

Summary of Press Conference Comments Made by Satoru Katsuno, FEPC Chairman,
on June 15, 2018

I am Satoru Katsuno, Chairman of the Federation of Electric Power Companies.

Today, I would like to talk about two topics: the establishment of the Atomic Energy Association and the restart of commercial operation for Kyushu EPC's Genkai Unit 3 and Kansai EPC's Ohi Unit 4.

1. Establishment of the Atomic Energy Association

First, I would like to address the establishment of a new organization, the Atomic Energy Association, for the autonomous improvement of nuclear safety.

Along with responding to the new regulatory requirements, we, as nuclear operators, are cooperating actively with external organizations such as the Japan Nuclear Safety Institute (JANSI) and the Central Research Institute of Electric Power Industry's Nuclear Risk Research Center (NRRC) to push forth efforts to secure a higher dimension of safety beyond what is required by regulations, in the belief that "There is no zero in nuclear risk."

Top-level executives of nuclear operators, JANSI, and NRRC met in March of this year to discuss our current efforts in improving nuclear safety including JANSI peer reviews and enhancing risk assessment methods in cooperation with the NRRC, as well as the roles we should play, and future initiatives to reach a mutual understanding.

The nuclear industry as a whole including manufacturers will utilize the knowledge and resources of all operators and engage in dialogue with the regulatory authorities and other organizations to draft effective measures. We have established the New Nuclear Power Organization Establishment Preparation Office in April and have been discussing the establishment of a new organization that will help to introduce such measures into the field.

The Nuclear Power New Organization Establishment plenary session was held against such a backdrop today and the establishment of the Atomic Energy Association (ATENA) on July 1 was decided.

By deliberating on challenges that need to be overcome as an industry, the ATENA will autonomously decide on safety measures under independent governance. It will raise operators' initiatives for improving safety to a higher level with expertise, transparency, and objectivity by helping to introduce such safety measures into the field.

Nuclear operators will seek to continuously reduce risk by steadily implementing safety measures as determined by the ATENA and recover society's trust through such efforts to increase safety.

2. Restart of commercial operation for Genkai Unit 3 and Ohi Unit 4

Next, I would like to talk about the restart of commercial operation for Kyushu EPC's Genkai Nuclear Power Station Unit 3 and Kansai EPC's Ohi Power Station Unit 4.

Kyushu EPC restarted commercial operation of Genkai Unit 3 on May 16, and Kansai EPC restarted commercial operation of Ohi Unit 4 on June 5, following the restart of Unit 3 in April.

I would like to express my heartfelt thanks for the understanding and cooperation of related parties as well as the local siting communities.

The forecast for this summer is that we will be able to secure the capability margin required for the stable supply of electricity in all areas. Although the government will not be sending out special requests calling for power consumption to be reduced, the supply side is still significantly dependent upon fossil fuel power generation.

As we face the full onset of the summer heat, restarting the commercial operation of nuclear power stations whose safety has been confirmed is meaningful, especially from the standpoint of securing a sustainable and stable electricity supply.

Genkai Unit 3 uses MOX fuel. The nuclear fuel cycle, including the use of MOX fuel, is very important for the effective use of uranium and reducing waste volume and is a project that we intend to promote steadily.

We will continue to restart nuclear power stations, build a record of stable operations and do our utmost to realize the 2030 energy mix.

<FEPC executive appointments>

Finally, I would like to report FEPC's executive appointments.

Following the resignation of a part-time Vice Chairman and the Secretary General, we have appointed successors at today's meeting of the General Policy Committee.

This will conclude my segment today.

END

June 15, 2018

The Federation of Electric Power Companies of Japan

The Federation of Electric Power Companies of Japan
Announcement on Executive Appointments

We hereby announce that the following resolution concerning the appointment of executives was adopted at today's meeting of the General Policy Committee. The transition is scheduled to take place on June 27.

Current	New
Vice Chairman Michiaki Uriu (President, Kyushu Electric Power Co., Inc.) (Scheduled to be appointed the Chairperson of the Kyushu Electric Power Co., Inc. [as of June 27])	Vice Chairman Hayato Saeki (President, Shikoku Electric Power Co., Inc.)
Director and Secretary General Hirohisa Yashiro (Honorary Executive Officer, Tohoku Electric Power Co., Inc.) (Scheduled to be appointed the Managing Executive Officer of the Tohoku Electric Power Co., Inc. [as on June 27])	Director and Secretary General Satoshi Ohmori (Executive Officer, Tohoku Electric Power Co., Inc.)

End

Reference:

New FEPC Board of Directors (as of June 27, 2018)

Chairman Satoru Katsuno (President, Chubu Electric Power Co., Inc.)
Vice Chairman Akihiko Mayumi (President, Hokkaido Electric Power Co., Inc.)
Vice Chairman Hayato Saeki (President, Shikoku Electric Power Co., Inc.)
Vice Chairman and Head of Nuclear Waste Final Repository Promotion Headquarters
 Yuzuru Hiroe (Executive Officer, Kansai Electric Power Co., Inc.)
Senior Managing Director and Head of Fukushima Support Headquarters
 Shigenobu Shimizu (Director, Chubu Electric Power Co., Inc.)
Director and Secretary General

Satoshi Ohmori (Honorary Executive Officer, Tohoku Electric Power Co., Inc.)

Director and Deputy Secretary General

Yoshihiro Tomioka (Tokyo Electric Power Company Holdings, Inc.)