

November 28, 2011

Notice concerning Sales of Investment Securities and Corresponding Extraordinary Loss to Be Incurred in Fiscal Year Ending March 31, 2012 (FY 2011) Earnings

The Tokyo Electric Power Company Incorporated (TEPCO, TSE: 9501) officially decided on the sales of all of its owning KDDI Corporation's common stocks through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3) at a board of directors meeting held today. TEPCO hereby makes a notice concerning the resolution and the corresponding loss on sales of marketable securities to be incurred in FY2011 earnings. The details are as follows.

1. Reasons for the sales

Based on "TEPCO's Management Policy at Hand and Streamlining Policy" released on May 20, 2011 and "Temporary Special Business Plan" authorized on November 4, 2011, TEPCO proceeds with liquidation of its marketable assets.

2. Details of the transaction

Class of shares to be sold: Common stock of KDDI Corporation

Total number of shares to be sold: 357,541 (all of the stocks owned by TEPCO)

Total amount of sales: 186,278 million yen (521,000 yen per share)

Loss on sales: 35,148 million yen

Note: All the numbers above are the estimates as of today. TEPCO will apply to the sales of all of its owning KDDI Corporation's common stocks, responding to "Repurchase of Treasury Stock through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3)" announced by KDDI Corporation today.

3. Schedule

Date of resolution by the board of directors meeting: November 28, 2011

Date of contract and transaction: November 29, 2011

4. Financial Impact on FY2011 Earnings

Incurring loss on sales of marketable securities of 35,148 million yen will be recorded as extraordinary loss on both consolidated and non-consolidated bases in the 3rd quarter of FY2011. Please note the financial impact on FY2011 earnings has been already counted in the full-year earnings guidance announced on November 4.

<Reference> TEPCO's consolidated FY2011 earnings forecast and FY2010 results

(Unit: million yen)

	Operating Revenues	Operating Income	Ordinary Income	Net Income
FY2011 Forecast	5,315,000	(305,000)	(400,000)	(600,000)
FY2010 Results	5,368,536	399,624	317,696	(1,247,348)