Two Additional Nuclear Reactors Cleared for Restart in Japan

Yesterday the Governor of Saga Prefecture on Kyushu Island in Southern

Japan cleared two nuclear power reactors at the Genkai Plant for restart.

These two reactors are PWRs, owned and operated by Kyushu Electric

Power, with a combined capacity of 2.4GW.

The reactors are 23 and 20 years old respectively so the remaining useful

life is 20 years so should be capable of running at least until 2035, and

possibly 2055 if a 20 year extension is sought.

The two reactors have a generation capacity of 17 TWh of power that is

equivalent to around 2% of Japan's power requirements or capable of

meeting the power requirements of 3.5 million Japanese households.

This also means that Kyushu Electric Power may be the first Japanese

utility to have restarted all of its undecommissioned reactors post

Fukushima.

This may represent a significant milestone for the Japanese authorities

in the rehabilitation of nuclear power in Japan, and will assist with the

goal of restoring Japanese energy self-sufficiency post Fukushima.

This will bring the number of Japanese operating reactors to five with

two more Takahama reactors expected to come on line in the Kansai

region also in Western Japan in the near future.

We look forward to monitoring with you what the impact may be on the

electric grid in the west of Japan and also the impact on wholesale power prices on the Japan Power Exchange as markets continue to

deregulate.

Article by:

Tom O'Sullivan

Mathyos Global Advisory

http://www.mathyos.com

twitter: @MathyosEnergy