# **CSR Management**

We are building a CSR management cycle that encompasses the CSR Report as a tool for communicating our initiatives and efforts to reflect feedback from customers and other stakeholders in our operations.

#### **CSR Promotion Committee**

We appointed one director to oversee our CSR management structure. The president chairs the CSR Promotion Committee, which formulates our CSR action plans (see page 21) and deliberates on our CSR Report as part of efforts to bolster our capabilities.

# **Pursuing Groupwide Initiatives**

As our Management Vision and Charter of Conduct state, we pursue Groupwide CSR efforts. The Group CSR Promotion Subcommittee spearheads the creation of our CSR action plans and implements plan-do-check-act (PDCA) initiatives in creating a Group management cycle.

## **Group CSR Promotion Committee Overview**

#### Roles

Deliberate on Group CSR policies, plans and reports

#### Members

Chairperson: President

Vice chairperson: Executive vice president in charge of CSR Members: Executive vice president, directors, relevant executive officers, and relevant general

managers whom the chairperson picks

Observer: Senior Corporate auditor

#### Meetings

In principle, in June, October, and March

## Group CSR Promotion Subcommittee Overview

Ensure Group understanding of our CSR policies and plans and formulate Group CSR Action Plan

#### Members

Chairperson: General manager of General Affairs Department Members: Representatives of 46 Group companies

(as of the end of March 2008)

#### Meetings

In principle, in April and October

#### ▼ Specific Group company initiatives

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Compliance management	<ul> <li>Holding regular Compliance Committee meetings</li> <li>Implementing ongoing compliance education, training and seminar programs</li> </ul>		
Disclosure	Enhancing disclosure of management and operations through Web site		
Environmental management	As described in the FY 2008 Kyushu Electric Group Action Plan, presented on page 32 of this report		
Human rights and employee care	Deploying and improving our child and family care support systems		
Upholding safety-first principle	Reinforcing policies to prevent occupational accidents		
Community contributions	Participating in local activities such as cleaning and tree planting		

# Results of the Questionnaire Survey relating to the Japanese Version of the 2007 CSR Report

# Outline

Conducted from June 25, 2007 through May 31, 2008 Number of responses: 884

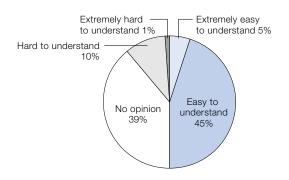
#### (1) Assessments and Opinions about the Company's Efforts

Issue	Ratir	ng (%)	Main opinions
Compliance management	68 27		I want you to improve compliance awareness     Your information security initiatives with vendors look promising
Disclosure	71	22	I want you to improve your disclosure of emergency measures at power stations     How about publicizing your initiatives and activities through the media?
Environmental management	82	14	Your extensive and ongoing initiatives to tackle global warming and other environmental issues have potential     I want you to enhance your efforts from the perspective of educating the young
Human rights and employee care	66	28	I look forward to further progress in ensuring equal opportunities for men and women and helping them balance their working and private lives
Adherence to safety-first principle	71	22	I want you to improve your management of nuclear power station safety     I'd like you to enhance your natural disaster responsiveness and preparedness
Community contributions	78	17	I look forward to more activities to meet local and social needs     Don't you think it would be better to disseminate more information about your activities?
Overall assessment	83	14	

We have reflected such feedback in our FY 2008 CSR Action Plan (see page 21)

#### (2) Assessment of Report

## Ease of understanding



We revised the content and endeavored to create a more readily understandable and friendly tone.

## Areas of most interest to survey respondents

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	1. Nuclear power safety	464	52.5%	
	Energy security and environmental issues	415	46.9%	
	3. Efforts to boost customer satisfaction	396	44.8%	
	4. Environmental activities	377	42.6%	
	5. Kyushu Electric's mission	345	39.0%	
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We have presented the areas of most interest in the section covering pages 8 through 16.

# FY 2008 CSR Action Plan

	Issue	Main FY 2007 achievements
Compliance management	Strengthening compliance and conducting fair and ethical business activities	Provided compliance e-learning for all employees (97% of all employees had taken courses as of the end of March 2008) Explained our CSR initiatives to 104 vendors Took steps to prevent recurrences of the 607 defects recorded in inspections of generating facilities
	Strengthening security structure to safeguard personal and other information	Provided practical information security training for all employees (98.5% of employees had taken courses as of the end of January 2008) Strengthened business partner management of information
Disclosure	Reinforcing disclosure structure	Launched operations of outage information system and established structure to provide local government bodies with information     In January 2008, started service to e-mail outage information to customer cell phones during large disasters
	Conducting investor relations activities	Executives held investor relations meetings for individual investors and visited institutional investors
	Disseminating nuclear power information	Continued publicizing plans to deploy pluthermal power generation and upgrade Sendai Nuclear Power Plant Continued disseminating information on nuclear power through press announcements, publicity magazines and Web site updates
Environmental management	Taking initiatives dealing with global enviroment issues	Maintained high nuclear power usage rates while tackling ways to cut carbon dioxide emissions from electricity generation     Informed customers about ways to save energy, engaged in efforts to save and energy and conserved resources at business sites, and otherwise endeavored to reduce carbon dioxide emissions
	Taking initiatives towards forming a recyling- oriented society	Efficiently used coal ash and collaboratively collected industrial waste     Took steps to raise green purchasing on general-purpose products to 100%
	Coexisiting with the global enviroment	Continued to treat highly concentrated polychlorinated biphenyl waste and formulated plans for future treatment     Undertook work to deal with locations in which asbestos was used
	Harmonizing with society	Issued the Environmental Action Report and conducted monthly environmental drives     Undertook tree plantings at 45 locations under the Kyushu Homeland Forestation Program     Implemented 311 Eco Mother initiatives and supported environmental education activities
	Promoting environmental management	Provided support in line with environmental management systems progress at business sites and Group companies     Linked environmental accounting and other departmental systems and formulated environmental costing plans
Respecting Human Rights and Caring for	Respecting human rights	Provided internal (by business site and job type) and external education training on human and minority rights issues
Employees	Promoting equal opportunities	Bolstered systems for employees needing leave and shorter working hours to care for their children and assessed flexible work systems for child and family care     Established a system in July 2007 to more actively deploy women
	Employing retirees and physically challenged people	Deployed and assessed senior employee system and other initiatives to accommodate senior citizens     Continued planned hiring of mentally and physically challenged people, recruiting two more such employees; such people represented 1.92% of our employees as of June 2007
	Improving employee motivation and skills	Formulated the Kyushu Electric Power Education Charter and bolstered education and training     Enable people to relocate positions throughout the organization through internal recruiting, by offering new job challenges, and by using a human resources database
Upholding safety-first principle	Maintaining the safety of facilities	Implemented preventive maintenance at nuclear power facilities     In keeping with revised seismic design guidelines, established basic design earthquake ground motion standards and assessed quake safety     Enhanced quality assurance activities at nuclear power plants and improved safety management initiatives
	Improving the safety of products and services and educating about electrical safety	Stepped up publicity and facility inspections to prevent electric shocks
	Maintaining safe and healthy work environments	Conducted risk assessments for worker health and safety management systems     Reinforced efforts to prevent business partner accidents
Community contributions	Engaging in collaborative activities as a good corporate citizen	Established a system to manage corporate citizenship initiatives     Implemented collaborative community activities     Explored ways to effectively support employee volunteer activity programs

We formulated CSR action plans for FY 2007 after internally evaluating the progress of 2006 efforts and the results of the questionnaire survey of stakeholders regarding our CSR Report.

Key benchmarks and quantitative targets	Main action plans for FY 2008	Relevant pages
Results of compliance awareness survey: Conducted in FY 2007  • 78 points (out of 100)  Note: See page 24 for score details	Implement compliance education as part of hierarchical and optional training     Enhance compliance through collaboration with business partners	23–28
Number of information leaks • 22 in FY 2007	Visit business sites to improve awareness of regulations     Step up operations to ensure compliance with regulations for protecting personal information     Survey and instruct business partners on handling personal information	
Results of customer satisfaction survey with disclosure  Note: See page 29 for details (%)	Broaden public relations reach after earthquakes and other disasters by using such delivery channels as radio and the Internet	29–30
44.8 47.4 36.5	Executives to continue holding investor relations meetings for individual investors and visiting institutional investors     Pursue public relations on pluthermal power generation	
2005 2006 2007	Step up publicity on our efforts to combine nuclear power, energy savings and new energy sources     Disclose nuclear power information and explain issues to local government bodies	
Carbon dioxide emissions  (Millions of tons per kWh)  0.365	Suppress greenhouse gas emissions from electricity production and consumption     Supply side: Maintain high nuclear power usage rates and expand the use of renewable energy     Consumption side: Spread the use of energy-saving equipment and undertake energy-saving and conservation activities at business sites      Efficiently use coal ash and continue with collaborative industrial waste collections to raise recycling rates and cut landfill outside our properties     Collaborate with business partners in green purchasing	31–40
Industrial waste recycling ratio	Step up management and treatment of polychlorinated biphenyls and tackle asbestos issues Conduct R&D to reduce environmental impact  Communicate with more customers about the environment	
92 92 <b>94</b>	Implement the Kyushu Homeland Forestation Program through collaboration with educational institutions and citizens' groups     Educate children about the environment through Eco Mothers activities and by holding seminars at schools and other institutions	
2005 2006 2007 2008 2005 2006 2007	Boost environmental management standards by employing environmental management systems and environmental accounting     Strengthen support for efforts to improve Groupwide environmental management	
Quantitative targets  • Percentage of mothers taking child-raising leave More than 95%	Continue internal (by business site and job type) and external education training on human and minority rights issues  Sisseminate human rights information that explains minority rights issues and presents case studies  Extend and make more responsive our systems for employees needing leave and shorter working hours to care for their children and implement pilot child and family care program  Hold seminars to cultivate awareness activities to encourage dialogue, such as through female employee round-table gatherings	41–44
Percentage of fathers taking leave for childbirth     More than 90%	Continue to deploy and assess senior employee system and other initiatives to accommodate senior citizens Continue planned hiring of mentally and physically challenged people	
	Continue to provide hierarchical, optional, divisional, and overseas training Keep enabling people to relocate throughout organization through internal recruiting, by offering new job challenges, and by using a human resources database	
Average radiation dosages around nuclear power stations with the stations around nuclear power stations (Number of public cases of electric shock (Number of public cases)	Conduct quake safety assessments at nuclear power stations in light of revised seismic design guidelines and Niigata Chuetsu Offshore Earthquake     Deploy quality management systems at nuclear power stations	45–48
Under Under Under Under Under 0.001 0.001 0.001 0.001 0.001	Bolster publicity and facility inspections to prevent electric shocks      Undertake efforts to create of worker health and safety management system	
 2005 2006 2007 2008 2005 2006 2007 (Target)	Strengthen initiatives to improve management of physical and mental wellbeing of employees	
Results of customer satisfaction survey  Contributions to local economy and culture (%) Involvement in local activities (%) (%)  60.0 52.9 More than 33.5 40.9 35.8 More than 33.5	Bolster management system for corporate citizenship initiatives to more effectively resolve local issues     Effectively support employee volunteer activity programs     Continue to contribute to sustainable regional and social progress through business activities	49–54
2005 2006 2007 2008 2005 2006 2007 2008 (Target)		