest income	12	46
Reversal of allowance for doubtful accounts	2,263	1,433
Other	1,767	1,968
Non-operating expenses	10,450	8,817
Interest expenses	7,176	7,076
Share of loss of entities accounted for using equity method	87	56
Other	3,186	1,684
Total ordinary revenue	445,887	627,922
Total ordinary expenses	432,797	659,512
Ordinary profit (loss)	13,090	(31,590)
Provision or reversal of reserve for water shortage	76	373
Provision of reserve for water shortage	76	373
Extraordinary income	-	4,874
Gain on sale of nuclear fuel	-	4,874
Extraordinary losses	1,563	-
Loss on return of imbalance income and expenditure	1,563	-
Profit (loss) before income taxes	11,449	(27,089)
Income taxes - current	1,764	706
Income taxes - deferred	557	(6,943)
Total income taxes	2,321	(6,236)
Profit (loss)	9,128	(20,852)
Profit attributable to non-controlling interests	371	153
Profit (loss) attributable to owners of parent	8,756	(21,005)

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit (loss)	9,128	(20,852)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,022)	418
Deferred gains or losses on hedges	41	(593)
Remeasurements of defined benefit plans, net of tax	141	558
Total other comprehensive income	(839)	383
Comprehensive income	8,288	(20,468)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,908	(20,641)
Comprehensive income attributable to non-controlling interests	380	172

**Notes on Consolidated Financial Statements**

(Note on the premise of going concern)

Not applicable

(Note regarding the case of material fluctuation in shareholders' equity occurs)

Not applicable

**Note:** The information shown above is an English translation of the “Financial Release for the Nine Months Ended December 31, 2022” which was filed with stock exchanges (Tokyo and Sapporo) on the date shown above. Be advised that the Japanese version (the original) shall prevail if in any case a discrepancy arises between the original and the English