The Six Months Ending March 31, 2025
Brief Report of Consolidated Financial Statements (Japanese GAAP)

** This document is an English translation of materials originally disclosed in Japanese and is provided for reference purpose only.*

October 31, 2024

Name of Listed Company : Osaka Gas Co., Ltd. Listed Exchanges: Prime Market of Tokyo
Code No. : 9532 URL: https://www.osakagas.co.jp/en/
Representative Officer : Title: President Name: Masataka Fujiwara
Contact : Title: Manager, Finance Dept. Name: Shinji Konno
Scheduled Date of Financial Report Filing with the Financial Services Agency : November 8, 2024
Scheduled Date of Dividend Payment : November 29, 2024
Preparation of Supplementary Explanation Documents for Operating Results : Yes
Holding of an Informational Meeting for Operating Results : Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 - September 30, 2024)

(1) Consolidated Operating Results (% of change from the same period in the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2024	950,110	-4.6	54,939	-43.2	71,869	-42.0	50,797	-43.1
Six months ended September 30, 2023	995,693	1.4	96,731	—	123,851	—	89,351	—

(Note) Comprehensive income: Six months ended September 30, 2024 129,501 million yen (-24.3% YoY)
Six months ended September 30, 2023 171,104 million yen (206.7% YoY)

	Earnings per share	Diluted earnings per share
	yen	yen
Six months ended September 30, 2024	125.04	-
Six months ended September 30, 2023	214.94	-

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity / Total assets
	million yen	million yen	%
As of September 30, 2024	3,261,513	1,715,626	51.1
As of March 31, 2024	2,980,127	1,604,992	52.9

<Reference> Shareholders' equity: As of September 30, 2024 1,665,766 million yen
As of March 31, 2024 1,577,512 million yen

2. Dividends

	Dividends per share				
	End of First Quarter	End of Second Quarter	End of Third Quarter	End of Fiscal Year	Annual
	yen	yen	yen	yen	yen
Year ended March 31, 2024	-	32.50	-	50.00	82.50
Year ending March 31, 2025	-	47.50			
Year ending March 31, 2025 (Forecast)			-	47.50	95.00

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

3. Forecasts of Consolidated Financial Results for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(% of change from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	1,986,000	-4.7	123,500	-28.4	153,000	-32.5	112,000	-15.6	276.64

(Note) Revision of the financial results forecasts from previously announced figures: None

(Note)The Company resolved to repurchase its treasury shares at the Board of Directors meeting held on October 31, 2024. However, the impact of repurchase of its treasury shares is not taken into account in regards to “Earnings per share” in the forecasts of consolidated financial results. Please refer to the "Notice Concerning Repurchase of Treasury Shares" released today regarding the repurchase of its treasury shares.

*Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024 : Yes
Newly included : 2 companies (Michigan Power MB, LLC, Osaka Gas ME Solar 2, LLC)
Excluded : 1 company (PaletteCloud Inc.)

(2) Adoption of special accounting treatments for semi-annual consolidated financial statements: Adopted
(Note) For detailed information, please refer to "2. (3) Adoption of Special Accounting Treatments for Semi-annual Consolidated Financial Statements" on Page 8 of the Attachment to this Brief Report of Consolidated Financial Statements.

(3) Changes in accounting policies, changes in accounting estimates, and restatements
(i) Changes in accounting policies due to revisions to accounting standards, etc.: None
(ii) Changes in accounting policies other than (i) above: None
(iii) Changes in accounting estimates: None
(iv) Restatements: None

(4) Issued shares (common shares)

(i)	Number of issued shares at the end of each period (including treasury shares):	As of September 30, 2024	409,912,100 shares
		As of March 31, 2024	409,912,100 shares
(ii)	Number of treasury shares at the end of each period:	As of September 30, 2024	6,702,811 shares
		As of March 31, 2024	966,125 shares
(iii)	Average number of shares during each period:	Six months ended September 30, 2024	406,266,465 shares
		Six months ended September 30, 2023	415,698,963 shares

*Semi-annual Brief Report of Consolidated Financial Statements is outside the scope of semi-annual review by a certified public accountant or an audit firm.

*Notes on proper use of forecasts and other matters

1. Forward-looking statements contained in this document, including financial results forecasts, are based on information currently available to Osaka Gas Co., Ltd. (the "Company") and certain assumptions that the Company regards as reasonable. Actual results may differ significantly from these forecasts, due to various factors. As for notes regarding assumptions used for and the use of the financial results forecasts, please refer to "1. (3) Forecasts of Consolidated Financial Results" on Page 3 of the Attachment to this Brief Report of Consolidated Financial Statements.

2. The Company plans to hold a results briefing for institutional investors and analysts on November 1, 2024.
Immediately after the briefing, the presentation materials will be made available on the Company's website.

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1. Overview of Semi-annual Consolidated Financial Results

(1) Consolidated Operating Results

(Overview of Semi-annual Operating Results)

Consolidated net sales for the six months ended September 30, 2024 decreased by ¥45.5 billion year-on-year to ¥950.1 billion. This was primarily due to a decrease in sales volume of LNG and the lower unit selling price of city gas under the fuel cost adjustment system in the Domestic Energy Business. Consolidated ordinary profit decreased by ¥51.9 billion year-on-year to ¥71.8 billion. This was primarily due to the reduced positive impact of a time lag between fluctuations in raw material costs, etc. and their reflection in the unit selling prices(*) in the Domestic Energy Business. Profit attributable to owners of parent decreased by ¥38.5 billion year-on-year to ¥50.7 billion.

(*)There is a time lag between fluctuations in raw material costs and fuel costs and their reflection in the unit selling prices under the raw material and fuel costs adjustment system, which causes a temporary increase/decrease in profit.

(billion yen)

	Consolidated results	Compared with previous fiscal year	
		increase/decrease	increase/decrease rate (%)
Net sales	950.1	-45.5	-4.6
Cost of sales	781.7	-9.8	-1.2
Selling, general and administrative expenses	113.4	+6.0	+5.7
Operating profit	54.9	-41.7	-43.2
Ordinary profit	71.8	-51.9	-42.0
Profit attributable to owners of parent	50.7	-38.5	-43.1

(Domestic Gas Sales Breakdown)

		Six months ended September 30, 2024	YoY Changes rate (%)
Gas sales volume (million m^3)	Residential	536	-8.0
	Non-residential, etc.	2,413	-1.9
	Total	2,949	-3.0
Number of gas supply (thousands)		5,083	+1.3

[45MJ/m^3]

(Domestic Electricity Sales Breakdown)

		Six months ended September 30, 2024	YoY Changes rate (%)
Electricity sales volume (GWh)	Retail	3,652	+11.0
	Wholesale, etc.	4,226	+13.9
	Total	7,878	+12.5
Number of low-voltage electricity supply (thousands)		1,853	+5.2

(2) Consolidated Financial Position

Total assets as of September 30, 2024 increased by ¥281.3 billion compared with March 31, 2024 to ¥3,261.5 billion. This was primarily due to an increase in cash and deposits resulting from the issuance of commercial paper and an increase in non-current assets resulting from progress of investment activities.

Net assets totaled ¥1,715.6 billion and the ratio of shareholders' equity to total assets was 51.1%.

(3) Forecasts of Consolidated Financial Results

No revisions have been made to the previous forecasts stated in Brief Report of Consolodated Financial Statements for the Fiscal Year ended March 31, 2024 announced on May 8, 2024.

2. Semi-annual Consolidated Financial Statements and Notes

(1) Semi-annual Consolidated Balance Sheets

(million yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	77,668	182,933
Notes and accounts receivable - trade, and contract assets	270,527	241,984
Inventories	211,828	234,081
Other	203,604	204,389
Allowance for doubtful accounts	(1,148)	(1,064)
Total current assets	762,479	862,324
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	195,216	195,704
Machinery, equipment and vehicles, net	660,691	707,488
Land	242,068	260,662
Construction in progress	179,896	199,692
Other, net	27,071	27,358
Total property, plant and equipment	1,304,945	1,390,906
Intangible assets	109,243	110,860
Investments and other assets		
Investment securities	538,803	625,699
Other	265,466	272,584
Allowance for doubtful accounts	(811)	(862)
Total investments and other assets	803,458	897,421
Total non-current assets	2,217,647	2,399,189
Total assets	2,980,127	3,261,513

(million yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	82,907	82,734
Short-term borrowings	7,612	47,443
Other	303,417	356,873
Total current liabilities	393,936	487,051
Non-current liabilities		
Bonds payable	459,999	500,999
Long-term borrowings	354,588	384,754
Retirement benefit liability	19,611	19,865
Other	146,999	153,216
Total non-current liabilities	981,198	1,058,835
Total liabilities	1,375,135	1,545,886
Net assets		
Shareholders' equity		
Share capital	132,166	132,166
Capital surplus	19,056	19,070
Retained earnings	1,097,883	1,128,275
Treasury shares	(2,746)	(22,512)
Total shareholders' equity	1,246,360	1,256,999
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	87,899	72,727
Deferred gains or losses on hedges	61,656	66,337
Revaluation reserve for land	(2,395)	(2,395)
Foreign currency translation adjustment	140,583	231,586
Remeasurements of defined benefit plans	43,407	40,511
Total accumulated other comprehensive income	331,152	408,767
Non-controlling interests	27,479	49,860
Total net assets	1,604,992	1,715,626
Total liabilities and net assets	2,980,127	3,261,513

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statements of Income

(million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	995,693	950,110
Cost of sales	791,639	781,768
Gross profit	204,053	168,341
Selling, general and administrative expenses	107,322	113,401
Operating profit	96,731	54,939
Non-operating income		
Interest income	5,217	5,502
Dividend income	2,569	4,553
Share of profit of entities accounted for using equity method	10,907	12,937
Other	18,375	5,453
Total non-operating income	37,070	28,446
Non-operating expenses		
Interest expenses	7,092	7,441
Other	2,858	4,075
Total non-operating expenses	9,950	11,517
Ordinary profit	123,851	71,869
Profit before income taxes	123,851	71,869
Income taxes	34,178	20,775
Profit	89,672	51,093
Profit attributable to non-controlling interests	320	295
Profit attributable to owners of parent	89,351	50,797

Semi-annual Consolidated Statements of Comprehensive Income

(million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	89,672	51,093
Other comprehensive income		
Valuation difference on available-for-sale securities	9,483	(15,303)
Deferred gains or losses on hedges	21,230	4,360
Foreign currency translation adjustment	51,965	91,726
Remeasurements of defined benefit plans	(3,481)	(2,901)
Share of other comprehensive income of entities accounted for using equity method	2,235	526
Total other comprehensive income	81,432	78,407
Comprehensive income	171,104	129,501
(Breakdown)		
Comprehensive income attributable to owners of parent	170,578	128,412
Comprehensive income attributable to non-controlling interests	525	1,089

(3) Notes to the Semi-annual Consolidated Financial Statements

(Going Concern Assumption)

Not applicable

(Significant Changes in the Value of Shareholders' Equity)

Six months ended September 30, 2024 (April 1, 2024 - September 30, 2024)

Not applicable

(Adoption of Special Accounting Treatments for Semi-annual Consolidated Financial Statements)

(Calculation of tax expenses)

The effective tax rates (after applying tax effect accounting) expected to be imposed on income before income taxes applicable to the tax year in which this semi-annual period is included were estimated based on reasonable assumptions. Tax expenses were then calculated by multiplying the income before income taxes by the estimated effective tax rates.

(Segment Information)

Six months ended September 30, 2023 (April 1, 2023 - September 30, 2023) (million yen)

	Domestic Energy	International Energy	Life & Business Solutions	Total	Adjustments	Consolidated
Net sales	846,286	49,112	133,176	1,028,575	(32,882)	995,693
Segment profit						
Operating profit	57,036	21,430	16,821	95,288	1,442	96,731
Share of profit of entities accounted for using equity method	911	9,996	-	10,907	-	10,907
Total	57,947	31,426	16,821	106,195	1,442	107,638

Six months ended September 30, 2024 (April 1, 2024 - September 30, 2024) (million yen)

	Domestic Energy	International Energy	Life & Business Solutions	Total	Adjustments	Consolidated
Net sales	788,316	59,100	136,602	984,019	(33,909)	950,110
Segment profit						
Operating profit	10,482	23,799	17,506	51,788	3,151	54,939
Share of profit of entities accounted for using equity method	1,277	11,659	-	12,937	-	12,937
Total	11,760	35,458	17,506	64,725	3,151	67,877