

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Year Ended March 31, 2022 (Based on Japanese GAAP)

April 28, 2022

Company name: The Okinawa Electric Power Company, Incorporated
 Stock exchange listing: Tokyo, Fukuoka
 Stock code: 9511 URL <http://www.okiden.co.jp/>
 Representative: President Hiroyuki Motonaga
 Inquiries: Accounting & Finance Department Hiroshi Kinjo TEL 098-877-2341
 Accounting Group Manager
 Scheduled date of ordinary general meeting of shareholders: June 29, 2022
 Scheduled date to file Securities Report: June 30, 2022
 Scheduled date to commence dividend payments: June 30, 2022
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		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, 2022	176,232	–	2,810	(77.7)	2,717	(76.0)	1,959	(76.5)
Year ended March 31, 2021	190,520	(6.7)	12,619	22.2	11,335	21.7	8,341	24.4

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2022	36.05	–	1.2	0.6	1.6
Year ended March 31, 2021	153.29	–	5.3	2.7	6.6

(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, 2022	446,519	161,287	35.7	2,936.44
As of March 31, 2021	427,031	163,073	37.8	2,966.84

(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, 2022	17,328	(34,932)	12,788	20,374
Year ended March 31, 2021	31,686	(29,479)	1,389	25,190

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, 2021	–	30.00	–	30.00	60.00	3,264	39.1	2.1
Year ended March 31, 2022	–	30.00	–	30.00	60.00	3,264	166.4	2.0
Year ending March 31, 2023 (Forecast)	–	–	–	–	–		–	

3. Notes

- (1) Changes in significant subsidiaries during the year ended March 31, 2022
 (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: Yes
- 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, 2022	56,927,965 shares	As of March 31, 2021	56,927,965 shares
----------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of March 31, 2022	2,615,991 shares	As of March 31, 2021	2,515,547 shares
----------------------	------------------	----------------------	------------------

Average number of shares during the period

Year ended March 31, 2022	54,350,711 shares	Year ended March 31, 2021	54,414,541 shares
---------------------------	-------------------	---------------------------	-------------------

Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Non-current assets	364,906	378,373
Electric utility plant and equipment	295,086	300,196
Thermal power production facilities	93,584	88,330
Internal combustion engine power production facilities	13,959	20,269
Transmission facilities	52,935	53,216
Transformation facilities	36,450	40,438
Distribution facilities	81,759	82,318
General facilities	15,363	14,639
Other electric utility plant and equipment	1,033	982
Other non-current assets	23,662	24,276
Construction in progress	21,666	27,717
Construction and retirement in progress	21,666	27,717
Investments and other assets	24,491	26,183
Long-term investments	8,751	8,122
Retirement benefit asset	1,469	2,641
Deferred tax assets	10,698	11,394
Other	3,629	4,082
Allowance for doubtful accounts	(58)	(58)
Current assets	62,124	68,146
Cash and deposits	26,680	21,872
Notes and accounts receivable - trade	12,574	13,500
Inventories	10,553	12,251
Other	12,411	20,651
Allowance for doubtful accounts	(95)	(129)
Total	427,031	446,519

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities and net assets		
Non-current liabilities	196,417	209,882
Bonds payable	65,000	70,000
Long-term borrowings	96,553	106,825
Lease liabilities	22,174	20,377
Retirement benefit liability	11,556	11,801
Other	1,133	877
Current liabilities	67,539	75,349
Current portion of non-current liabilities	23,798	23,184
Short-term borrowings	820	1,252
Commercial papers	3,000	6,000
Notes and accounts payable - trade	12,809	15,020
Accrued taxes	4,277	1,918
Other	22,833	27,974
Total liabilities	263,957	285,232
Shareholders' equity	158,403	156,909
Share capital	7,586	7,586
Capital surplus	7,223	7,223
Retained earnings	148,844	147,493
Treasury shares	(5,249)	(5,394)
Accumulated other comprehensive income	3,029	2,574
Valuation difference on available-for-sale securities	2,588	2,062
Deferred gains or losses on hedges	23	38
Remeasurements of defined benefit plans	416	474
Non-controlling interests	1,640	1,803
Total net assets	163,073	161,287
Total	427,031	446,519

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

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Operating revenue	190,520	176,232
Electric utility operating revenue	177,631	164,546
Other business operating revenue	12,889	11,685
Operating expenses	177,901	173,421
Electric utility operating expenses	166,090	162,767
Other business operating expenses	11,810	10,654
Operating profit	12,619	2,810
Non-operating income	791	1,140
Dividend income	195	201
Interest income	4	2
Gain on sale of non-current assets	29	117
Gain on sale of goods	92	227
Share of profit of entities accounted for using equity method	280	321
Other	189	269
Non-operating expenses	2,076	1,233
Interest expenses	1,123	951
Other	952	281
Total ordinary revenue	191,312	177,372
Total ordinary expenses	179,977	174,655
Ordinary profit	11,335	2,717
Profit before income taxes	11,335	2,717
Income taxes - current	3,074	1,104
Income taxes - deferred	(248)	(518)
Total income taxes	2,825	586
Profit	8,509	2,131
Profit attributable to non-controlling interests	168	172
Profit attributable to owners of parent	8,341	1,959

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	8,509	2,131
Other comprehensive income		
Valuation difference on available-for-sale securities	820	(527)
Deferred gains or losses on hedges	44	14
Remeasurements of defined benefit plans, net of tax	1,191	57
Share of other comprehensive income of entities accounted for using equity method	(0)	(1)
Total other comprehensive income	2,056	(457)
Comprehensive income	10,565	1,674
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,398	1,504
Comprehensive income attributable to non-controlling interests	167	169

Consolidated statements of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	7,586	7,217	143,690	(5,239)	153,254
Changes during period					
Dividends of surplus			(3,187)		(3,187)
Profit attributable to owners of parent			8,341		8,341
Purchase of treasury shares				(10)	(10)
Disposal of treasury shares		(0)		0	0
Change in ownership interest of parent due to transactions with non-controlling interests		6			6
Net changes in items other than shareholders' equity					
Total changes during period	-	5	5,153	(10)	5,149
Balance at end of period	7,586	7,223	148,844	(5,249)	158,403

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,767	(21)	(774)	971	1,484	155,710
Changes during period						
Dividends of surplus						(3,187)
Profit attributable to owners of parent						8,341
Purchase of treasury shares						(10)
Disposal of treasury shares						0
Change in ownership interest of parent due to transactions with non-controlling interests						6
Net changes in items other than shareholders' equity	821	44	1,191	2,057	156	2,213
Total changes during period	821	44	1,191	2,057	156	7,363
Balance at end of period	2,588	23	416	3,029	1,640	163,073

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	7,586	7,223	148,844	(5,249)	158,403
Cumulative effects of changes in accounting policies			(44)		(44)
Restated balance	7,586	7,223	148,799	(5,249)	158,359
Changes during period					
Dividends of surplus			(3,264)		(3,264)
Profit attributable to owners of parent			1,959		1,959
Purchase of treasury shares				(145)	(145)
Disposal of treasury shares		(0)		1	0
Net changes in items other than shareholders' equity					
Total changes during period	–	(0)	(1,305)	(144)	(1,450)
Balance at end of period	7,586	7,223	147,493	(5,394)	156,909

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	2,588	23	416	3,029	1,640	163,073
Cumulative effects of changes in accounting policies						(44)
Restated balance	2,588	23	416	3,029	1,640	163,029
Changes during period						
Dividends of surplus						(3,264)
Profit attributable to owners of parent						1,959
Purchase of treasury shares						(145)
Disposal of treasury shares						0
Net changes in items other than shareholders' equity	(526)	14	57	(454)	162	(291)
Total changes during period	(526)	14	57	(454)	162	(1,741)
Balance at end of period	2,062	38	474	2,574	1,803	161,287

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	11,335	2,717
Depreciation	22,346	23,573
Loss on retirement of non-current assets	460	579
Increase (decrease) in retirement benefit liability	(848)	270
Decrease (increase) in retirement benefit asset	(326)	(905)
Interest and dividend income	(200)	(204)
Interest expenses	1,123	951
Decrease (increase) in trade receivables	138	(925)
Decrease (increase) in inventories	482	(1,571)
Increase (decrease) in trade payables	1,901	2,210
Other, net	(1,622)	(4,922)
Subtotal	34,790	21,774
Interest and dividends received	215	234
Interest paid	(1,185)	(978)
Income taxes refund (paid)	(2,133)	(3,702)
Net cash provided by (used in) operating activities	31,686	17,328
Cash flows from investing activities		
Purchase of non-current assets	(31,286)	(35,964)
Proceeds from sale of non-current assets	184	383
Investments and loan advances	(672)	(2,410)
Proceeds from divestments and collection of loans receivable	25	2,044
Other, net	2,270	1,014
Net cash provided by (used in) investing activities	(29,479)	(34,932)
Cash flows from financing activities		
Proceeds from issuance of bonds	9,966	14,955
Redemption of bonds	(10,000)	(10,000)
Proceeds from long-term borrowings	15,444	21,639
Repayments of long-term borrowings	(12,096)	(11,983)
Net increase (decrease) in short-term borrowings	148	432
Net increase (decrease) in commercial papers	3,000	3,000
Dividends paid	(3,184)	(3,261)
Other, net	(1,889)	(1,993)
Net cash provided by (used in) financing activities	1,389	12,788
Net increase (decrease) in cash and cash equivalents	3,596	(4,815)
Cash and cash equivalents at beginning of period	21,593	25,190
Cash and cash equivalents at end of period	25,190	20,374