

April 28, 2017

**The Fiscal Year Ended March 31, 2017 Financial Results Overview [Japan GAAP] (Consolidated)
Kyushu Electric Power Co., Inc.**

Stock code: 9508 URL: http://www.kyuden.co.jp/en_index

Stock listed on: Tokyo SE, Fukuoka SE

Representative: Mr. Michiaki Uriu, President

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Shareholders' Meeting: June 28, 2017

Commencement of payment of year-end dividend: June 29, 2017

Projected date for submitting annual security report: June 29, 2017

Preparation of supplementary materials for financial results: Yes

Information meeting for financial results: Yes (for analysts and institutional investors)

(Rounded down to the nearest million yen)

1. Consolidated Financial Results for FY2016 (April 1, 2016 to March 31, 2017)

(1) Consolidated Operational Results

(% shows the changes from the previous FY)

| | Sales | | Operating income | | Ordinary income | |
|-----------------------------|---------------------|------|---------------------|-----|---------------------|-----|
| | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: million yen) | (%) |
| FY2016 ended March 31, 2017 | 1,827,524 | -0.4 | 122,640 | 2.0 | 94,234 | 3.6 |
| FY2015 ended March 31, 2016 | 1,835,692 | -2.0 | 120,256 | — | 90,916 | — |

(Note) Comprehensive income : FY2016 82,037 million yen (65.9%) FY2015 49,450 million yen (—%)

| | Profit attributable to owners of parent | | Net income per share | Fully-diluted net earnings per share | Net return on shareholders' equity | Ratio of current income to total capital | Ratio of current income to sales |
|-----------------------------|---|-----|----------------------|--------------------------------------|------------------------------------|--|----------------------------------|
| | (Unit: million yen) | (%) | (Unit: yen) | (Unit: yen) | (%) | (%) | (%) |
| FY2016 ended March 31, 2017 | 79,270 | 7.9 | 159.97 | 159.78 | 15.4 | 2.0 | 6.7 |
| FY2015 ended March 31, 2016 | 73,499 | — | 155.17 | — | 16.1 | 1.9 | 6.6 |

(Reference) Investment Profit/Loss under Equity Methods : FY2016 7,211 million yen FY2015 6,052 million yen

(2) Consolidated Financial Position

| | Total assets | Net assets | Shareholders' equity ratio | Net assets per share |
|-----------------------------|---------------------|---------------------|----------------------------|----------------------|
| | (Unit: million yen) | (Unit: million yen) | (%) | (Unit: yen) |
| FY2016 ended March 31, 2017 | 4,587,541 | 574,577 | 12.0 | 944.69 |
| FY2015 ended March 31, 2016 | 4,748,237 | 499,903 | 10.1 | 787.01 |

(Reference) Shareholders' equity: FY2016 550,965 million yen FY2015 479,929 million yen

(3) Consolidated Cash Flow

| | Cash flow from operating activities | Cash flow from investment activities | Cash flow from financing activities | Cash and cash equivalents balance as of term-end |
|-----------------------------|-------------------------------------|--------------------------------------|-------------------------------------|--|
| | (Unit: million yen) | (Unit: million yen) | (Unit: million yen) | (Unit: million yen) |
| FY2016 ended March 31, 2017 | 188,016 | -275,047 | 78,380 | 419,831 |
| FY2015 ended March 31, 2016 | 329,491 | -288,321 | -126,184 | 429,757 |

2. Dividends

| (Record date) | Annual dividends per share | | | | | Total dividends (annual) | Payout ratio (consolidated) | Dividend rate for net assets (consolidated) |
|---|----------------------------|---------|----|----------|-------|--------------------------|-----------------------------|---|
| | 1Q | Interim | 3Q | Year-end | Total | | | |
| FY2015 ended March 31, 2016 | — | 0.00 | — | 5.00 | 5.00 | 2,369 | 3.2 | 0.7 |
| FY2016 ended March 31, 2017 | — | 0.00 | — | 15.00 | 15.00 | 7,109 | 9.4 | 1.7 |
| FY2017 ending March 31, 2018 (forecast) | — | — | — | — | — | — | — | — |

(Note) Year-end dividend for FY2017 ending March 31, 2018 has yet to be decided. We will promptly inform you of a dividend when it is possible for us to make our forecasts.

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

3. Forecast for FY2017 (April 1, 2017 to March 31, 2018)

(% shows the changes from the same financial periods of the previous year)

| | Sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | | Net earnings per share |
|-----------|---------------------|-----|---------------------|-----|---------------------|-----|---|-----|------------------------|
| | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: yen) |
| Full-year | 1,960,000 | 7.2 | — | — | — | — | — | — | — |

(Note) The outlook for operating income, ordinary income and profit attributable to owners of parent are currently not able to be estimated, because we can't calculate expenses like fuel costs reasonably due to uncertainty of the timing of Genkai nuclear power station's restart.

It will be disclosed as soon as forecasting becomes possible (Please see "Business Forecasts" which will be announced within the next few days.).

※ Note

(1) Changes in significant subsidiaries (changes in scope of consolidated subsidiaries) : No

Newly added:0 Excluded:0

(2) Changes in accounting principles, changes in accounting estimates, restatement

- ① Changes in accounting principles in line with revised accounting standards : No
- ② Changes in accounting principles other than ① : No
- ③ Changes in accounting estimates : No
- ④ Restatement : No

(3) Number of outstanding shares

- ① Number of outstanding shares at year end (including treasury stock):

FY2016 ended March 2017 474,183,951 shares FY2015 ended March 2016 474,183,951 shares

- ② Number of treasury stock at year end

FY2016 ended March 2017 522,731 shares FY2015 ended March 2016 523,345 shares

- ③ Average number of shares outstanding during the period

FY2016 ended March 2017 473,662,147 shares FY2015 ended March 2016 473,665,972 shares

(Note) Regarding the number of shares which were used as fundamentals in the calculation of the net income per share (consolidated), please see "Notes on Consolidated Financial Statements/ Per share data" which will be announced within the next few days.).

(Reference) Outline of Non-consolidated Financial Results

1. Non-consolidated Financial Results for FY2016 (April 1, 2016 to March 31, 2017)

(1) Non-Consolidated Operational Results

(% shows the changes from the previous FY)

| | Sales | | Operating income | | Ordinary income | |
|-----------------------------|---------------------|------|---------------------|-----|---------------------|------|
| | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: million yen) | (%) |
| FY2016 ended March 31, 2017 | 1,696,731 | -0.5 | 99,535 | 1.7 | 68,883 | -7.3 |
| FY2015 ended March 31, 2016 | 1,705,485 | -3.2 | 97,846 | — | 74,338 | — |

| | Net income | | Net earnings per share | Fully-diluted net earnings per share |
|-----------------------------|---------------------|------|------------------------|--------------------------------------|
| | (Unit: million yen) | (%) | (Unit: yen) | (Unit: yen) |
| FY2016 ended March 31, 2017 | 61,057 | -6.5 | 121.44 | 121.29 |
| FY2015 ended March 31, 2016 | 65,328 | — | 137.83 | — |

(2) Non-Consolidated Financial Position

| | Total assets | Net assets | Shareholders' equity ratio | Net assets per share |
|-----------------------------|---------------------|---------------------|----------------------------|----------------------|
| | (Unit: million yen) | (Unit: million yen) | (%) | (Unit: yen) |
| FY2016 ended March 31, 2017 | 4,141,556 | 436,464 | 10.5 | 702.51 |
| FY2015 ended March 31, 2016 | 4,321,442 | 385,190 | 8.9 | 586.60 |

(Reference) Shareholders' equity: FY2016 436,464 million yen FY2015 385,190 million yen

2. Non-consolidated Forecast for FY2017 (April 1, 2017 to March 31, 2018)

(% shows the changes from the same financial periods of the previous year)

| | Sales | | Operating income | | Ordinary income | | Net income | | Net earnings per share |
|-----------|---------------------|-----|---------------------|-----|---------------------|-----|---------------------|-----|------------------------|
| | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: million yen) | (%) | (Unit: yen) |
| Full-year | 1,825,000 | 7.6 | — | — | — | — | — | — | — |

(Note) The outlook for operating income, ordinary income and profit attributable to owners of parent are currently not able to be estimated, because we can't calculate expenses like fuel costs reasonably due to uncertainty of the timing of Genkai nuclear power station's restart.

It will be disclosed as soon as forecasting becomes possible (Please see "Business Forecasts" which will be announced within the next few days.).

*Financial results are not subject to audit procedures

*Notes on the proper use of the forecasts

Looking-forward statements are based on information available at the date of the release of this document. Due to various factors, the actual result may differ from these statements.

We will post supplementary materials for quarterly financial results on our website.

(Reference) Dividends for Preferred Shares

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

| Class A preferred shares | Annual dividends per share | | | | |
|---|----------------------------|-------------|-------------|--------------|--------------|
| | 1Q | 2Q | 3Q | Year-end | Total |
| | (Unit: yen) | (Unit: yen) | (Unit: yen) | (Unit: yen) | (Unit: yen) |
| FY2015 ended March 31, 2016 | — | 0.00 | — | 7,153,763.00 | 7,153,763.00 |
| FY2016 ended March 31, 2017 | — | 0.00 | — | 3,500,000.00 | 3,500,000.00 |
| FY2017 ending March 31, 2018 (forecast) | — | — | — | — | — |

(Note) Year-end dividend for Preferred Shares for FY2017 ending March 31, 2018 has yet to be decided. It will be disclosed as soon as forecasting becomes possible.