

Independent Review of the Environment Action Report

Since FY2002, the Environment Action Report (the "Action Report") of Kyushu Electric Power Co., Inc (the "Company") has been subject to independent reviews by Tohmatsu Environmental Research Institute Ltd. Both the Environmental Affairs Department of the Head Office and branch offices have been reviewed to improve the reliability of the Action Report.



Using basic materials to verify environmental activity data at Reihoku Power Station.



An environmental administrator gives on-site explanations at Hitoyoshi Power System Maintenance Office

1 Report on the Review Results

Report on the Review of the 2006 Action Report

Tohmatsu Environmental Research Institute Ltd. conducted an independent review on the accuracy and completeness of significant environmental information contained in the 2006 Kyushu Electric Power Environment Action Report (the "Action Report") of the Kyushu Electric Power Co., Inc (the "Company")

Findings identified in the review process are described below, separate from those stated in the Independent Revision Report on the Environment Action Report.

Numbers in parentheses included in the description below represent page numbers in the Action Report.

1. Matters Appreciated

(1) Tabulation of environmental information

The tabulation system for environmental information commenced operation this fiscal year, allowing centralized collection and tabulation of environmental data (see page 20). In this system, the tabulation process requires approval by section leaders, and various measures are implemented to ensure the accuracy of their environmental information. This system enables the Company to provide more reliable information regarding their environmental activities.

(2) Scope of the report

The Company started issuance of the CSR (corporate social responsibility) report this fiscal year, separate from the Action Report. The 2006 Action Report therefore contains concise information regarding the Company's environmental management, facilitating ease of reading.

2. Matters to be Addressed

(1) Changes made in calculation standards for environmental accounting

It is noted in the Action Report that some of the environmental accounting standards were changed, and data in the previous year has been recalculated in order to ensure comparability of the same period (see pages 18 to 20). Because the environmental accounting data, which includes year-to-year changes and corporate comparisons provides useful information to readers, it is recommended that the Action Report describes the reasons for the changes in the calculation standards, as well as any possible outcomes of the changes.

(2) Environmental management system

In the environmental management system, a third-party certificate is awarded to model business establishment selected from each business type, and the compliant system is applied to other business establishments (see page 12).

However, while these other business establishments mainly focus their activities on achieving the environmental targets that were set according to the Action Plan, it is recommended that they set their own environmental goals after taking into consideration their regional characteristics, so that the Company shall be able to further enhance their environmental activities through the use of the environmental management system.

2 Independent Review on the Environment Action Report

(TRANSLATION)

Independent Review Report

Mr. Shingo Matsuo,
Representative Director & President
Kyushu Electric Power Co., Inc.

June 12th, 2006

Tohmatsu Environmental Research Institute Ltd.
President, Enoki, Hiroshi
President, Sato, Tameaki

1. Subject and Objective of Review

We have performed a review of certain significant environmental information, with “examination marks” attached therein, stated in the “2006 Kyushu Electric Power Environment Action Report” (“Action Report”) prepared by Kyushu Electric Power Co., Inc. (“Company”). The purpose of our review was to provide conclusions from an independent standpoint about whether such information in the “Action Report” was accurately measured and calculated in accordance with calculation methods, etc. adopted by the Company and whether significant items were disclosed without omission, with reference to Environmental Reporting Guidelines 2003 (issued by the Japanese Ministry of Environment) and Proposed Standards for Environment Report Compilation (issued by the Japanese Ministry of Environment in March 2004).

2. Responsibility of Management and Persons Reviewing the “Action Report”

The “Action Report” is the responsibility of the Company’s management. Our responsibility is to provide our conclusions with respect to the “Action Report” from an independent standpoint.

3. Summary of Review

To obtain an adequate and valid standard of basis for providing limited assurance with respect to our provided conclusions, we performed our review with reference to the International Standard on Assurance Engagements (ISAE) 3000 (issued by the International Federation of Accountants in December 2003), Proposed Environmental Report Review Standard (issued by the Japanese Ministry of Environment in March 2004) and Environmental Information Review Practices Guidance (issued by The Japanese Association of Assurance Organizations for Environmental Information in January 2006).

4. Conclusions

With respect to the significant environmental information, with “examination marks” attached therein, stated in “Action Report”, our review did not identify items which were acknowledged to not be accurately measured or calculated in accordance with calculation methods, etc. adopted by the Company, or any significant items acknowledged to be omitted from disclosure, with reference to Environmental Reporting Guidelines 2003 (issued by the Japanese Ministry of Environment) and Proposed Standard for Environment Report Compilation (issued by the Japanese Ministry of Environment in March 2004).

5. Special Interests

There are no interests between the Company and Tohmatsu Environmental Research Institute Ltd. or its engagement personnel, requiring disclosure based on the rules of The Japanese Association of Assurance Organizations for Environmental Information.

Note:

Tohmatsu Environmental Research Institute Ltd. is a subsidiary company of Tohmatsu & Co., a member firm of the international public accounting firm of Deloitte Touche Tohmatsu.