

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

April 30, 2024

Company name: Hokuriku Electric Power Company
 Stock exchange listing: Tokyo
 Stock code: 9505 URL: <https://www.rikuden.co.jp>
 Representative: Representative Director & President Koji Matsuda
 Inquiries: Manager of Budget & Accounting Planning Shinichiroh Makino TEL 076-441-2511
 Team Finance & Accounting Department
 Scheduled date of ordinary general meeting of shareholders: June 26, 2024
 Scheduled date to file Securities Report: June 26, 2024
 Scheduled date to commence dividend payments: June 27, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	808,238	(1.1)	114,911	–	107,931	–	56,811	–
Year ended March 31, 2023	817,601	33.2	(73,791)	–	(93,737)	–	(88,446)	–

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/Operating revenue
	Yen	Yen	%	%	%
Year ended March 31, 2024	272.16	–	21.0	5.9	14.2
Year ended March 31, 2023	(423.69)	–	(31.7)	(5.4)	(9.0)

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	1,855,435	327,453	16.6	1,474.99
As of March 31, 2023	1,805,318	252,285	12.9	1,118.51

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	223,328	(69,472)	(93,732)	225,014
Year ended March 31, 2023	(97,045)	(88,845)	245,752	164,863

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	0.00	–	0.00	0.00	–	–	–
Year ended March 31, 2024	–	0.00	–	7.50	7.50	1,565	2.8	0.6
Year ending March 31, 2025 (Forecast)	–	7.50	–	7.50	15.00		8.9	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	795,000	(1.6)	50,000	(56.5)	45,000	(58.3)	35,000	(38.4)	167.67

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:

No

Changes in accounting policies due to other reasons:

No

Changes in accounting estimates:

No

Restatement of prior period financial statements:

No

(3) Number of issued shares (common shares)

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

As of March 31, 2024	210,333,694 shares	As of March 31, 2023	210,333,694 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	1,592,591 shares	As of March 31, 2023	1,585,421 shares
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Average number of shares during the period

Year ended March 31, 2024	208,744,535 shares	Year ended March 31, 2023	208,751,292 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Non-current assets	1,434,662	1,440,926
Electric utility plant and equipment	868,228	871,801
Hydroelectric power production facilities	96,497	97,164
Thermal power production facilities	207,599	197,205
Nuclear power production facilities	104,898	118,928
Transmission facilities	160,792	161,888
Transformation facilities	95,376	95,579
Distribution facilities	159,258	159,783
General facilities	37,915	35,608
Other electric utility plant and equipment	5,889	5,642
Other non-current assets	67,406	67,392
Construction in progress	201,919	194,128
Construction and retirement in progress	191,195	181,872
Special account related to reprocessing of spent nuclear fuel	10,723	12,255
Nuclear fuel	78,205	74,887
Loaded nuclear fuel	26,219	26,219
Nuclear fuel in processing	51,986	48,667
Investments and other assets	218,902	232,716
Long-term investments	115,637	118,479
Retirement benefit asset	23,193	28,645
Deferred tax assets	48,324	50,075
Other	32,566	35,927
Allowance for doubtful accounts	(819)	(409)
Current assets	370,655	414,509
Cash and deposits	165,463	225,039
Notes and accounts receivable - trade, and contract assets	79,759	85,936
Inventories	62,380	47,209
Other	63,351	56,549
Allowance for doubtful accounts	(298)	(226)
Total	1,805,318	1,855,435

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities and net assets		
Non-current liabilities	1,300,759	1,235,115
Bonds payable	674,900	639,900
Long-term borrowings	491,520	449,903
Retirement benefit liability	33,079	33,892
Non-current reserve for loss on disaster	–	3,518
Asset retirement obligations	92,187	95,904
Other	9,072	11,997
Current liabilities	249,279	290,161
Current portion of non-current liabilities	85,774	99,772
Short-term borrowings	1,372	1,133
Commercial papers	30,000	–
Notes and accounts payable - trade	45,966	49,883
Accrued taxes	8,943	26,920
Current reserve for loss on disaster	–	32,575
Other	77,223	79,875
Reserves under special laws	2,993	2,705
Reserve for water shortage	2,993	2,705
Total liabilities	1,553,032	1,527,982
Shareholders' equity	230,598	287,403
Share capital	117,641	117,641
Capital surplus	33,987	33,987
Retained earnings	82,342	139,153
Treasury shares	(3,373)	(3,378)
Accumulated other comprehensive income	2,888	20,486
Valuation difference on available-for-sale securities	6,367	11,996
Deferred gains or losses on hedges	(3,147)	3,623
Foreign currency translation adjustment	119	547
Remeasurements of defined benefit plans	(450)	4,318
Non-controlling interests	18,798	19,563
Total net assets	252,285	327,453
Total	1,805,318	1,855,435

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Operating revenue	817,601	808,238
Electric utility operating revenue	740,223	723,271
Other business operating revenue	77,378	84,966
Operating expenses	891,392	693,327
Electric utility operating expenses	820,617	617,390
Other business operating expenses	70,775	75,936
Operating profit (loss)	(73,791)	114,911
Non-operating income	5,335	7,969
Dividend income	594	568
Interest income	231	203
Gain on sale of fuels	1,864	4,465
Share of profit of entities accounted for using equity method	–	200
Other	2,644	2,532
Non-operating expenses	25,281	14,949
Interest expenses	7,224	7,498
Derivative losses	15,383	–
Loss on valuation of securities	–	3,087
Impairment losses	434	2,802
Share of loss of entities accounted for using equity method	190	–
Other	2,048	1,560
Total ordinary revenue	822,937	816,207
Total ordinary expenses	916,674	708,276
Ordinary profit (loss)	(93,737)	107,931
Provision or reversal of reserve for water shortage	–	(288)
Reversal of reserve for water shortage	–	(288)
Extraordinary losses	–	45,158
Extraordinary Loss on Disaster	–	45,158
Profit (loss) before income taxes	(93,737)	63,061
Income taxes - current	2,006	13,528
Income taxes - deferred	(8,095)	(8,525)
Total income taxes	(6,089)	5,003
Profit (loss)	(87,648)	58,058
Profit attributable to non-controlling interests	798	1,247
Profit (loss) attributable to owners of parent	(88,446)	56,811

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit (loss)	(87,648)	58,058
Other comprehensive income		
Valuation difference on available-for-sale securities	1,135	5,730
Deferred gains or losses on hedges	(3,689)	6,559
Remeasurements of defined benefit plans, net of tax	(935)	4,786
Share of other comprehensive income of entities accounted for using equity method	276	668
Total other comprehensive income	(3,213)	17,745
Comprehensive income	(90,861)	75,803
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(91,700)	74,409
Comprehensive income attributable to non-controlling interests	838	1,394

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	117,641	33,991	170,486	(3,357)	318,761
Changes during period					
Dividends of surplus			(521)		(521)
Profit attributable to owners of parent			(88,446)		(88,446)
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares			(0)	0	0
Change in scope of consolidation			818	(12)	805
Change in ownership interest of parent due to transactions with non-controlling interests		(4)			(4)
Other			6		6
Net changes in items other than shareholders' equity					
Total changes during period	–	(4)	(88,143)	(15)	(88,163)
Balance at end of period	117,641	33,987	82,342	(3,373)	230,598

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	5,246	304	87	502	6,142	18,377	343,280
Changes during period							
Dividends of surplus							(521)
Profit attributable to owners of parent							(88,446)
Purchase of treasury shares							(3)
Disposal of treasury shares							0
Change in scope of consolidation							805
Change in ownership interest of parent due to transactions with non-controlling interests							(4)
Other							6
Net changes in items other than shareholders' equity	1,120	(3,452)	31	(953)	(3,253)	421	(2,832)
Total changes during period	1,120	(3,452)	31	(953)	(3,253)	421	(90,995)
Balance at end of period	6,367	(3,147)	119	(450)	2,888	18,798	252,285

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	117,641	33,987	82,342	(3,373)	230,598
Changes during period					
Dividends of surplus					–
Profit attributable to owners of parent			56,811		56,811
Purchase of treasury shares				(5)	(5)
Disposal of treasury shares			(0)	0	0
Change in scope of consolidation					–
Change in ownership interest of parent due to transactions with non-controlling interests		(0)			(0)
Other			0		0
Net changes in items other than shareholders' equity					
Total changes during period	–	(0)	56,811	(5)	56,805
Balance at end of period	117,641	33,987	139,153	(3,378)	287,403

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	6,367	(3,147)	119	(450)	2,888	18,798	252,285
Changes during period							
Dividends of surplus							–
Profit attributable to owners of parent							56,811
Purchase of treasury shares							(5)
Disposal of treasury shares							0
Change in scope of consolidation							–
Change in ownership interest of parent due to transactions with non-controlling interests							(0)
Other							0
Net changes in items other than shareholders' equity	5,629	6,771	428	4,768	17,597	764	18,362
Total changes during period	5,629	6,771	428	4,768	17,597	764	75,167
Balance at end of period	11,996	3,623	547	4,318	20,486	19,563	327,453

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit (loss) before income taxes	(93,737)	63,061
Depreciation	58,403	59,921
Impairment losses	434	2,802
Amortization of goodwill	723	758
Decommissioning costs of nuclear power units	4,395	4,550
Loss on retirement of non-current assets	2,851	1,765
Increase (decrease) in retirement benefit liability	827	981
Decrease (increase) in retirement benefit asset	(1,070)	1,023
Increase (decrease) in reserve for loss on disaster	–	36,094
Increase (decrease) in reserve for water shortage	–	(288)
Interest and dividend income	(826)	(771)
Interest expenses	7,224	7,498
Decrease (increase) in trade receivables	452	(4,115)
Decrease (increase) in inventories	(33,155)	15,200
Increase (decrease) in trade payables	(13,910)	1,721
Increase (decrease) in accrued enterprise taxes and accrued consumption taxes	(2,958)	10,344
Other, net	(15,893)	28,378
Subtotal	(86,239)	228,928
Interest and dividends received	808	958
Interest paid	(6,858)	(7,622)
Income taxes paid	(5,963)	(2,512)
Income taxes refund	1,208	3,576
Net cash provided by (used in) operating activities	(97,045)	223,328
Cash flows from investing activities		
Purchase of non-current assets	(82,422)	(70,473)
Proceeds from contribution received for construction	212	1,051
Proceeds from sale of non-current assets	176	73
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(1,560)
Investments and loan advances	(14,376)	(5,641)
Proceeds from divestments and collection of loans receivable	7,563	7,077
Net cash provided by (used in) investing activities	(88,845)	(69,472)

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from financing activities		
Proceeds from issuance of bonds	199,900	15,000
Redemption of bonds	(50,000)	(30,000)
Proceeds from long-term borrowings	115,480	8,000
Repayments of long-term borrowings	(48,432)	(56,091)
Net increase (decrease) in short-term borrowings	(218)	78
Net increase (decrease) in commercial papers	30,000	(30,000)
Proceeds from sale of treasury shares	0	0
Purchase of treasury shares	(3)	(5)
Dividends paid	(530)	(1)
Dividends paid to non-controlling interests	(434)	(623)
Other, net	(8)	(89)
Net cash provided by (used in) financing activities	245,752	(93,732)
Effect of exchange rate change on cash and cash equivalents	–	27
Net increase (decrease) in cash and cash equivalents	59,861	60,150
Cash and cash equivalents at beginning of period	105,002	164,863
Cash and cash equivalents at end of period	164,863	225,014