

Summary of Press Conference Comments Made by Satoru Katsuno, FEPC Chairman,
on October 18, 2019

[On the Appointment of a FEPC Chairman]

I am FEPC Vice Chairman Susumu Tsukiyama. I would like to announce the appointment of a new FEPC Chairman.

Please refer to [Document 1](#) at hand.

President Iwane of the Kansai Electric Power Company has resigned as FEPC Chairman. Given this development, the FEPC General Policy Committee has elected in today's session from among its members President Satoru Katsuno of Chubu Electric Power Company as the next Chairman of FEPC.

The previous Chairman, President Iwane, will be absent from this press conference today. I ask for your kind understanding.

Now, Chairman Katsuno will make his remarks.

[Remarks from Chairman Katsuno]

I am Satoru Katsuno of Chubu Electric Power Company. As just announced by Vice President Tsukiyama, I will be serving as FEPC Chairman again.

This is my first press conference of FEPC Chairman since the press conference in June. I would like to ask for the continued support of the Energy Press Club and the media at large.

Japan has been plagued by typhoons in the past month—Typhoon Faxai (15th typhoon of the season) hit the Kanto region in early September and Typhoon Hagibis (19th typhoon of the season) wreaked severe damage in eastern Japan last weekend, causing rivers to overflow. I offer my heartfelt condolences for those who lost their lives in the typhoons and express my deepest sympathies to the bereaved families and those who were affected.

The typhoons have caused wide-ranging outages in various parts of Japan, concentrating in the Kanto region. I sincerely apologize for all the immense trouble and inconvenience these outages have caused.

<Kansai Electric Power Company's gift reception problem>

Now I will like to address Kansai Electric Power Company's gift reception problem.

As utilities that provide a public service, we take this problem to heart. I apologize deeply for betraying the trust and expectations of our customers and society at large and the grave concern and inconvenience this problem has caused as a member of the electricity industry.

Kansai Electric Power Company will have to seriously reflect on their conduct and reinforce internal compliance. I expect them to wring out all the negative aspects of their organization by cooperating sincerely with the Third Party Committee established for this occasion and achieving public accountability.

Given the severity of the issue, we, as the Federation of Electric Power Companies, have communicated to utilities the importance of ensuring compliance on October 2 based on instructions from the Ministry of Economy Trade and Industry. We will continue to support, as appropriate, initiatives to ensure compliance in utilities.

Utilities have each conducted their own internal investigations considering this problem. While we have received reports that they have not found similar problems in their organizations, we will renew our commitment to our business of providing electricity with a strong sense of ethics and strong awareness that we are providing a public service.

I believe my primary mission during my second tenure as FEPC Chairman is to recover the public's trust in the electricity business and nuclear power generation,

together as an industry.

Together with the presidents of other utilities, I will head unflagging efforts to the best of our capability toward this goal, and would appreciate your cooperation.

<Establishment of the Corporate Ethics Committee>

Facing such problems, the General Policy Committee, in today's meeting attended by utility presidents, decided to establish the Corporate Ethics Committee to promote sustained efforts to ensure compliance in the utility industry.

Please refer to [Document 2](#) at hand.

We held the first Corporate Ethics Committee meeting with the presidents of utilities today. We shared the results of utilities' investigations into their own behavior given the Kansai Electric Power Company's gift reception problem and our future response. Each president has again made a commitment to each other as top management to ensure compliance in each of our organizations.

In future meetings, we will invite external compliance experts to inspect the compliance structure of each utility and improve on companies' compliance structures and guidelines for action based on the best practices of other industries and expert knowledge of external experts. We will continue unending work to ensure compliance, responding to the challenges discovered in Kansai Electric Power Company's Third Party Committee discussions.

In order to have top management of each utility commit to improving compliance and provide feedback, informed by best practices, on the initiatives of each company, Corporate Ethics Committee meetings will be held once a month going forward. We will strive to recover the trust of society by making a concerted effort as an industry to sincerely and unceasingly ensure compliance.

<Response to Typhoon Faxai (15th typhoon of the season) and Typhoon Hagibis (19th

typhoon of the season) and strengthening electricity resilience>

I would like to expand on the utilities' response to Typhoon Faxai (15th typhoon of the season) and Typhoon Hagibis (19th typhoon of the season) mentioned in the beginning and talk about strengthening of electricity infrastructure resilience.

Of the areas affected by outages caused by Typhoon Hagibis that made landfall in Japan last weekend, power has been recovered in most areas as of yesterday, excepting areas that are difficult to access due to flooding and areas that are difficult to work in due to landslides and fallen trees. This was made possible due to the recovery work of utilities providing power to the area and the support provided by other utilities.

Typhoon Faxai caused large-scale and long-term outages in Chiba. TEPCO Power Grid did their utmost to recover facilities. Utilities across Japan swiftly sent all their support personnel and high voltage generator cars as soon as the typhoon hit and provided all the support they could.

Currently, TEPCO Holdings is leading the effort to determine why the outages in Chiba caused by Typhoon Faxai was so large in scale and long in duration and is verifying their methods of disseminating information such as when power is expected to recover. The Electricity Resilience WGs held by the government on October 3 and 17 restarted discussions on strengthening electricity infrastructure resilience given these typhoons.

The Federation of Electric Power Companies gathered personnel responsible for emergency response from the 10 utilities on October 8 to share what was known about the damage to equipment caused by Typhoon Faxai and power recovery status, and exchanged information about preparing for future typhoons.

Stable supply of electricity is our primary mission as electric utilities.

Utilities will cooperate closely among themselves and do their utmost to provide stable electricity to customers. We will also cooperate actively in discussions regarding

the further strengthening of electricity infrastructure resilience given Typhoon Faxai and Hagibis.

This will conclude my segment today.

END

**The Federation of Electric Power Companies of Japan Announcement Regarding
Executive Appointments**

October 18, 2019
The Federation of Electric Power Companies of Japan

We hereby announce our appointment of the Chairman of the Federation of Electric Power Companies of Japan, adopted in today's session of the General Policy Committee.

Chairman of the Federation of Electric Power Companies of Japan
Satoru Katsuno (President of Chubu Electric Power Co., Inc.) (as of October 18)

END

(Reference)

New Board of Directors of the Federation of Electric Power Companies of Japan
(effective October 18, 2019)

Chairman	Satoru Katsuno (President, Chubu Electric Power Co., Inc.)
Vice Chairman	Yutaka Kanai (President, Hokuriku Electric Power Co., Inc.)
Vice Chairman	Hiroya Harada (President, Tohoku Electric Power Co., Inc.)
Vice Chairman and Head of Nuclear Waste Final Repository Promotion Headquarters	Susumu Tsukiyama (Executive Officer, the Kansai Electric Power Co., Inc.)
Senior Managing Director and Head of Fukushima Support Headquarters	Shigenobu Shimizu (Honorary Senior Managing Executive Officer, 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.)

October 18, 2019

The Federation of Electric Power Companies

On the Establishment of the “Corporate Ethics Committee”

In light of the Kansai Electric Power Company’s gift reception problem, the Federation of Electric Power Companies has established the Corporate Ethics Committee as follows, effective today.

We will strive to recover the trust of society by making a concerted effort as an industry to sincerely ensure compliance through this Committee.

- 1.Name: Corporate Ethics Committee
- 2.Objective: Discussion and implementation of sustained efforts to ensure compliance in the electric utility industry
- 3.Implementation items: *Inspection of the utilities’ current compliance structure
*Improvement of the compliance structure/guidelines for action based on the best practices of other industries and the expert knowledge of external experts
- 4.Structure: Committee members will be comprised of utility presidents (13 companies*) and external experts; meetings will be held once a month

*13 companies comprised of Hokkaido Electric Power Co., Inc, Tohoku Electric Power Co., Inc, Tokyo Electric Power Co. HD, Inc, Chubu Electric Power Co., Inc, Hokuriku Electric Power Co., Inc, Kansai Electric Power Co., Inc, Chugoku Electric Power Co., Inc, Shikoku Electric Power Co., Inc, Kyushu Electric Power Co., Inc, Okinawa Electric Power Co., Inc, Japan Nuclear Fuel Limited, The Japan Atomic Power Company, Electric Power Development Co.,Ltd.

END