Kansai Electric and Sojitz to Collaborate in
Overseas Uranium Enrichment Business with
Tohoku Electric Power and Kyushu Electric Power

The Kansai Electric Power Co., Inc. and Sojitz Corporation previously announced on March 30, 2009 their official participation in a new uranium enrichment plant project advanced by AREVA NC of France. Under that plan, the companies worked through Kansai Sojitz Enrichment Investing (a joint venture formed with an equity breakdown of 80% by Kansai Electric and 20% by Sojitz) to acquire 2.5% of the outstanding shares of SET Holdings (a subsidiary of AREVA NC), with that deal completed on June 30, 2009.

In the latest chapter of this ongoing effort, Kansai Electric and Sojitz have now reached agreement with Tohoku Electric Power Co., Ltd. and Kyushu Electric Power Co., Ltd. for joint participation in the George Besse II uranium enrichment plant – a project being advanced by AREVA NC in Pierrelatte City in southern France.

Kyushu Tohoku Enrichment Investing (a company newly established by Tohoku Electric Power and Kyushu Electric Power) and Kansai Sojitz Enrichment Investing (newly launched by Kansai Electric Power and Sojitz) will jointly finance the establishment of the Japan France Enrichment Investing Company.

As noted, in June 2009 Kansai Electric Power and Sojitz worked through Kansai Sojitz Enrichment Investing to acquire a 2.5% stake in the outstanding shares of SET Holding, the company in charge of the actual operation of the George Besse II uranium enrichment plant project. On this occasion, the newly participating Tohoku Electric Power and Kyushu Electric Power will use the Japan France Enrichment Investing Company to acquire 2% of the outstanding shares in SET Holding. This means that the Japan France Enrichment Investing Company will come to hold 4.5% of SET Holding outstanding shares.

Kansai Electric Power and Sojitz are confident that participating in this project is a key step in obtaining information on the uranium enrichment market, which in turn will support the efforts to maintain a stable supply of uranium fuel. The two companies will continue to make every effort to contribute to the reliable procurement of uranium fuel over the years to come as well.
Overview of the New AREVA NC Uranium Enrichment Plant Project

Outline of the Project (George Bess II Plant)

1. Location
   Pierrelatte, France

2. Construction plans
   Start construction: September 2006
   Complete construction: By the end of 2010 (scheduled)

3. Operational plans
   Start production: End of 2010 (scheduled)
   Full capacity: 2016 (7500 tSWU/year)

4. Owner/Operator
   SET (Societe D’Enrichissement Du Tricastin)
Outline of the Companies

○ Kansai Sojitz Enrichment Investing
   Location: 23, rue de la Paix, 75002, Paris, France
   Business: Investment in the uranium enrichment business and other related services
   Shareholding: Kansai 80%, Sojitz 20%
   Date of establishment: August 2008

○ Kyushu Tohoku Enrichment Investing
   Location: 23, rue de la Paix, 75002, Paris, France
   Business: Investment in the uranium enrichment business and other related services
   Shareholding: Kyushu 50%, Tohoku 50%
   Date of establishment: September 2010

○ Japan France Enrichment Investing
   Location: 23, rue de la Paix, 75002, Paris, France
   Business: Investment in the uranium enrichment business and other related services
   Shareholding: Kansai Sojitz Enrichment Investing 55.6%,
Kyushu tohoku Enrichment Investing 44.4%

Date of establishment: September 2010

○ AREVA NC
Location: 33, rue Lafayette, 75009, Paris, France
Business: Uranium mine development, uranium concentrate sales, natural uranium conversion sales, reprocessed uranium conversion sales, enriched uranium sales, fuel fabrication processing (MOX fuel), reprocessing, transport of nuclear fuel materials and related sales, other ancillary services relating to the nuclear fuel cycle (excluding electricity generation)
Shareholding: AREVA 100%
Establishment: January 1976

○ SET Holding
Location: 33, rue Lafayette, 75009, Paris, France
Business: Ownership of SET shares, investment of dividends received
Shareholding: Japan France Enrichment Investment 4.5%,
AREVA NC 88%,
GDF SUEZ/COGAC 5%
KHNP (Korea Hydro & Nuclear Power Company) 2.5%
Date of establishment: April 2008

○ SET
Location: 33, rue Lafayette, 75009, Paris, France
Business: Ownership and operation of GB II Plant
Shareholding: SET Holding 100%
Date of establishment: December 2001