Summary of Press Conference Comments Made by Satoru Katsuno, FEPC Chairman, on February 14, 2020

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

Today I would like to talk about "initiatives for recovering the public's trust in the electricity industry", "utilities' cybersecurity measures" and the "ATENA Forum 2020".

<On "initiatives for recovering the public's trust in the electricity industry">

First, I would like to talk about our initiatives for recovering the public's trust in the electricity industry.

Today, we held our fifth Corporate Ethics Committee meeting.

In this meeting, we invited lawyer Kenji Nakai who has previously served as a prosecutor as an external expert to give a lecture on his stance on the causes and responses to misconducts. The lecture was followed by a lively discussion and the top management of each company reconfirmed their intent to thoroughly enforce compliance.

We will work to recover the public's trust in the electricity business and nuclear power generation by continuing to hold Corporate Ethics Committee meetings informed by the investigation results of the Kansai Electric Power third-party committee and engaging in never-ending efforts such as holding discussions on improving the action guidelines of the Federation of Electric Power Companies and checking the compliance structure of each company.

<On "utilities' cybersecurity measures">

Next, I would like to discuss the utilities' cybersecurity measures.

As the threat of international cyberattacks against Japanese companies looms larger, various domestic industries are developing their cybersecurity frameworks for the Olympic and Paralympic Games this summer.

The electricity industry has already been implementing various measures to ensure stable supply in natural disasters and acts of terrorism. Today, the Ministry of Economy, Trade and Industry hosted the "Council on Electricity Cybersecurity Measures" to further strengthen cybersecurity measures in preparation for the Games. In the meeting, the government and electric utilities discussed cybersecurity measures in the electric power industry and the emergency contact system in the event that anything should happen.

Having attended this "Council on Electricity Cybersecurity Measures" hosted by the Ministry of Economy, Trade and Industry, we have decided in the General Policy Committee meeting held today to establish the "Electricity Cybersecurity Measures Committee" within the Federation of Electric Power Companies of Japan.

The inaugural meeting just concluded with the presidents of each utility serving as committee members. Please refer to the document at hand.

Committee members actively exchanged opinions, and discussions ranged from the cybersecurity measures being implemented by each utility for the games, the state of development of the electric power supply system, to accident response following the discussions in the Ministry of Economy, Trade and Industry's meeting.

We will continue to host "Electricity Cybersecurity Measures Committee" meetings to share information about cyberattacks and the current state of cybersecurity measures at each company, and ensure each utility will implement specific measures under the leadership of top management so that we can come together as an industry, well prepared for any eventuality in providing stable electricity for the Games.

<On "ATENA Forum 2020">

Finally, I would like to talk about the "ATENA Forum 2020".

Yesterday, the Atomic Energy Association (ATENA) hosted the ATENA Forum 2020, a forum on improving safety in nuclear power generation. The Forum was attended by top management of the US Nuclear Energy Institute as well as people from Japan's Nuclear Regulation Authority, the industry, and academic societies.

ATENA gave a presentation on its accomplishments since its establishment in July 2018 which included specific measures for "increasing the quality of inspection work on emergency power facilities" and "strengthening backup facilities and procedures for circuits that protect the reactor", currently being introduced in nuclear power plants across Japan.

The panel discussion on "safety challenges in effectively using nuclear power and the role of ATENA" was a lively affair that involved discussions on the challenges that should be prioritized and tackled as an industry and how to engage in dialogue with the Nuclear Regulation Authority, Japan's regulatory authority, and referenced examples taken from the US.

We feel that ATENA activities to autonomously improve safety as a nuclear power industry have started to take root—it has started to engage in deep dialogue with the regulatory authority in May of last year on the voluntary initiatives of the nuclear power industry and regulatory themes such as "basis ground motions formulated without identifying a seismic center".

We were also able to hear directly from the attendees including Chairman Fuketa of the Nuclear Regulation Authority their expectations for ATENA. We realized again the importance of ATENA serving a central role in the nuclear industry to autonomously and continually identify technical challenges and promote activities to solve such challenges.

We wish for ATENA to continue its work on technical challenges common in nuclear

power plants and continue their dialogue with the regulatory authority to increase the safety of nuclear power plants.

We as nuclear operators, will continue to actively cooperate in ATENA activities and work unflaggingly to improve safety by introducing to the field the effective safety measures formulated by ATENA.

END

Document

February 14, 2020

The Federation of Electric Power Companies of Japan

On the Establishment of "Electricity Cybersecurity Measures Committee"

As the threat of international cyberattacks against Japanese companies looms larger, the Federation of Electric Power Companies of Japan has decided to establish, effective today, the "Electricity Cybersecurity Measures Committee" to further strengthen cybersecurity measures in the electric power sector in preparation for the Olympic and Paralympic Games this summer.

Through this Committee, we will share information about cyberattacks and the state of cybersecurity measures at each company, and ensure each utility will implement specific measures under the leadership of top management so that we can come together as an industry, well prepared for any eventuality, in providing stable electricity for the Games.

- 1. Name: Electricity Cybersecurity Measures Committee
- 2. Objective: Identify specific challenges to securing stable power supply in preparing for any cyberattacks that may occur during the Olympic and Paralympic Games; implement countermeasures
- 3. Implementation items: Confirm cybersecurity measures being implemented by each utility for the Olympic and Paralympic Games, the state of development of the electric power supply system, and accident response
- 4. Structure: Comprised of the presidents of electric utilities (11 companies*)

*The 11 companies consist of Hokkaido Electric Power Company, Tohoku Electric Power Company, Tokyo Electric Power Company Holdings, Chubu Electric Power Company, Hokuriku Electric Power Company, the Kansai Electric Power Company, the Chugoku Electric Power Company, Shikoku Electric Power Company, Kyushu Electric Power Company, the Okinawa Electric Power Company, Electric Power Development Company