First Quarter of the Fiscal Year Ending March 31, 2014
Brief Report of Consolidated Financial Statements (Japanese GAAP)

July 30, 2013

Name of Listed Company : Osaka Gas Co., Ltd. Listed Exchanges: 1st Section of Tokyo and Nagoya
Code : 9532 URL: http://www.osakagas.co.jp
Representative Officer : Title: President Name: Hiroshi Ozaki
Contact : Title: Manager, Finance Dept. Name: Kazushige Nomura
Scheduled Date of Financial Report Filing with the Finance Ministry : August 13, 2013
Scheduled Date of Dividend Payment : —
Preparation of Supplementary Explanation Documents for Operating Results : Yes
Holding of an Informational Meeting for Operating Results : Yes (for institutional investors and analysts)

(Any amount less than one million yen is rounded down to the nearest million yen.)

1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2014
(April 1, 2013 — June 30, 2013)

(1) Consolidated Operating Results (Percentages (%) represent changes from the same period in the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended June 30, 2013	339,690	3.4	28,088	-15.2	30,269	-16.7	21,059	-11.0
Three months ended June 30, 2012	328,515	14.6	33,105	69.5	36,347	75.7	23,657	89.7

(Note) Comprehensive income Three months ended June 30, 2013 36,702 million yen (18.0 % YoY)
Three months ended June 30, 2012 31,108 million yen (90.4 % YoY)

	Earnings per share	Diluted earnings per share
	yen	yen
Three months ended June 30, 2013	10.11	—
Three months ended June 30, 2012	11.36	—

(2) Consolidated Financial Position

	Total assets	Net assets	Net worth /Total assets
	million yen	million yen	%
As of June 30, 2013	1,582,444	800,922	48.9
As of March 31, 2013	1,566,899	774,317	47.7

<Reference> Net worth As of June 30, 2013 774,059 million yen As of March 31, 2013 747,802 million yen

2. Dividends

	Dividends per share				
(Record date)	June 30	September 30	December 31	March 31	Annual
	yen	yen	yen	yen	yen
Year ended March 31, 2013	–	4.00	–	4.50	8.50
Year ending March 31, 2014	–				
Year ending March 31, 2014 (Forecast)		4.50	–	4. 50	9.00

(Note) Revision of the dividend forecast previously announced: None

3. Forecasts of Consolidated Operating Results for the Fiscal Year Ending March 31, 2014 (April 1, 2013 — March 31, 2014)
(Percentages (%) represent forecasted changes from the previous year for the full year results, and forecasted changes from the same period in the previous year for the interim results.)

	Net sales		Operating income		Ordinary income		Net income		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim	684,000	8.6	40,000	-10.9	41,500	-14.1	27,000	-12.6	12.97
Full year	1,508,000	9.3	100,000	18.0	100,000	11.0	64,500	22.9	30.98

(Note) Revision of the forecast previously announced: None

*Notes

(1) Changes in significant subsidiaries during three months ended June 30, 2013 (changes in certain subsidiaries resulting in a change in the consolidation scope): None

(2) Adoption of special accounting treatments for quarterly consolidated financial statements: Adopted

*Note: For detailed information, please refer to "2. (1) Adoption of Special Accounting Treatments for Quarterly Consolidated Financial Statements" on Page 2 of the Attachment to this Quarterly Brief Report of Consolidated Financial Statements.

(3) Changes in accounting policies and estimation methods, corrections and restatements

(i) Changes in accounting policies in response to revisions in accounting standards, etc. : None

(ii) Changes in accounting policies other than (i) above: None

(iii) Changes in accounting estimates : None

(iv) Corrections and restatements : None

(4) Issued shares (common shares)

(i) Number of shares issued and outstanding at the end of each period (including treasury stock)

	: As of June 30, 2013	2,083,400,000 shares
	As of March 31, 2013	2,083,400,000 shares
(ii) Number of treasury stock at the end of each period	: As of June 30, 2013	1,351,573 shares
	As of March 31, 2013	1,298,619 shares

(iii) Average number of shares issued and outstanding in each period

: Three months ended June 30, 2013	2,082,071,929 shares
Three months ended June 30, 2012	2,082,240,256 shares

*Statement regarding implementation of quarterly review

At the time of disclosure of this Quarterly Brief Report of Consolidated Financial Statements, the review of quarterly consolidated financial statements in accordance with the Financial Instruments and Exchange Act has not been completed.

*Notes on proper use of forecasts and other matters

1. Forward-looking statements in this document, including forecasts of operating results, are based on information currently available to Osaka Gas (the Company) and certain assumptions that the Company believes are reasonable. Actual results may significantly differ from these forecasts, affected by various factors. As for notes regarding assumptions used for operating forecasts and regarding the use of operating forecasts, refer to "1. (3) Forecasts of Consolidated Opearting Results" on Page 2 of the Attachment to this Quarterly Brief Report of Consolidated Financial Statements.
2. The Company is planning to hold a conference call for institutional investors and analysts on July 30, 2013. Immediately after the meeting, the presentation materials used on that day will be made available on the Company's web site.

(Reference) Forecasts of Non-Consolidated Opearting Results for the Fiscal Year Ending March 31, 2014

(April 1, 2013 － March 31, 2014)

(Percentages (%) represent forecasted changes from the previous year for the full year results, and forecasted changes from the same period in the previous year for the interim results.)

	Net sales		Operating income		Ordinary income		Net income		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim	544,000	6.9	22,000	-21.9	25,000	-25.8	17,500	-25.1	8.40
Full year	1,193,500	7.6	57,000	23.9	62,000	12.0	42,500	21.0	20.41

(Note) Revision of the forecast previously announced: None

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1. Overview of Quarterly Consolidated Financial Results

(1) Consolidated Operating Results

Consolidated net sales for the first quarter (three months ended June 30, 2013) increased by ¥11.1 billion year-over-year to ¥339.6 billion, despite a decrease in gas sales volume of Osaka Gas. This was primarily due to the continuing high unit selling price on a non-consolidated basis for city gas under the fuel cost adjustment system. Consolidated operating income decreased by ¥5.0 billion year-over-year to ¥28.0 billion, primarily due to the decrease in gas sales volume and an increase in raw material costs on a non-consolidated basis. Consolidated ordinary income decreased by ¥6.0 billion year-over-year to ¥30.2 billion, and consolidated net income decreased by ¥2.5 billion year-over-year to ¥21.0 billion.

Non-consolidated operating results of Osaka Gas are presented in “4. (1) Overview of Quareterly Non-Consolidated Financial Results” on Page 8.

(2) Consolidated Financial Position

Total assets as of June 30, 2013 increased by ¥15.5 billion compared with the year ended March 31, 2013 to ¥1,582.4 billion, primarily due to an increase in noncurrent assets. Net assets totaled ¥800.9 billion and the ratio of net worth to total assets as of June 30, 2013 was 48.9%.

(3) Forecasts of Consolidated Operating Results

The forecast remains unchanged.

2. Summary Information (Notes)

(1) Adoption of Special Accounting Treatments for Quarterly Consolidated Financial Statements

(Calculation of tax expenses)

For major consolidated subsidiaries, effective tax rates (after applying tax effect accounting) expected to be imposed on their pre-tax net income applicable to the tax year in which the current first quarter is included were estimated based on reasonable assumptions. Then, tax expenses for the first quarter were calculated by multiplying the pre-tax net income of respective subsidiaries for the quarter by the estimated effective tax rates.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(million yen)

	Previous Year As of March 31, 2013	Current Year As of June 30, 2013
Assets		
Noncurrent assets		
Property, plant and equipment		
Production facilities	78,533	77,748
Distribution facilities	276,132	272,369
Service and maintenance facilities	66,204	66,452
Other facilities	300,149	303,244
Construction in progress	108,916	122,749
Total property, plant and equipment	829,936	842,564
Intangible assets	58,579	63,842
Investments and other assets		
Investment securities	164,302	170,195
Other	85,245	83,619
Allowance for doubtful accounts	-1,925	-1,897
Total investments and other assets	247,622	251,918
Total noncurrent assets	1,136,138	1,158,324
Current assets		
Cash and deposits	91,323	70,206
Notes and accounts receivable-trade	168,198	151,846
Securities	21,712	16,712
Inventories	84,242	107,742
Other	66,519	78,803
Allowance for doubtful accounts	-1,236	-1,192
Total current assets	430,760	424,119
Total assets	1,566,899	1,582,444

(million yen)

	Previous Year As of March 31, 2013	Current Year As of June 30, 2013
Liabilities		
Noncurrent liabilities		
Bonds payable	238,157	237,735
Long-term loans payable	186,766	199,955
Provision for retirement benefits	15,972	16,317
Provision for gas holder repairs	1,621	1,673
Provision for safety measures	13,418	12,845
Allowance for investment loss	6,999	6,999
Other	33,900	36,312
Total noncurrent liabilities	496,836	511,840
Current liabilities		
Notes and accounts payable-trade	55,520	58,719
Short-term loans payable	47,106	45,391
Other	193,118	165,572
Total current liabilities	295,745	269,682
Total liabilities	792,581	781,522
Net assets		
Shareholders' equity		
Capital stock	132,166	132,166
Capital surplus	19,482	19,482
Retained earnings	564,356	575,970
Treasury stock	-413	-436
Total shareholders' equity	715,592	727,184
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	31,526	34,471
Deferred gains or losses on hedges	-2,271	-1,906
Revaluation reserve for land	-737	-737
Foreign currency translation adjustment	3,693	15,048
Total accumulated other comprehensive income	32,210	46,875
Minority interests	26,514	26,862
Total net assets	774,317	800,922
Total liabilities and net assets	1,566,899	1,582,444

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

(million yen)

	Previous Year (April 1, 2012 – June 30, 2012)	Current Year (April 1, 2013 – June 30, 2013)
Net sales	328,515	339,690
Cost of sales	215,788	232,549
Gross profit	112,726	107,141
Selling, general and administrative expenses	79,620	79,052
Operating income	33,105	28,088
Non-operating income		
Interest income	183	149
Dividends income	2,330	2,071
Equity in earnings of affiliates	1,868	1,212
Miscellaneous income	2,155	1,352
Total non-operating income	6,538	4,786
Non-operating expenses		
Interest expenses	2,169	2,133
Miscellaneous expenses	1,127	471
Total non-operating expenses	3,297	2,605
Ordinary income	36,347	30,269
Income before income taxes and minority interests	36,347	30,269
Income taxes	11,859	8,732
Income before minority interests	24,487	21,536
Minority interests in income	830	477
Net income	23,657	21,059

Quarterly Consolidated Statements of Comprehensive Income

(million yen)

	Previous Year (April 1, 2012 – June 30, 2012)	Current Year (April 1, 2013 – June 30, 2013)
Income before minority interests	24,487	21,536
Other comprehensive income		
Valuation difference on available-for-sale securities	-2,570	2,945
Deferred gains or losses on hedges	-2,134	219
Foreign currency translation adjustment	8,358	10,680
Share of other comprehensive income of associates accounted for using equity method	2,967	1,320
Total other comprehensive income	6,620	15,165
Comprehensive income	31,108	36,702
Attributable to:		
Owners of the parent	29,525	35,870
Minority interests	1,582	832

(3) Notes on the Quarterly Consolidated Financial Statements

(Notes Regarding Assumption of a Going Concern)

Not applicable

(Notes Regarding Significant Changes in the Value of Shareholders' Equity)

Not applicable

(Segment Information)

Three months ended June 30, 2012(April 1, 2012 － June 30, 2012) (million yen)

	Gas	LPG, Electricity, and Other Energy	International Energy	Environment and Non-Energy	Total	Adjustments	Consolidated
Net sales	246,445	51,766	2,690	41,260	342,162	-13,647	328,515
Segment income							
Operating income	18,288	9,542	740	3,843	32,414	691	33,105
Equity in earnings (losses) of affiliates	-12	242	1,567	70	1,868	―	1,868
Total	18,275	9,785	2,308	3,913	34,283	691	34,974

Three months ended June 30, 2013(April 1, 2013 － June 30, 2013) (million yen)

	Gas	LPG, Electricity, and Other Energy	International Energy	Environment and Non-Energy	Total	Adjustments	Consolidated
Net sales	255,184	53,101	2,905	43,022	354,213	-14,522	339,690
Segment income							
Operating income	13,441	9,457	303	4,254	27,456	631	28,088
Equity in earnings of affiliates	5	6	1,140	59	1,212	―	1,212
Total	13,447	9,463	1,443	4,314	28,668	631	29,300

4. Reference Information

(1) Overview of Quarterly Non-Consolidated Financial Results (April 1, 2013 － June 30, 2013)

(billion yen)

Income			YoY increase/ decrease	YoY increase/ decrease rate(%)	Expenses			YoY increase/ decrease	YoY increase/ decrease rate (%)
Product sales	Gas	209.6	+7.6	+3.8	Operating expenses	Cost of sales	136.6	+13.7	+11.2
						SG&A	64.3	-1.1	-1.7
						Total	201.0	+12.6	+6.7
Other sales	Installation work	4.8	+0.3	+7.2	Other operating expenses	Installation work	4.8	+0.1	+4.1
	Gas appliances	24.9	+0.7	+3.0		Gas appliances	22.9	+0.8	+4.1
	Transportation services and others	1.6	-0.0	-0.1					
	Incidental businesses	37.5	+0.7	+2.1		Incidental businesses	30.5	+1.2	+4.2
	Total	69.0	+1.8	+2.7		Total	58.3	+2.3	+4.1
Total net sales		278.6	+9.4	+3.5	Total expenses		259.3	+14.9	+6.1
					Operating income		19.3	-5.4	-22.1
Non-operating income		6.2	-0.9	-13.3	Non-operating expenses		1.9	+0.0	+0.2
					Ordinary income		23.5	-6.4	-21.5
					Net income		17.0	-4.1	-19.5

Quarterly non-consolidated financial statements are not subjected to statutory review by accounting auditors. Quarterly non-consolidated financial statements are prepared in accordance with the rules for quarterly non-consolidated financial statements.

(2) Quarterly Non-Consolidated Gas Sales

			1Q 2013 (a) (Apr. 1, 2013－ June 30, 2013)	1Q 2012 (b) (Apr. 1, 2012－ June 30, 2012)	YoY increase/ decrease (a)-(b)	YoY increase/ decrease rate (%)
Customers <Meters installed> (thousand)		Residential	6,753	6,713	+40	+0.6
		Non-residential	339	336	+4	+1.0
		Total	7,092	7,049	+43	+0.6
Monthly average usage per residential customer (m^3/month)			31.0	33.0	-2.0	-6.0
Gas sales volume (million m^3)	Residential		545	577	-32	-5.6
	Non-residential		1,340	1,360	-20	-1.5
		Industrial	1,030	1,046	-16	-1.5
		Commercial	187	193	-6	-3.0
		Public and medical institutions	124	122	+2	+1.3
	Wholesale		107	111	-4	-3.3
	Total		1,992	2,048	-56	-2.7

[Converted at 45MJ/m^3]