

May 23, 2014

Kyushu Electric Power Company Inc.

Issuance of Kyushu Electric Power Company's 427th Bonds

Kyushu Electric Power Company Incorporated has decided to issue its 427th domestic straight bonds. This offering is arranged for institutional investors.

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| 1. Issue amount | 40 billion yen |
| 2. Coupon | 1.024% |
| 3. Issue price | 100% |
| 4. Yield to investors | 1.024% |
| 5. Denomination | 1 million yen |
| 6. Offering period | May 23, 2014 |
| 7. Issue date | May 29, 2014 |
| 8. Maturity date | May 24, 2024 (10-year bullet bond) |
| 9. Use of proceeds | General capital expenditure and debt repayment |
| 10. Lead manager | Daiwa Securities Co.,Ltd.
Mizuho Securities Co.Ltd.
SMBC Nikko Securities Inc. |
| 11. Rating | R&I (Rating & Investment Information, Inc.) Rating: A
JCR (Japan Credit Rating Agency, Ltd.) Rating: AA-
Moody's Japan K.K.: A3 |

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