November 2nd, 2020

Notice of Differences between Financial Result Forecasts and Actual Financial Result for the Second Quarter of Fiscal Year Ending March 31, 2021, and Revision to the Full-Year Consolidated Forecast

Company name: NIPPON GAS CO., LTD.
Code number: 8174
Stock exchange listing: Tokyo Stock Exchange
Representative: Shinji Wada, Representative Director, Chief Executive Officer
Contact: Shinichi Kiyota, Executive Officer

Nippon Gas Co., Ltd. ("NICIGAS") hereby announces differences between its Consolidated Financial Forecast for the Second Quarter (2Q) of FYE 03/21, announced on April 30th, 2020, and Actual Financial Result disclosed today. In addition, NICIGAS also announces the revisions to its Consolidated Full-Year Financial Forecast for FYE 03/21.

1. Differences between Forecast and Actual Result for the 2Q of FYE 03/21

Differences between the Consolidated Financial Forecast and Actual Result for the 2Q of FYE 03/21 (April 1st, 2020 - September 30th, 2020)

	Net sales (million yen)	Operating income (million yen)	Ordinary income (million yen)	Quarterly net profit attributable to owners of parent (million yen)	Basic earnings per share (yen)
Previous Forecast (A)	63,000	2,900	2,850	1,800	45.10
Actual Result (B)	61,489	3,745	3,925	2,421	60.77
Difference (B - A)	△1,510	845	1,075	621	
Increase / decrease (%)	△2.4	29.1	37.7	34.5	
(Reference) Result for the 2Q of the previous year (FYE 03/ 20)	59,294	3,210	2,917	2,013	48.76

2. Revision to Full-Year Financial Forecast

Revisions to Consolidated Full-Year Financial Forecast for FYE 03/21 (April 1st, 2020 - March 31st, 2021)

	Net sales (million yen)	Operating income (million yen)	Ordinary income (million yen)	Net profit attributable to owners of parent (million yen)	Basic earnings per share (yen)
Previous Forecast (A)	140,000	12,500	12,200	8,000	200.45
Revised Forecast (B)	140,000	13,000	13,100	8,500	213.35
Difference (B - A)	-	500	900	500	
Increase / decrease (%)	-	4.0	7.4	6.3	
(Reference) Result for the previous year (FYE 03/ 20)	132,496	11,519	10,682	7,742	189.98

3. Reason for the differences between Financial Result Forecast and Actual Financial Result for cumulative 2Q of FYE 03/21, and the revision to the Full-Year Consolidated Forecast

(1) Reason for the differences between Result Forecast and Actual Result for cumulative 2Q of FYE 03/21

In cumulative 2Q of FYE 03/21, all of Operating income, Ordinary income, and Quarterly net profit attributable to owners of parent were above each previous forecast, based on solid customer growth, increase in residential gas sales volume and faster recovery of commercial/industrial gas usage than initial assumption, etc.

(2) The revision to the Full-Year Consolidated Forecast

Operating income is expected to be above the previous forecast, based on actual result for the 2Q of FYE 03/21, as well as the forecast of continuous LP gas solid customer growth, and the forecast of average temperature during the 2nd half of FYE 03/21 which is lower than previous forecast, etc. In addition to the review of non-operating profit/loss and extraordinary profit/loss, based on actual result of 2Q of FYE 03/21, Ordinary income and Quarterly net profit attributable to owners of parent are also forecasted to be above each previous forecast

Note: Although this financial result forecast is based on information available as of the publication date of this material, actual figures may differ from the forecast due to various factors.