Third Quarter of the Fiscal Year 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.*

February 3, 2025

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 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)

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (April 1, 2024 - December 31, 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	%
Nine months ended December 31, 2024	1,444,131	-4.4	99,507	-29.3	125,526	-28.1	90,882	-28.1
Nine months ended December 31, 2023	1,510,147	-5.4	140,692	—	174,571	—	126,405	—

(Note) Comprehensive income: Nine months ended December 31, 2024 79,371 million yen (-66.7% YoY)
Nine months ended December 31, 2023 238,307 million yen (104.7% YoY)

	Earnings per share	Diluted earnings per share
	yen	yen
Nine months ended December 31, 2024	224.45	-
Nine months ended December 31, 2023	304.50	-

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity / Total assets
	million yen	million yen	%
As of December 31, 2024	3,249,980	1,638,479	49.0
As of March 31, 2024	2,980,127	1,604,992	52.9

<Reference> Shareholders' equity: As of December 31, 2024 1,590,878 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.

*Notes

1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024 : Yes
Newly included: 6 companies (Michigan Power MB, LLC, Osaka Gas ME Solar 2, LLC, OGIS Philippines, Inc., Himeji Power Trading GK, OGIS-RI SINGAPORE PTE. LTD., DJ RENEWABLES PTE. LTD.)
Excluded : 3 companies (PaletteCloud Inc., Kinpai Co., Ltd, Yellow Viking Development One, LLC)

(2) Adoption of special accounting treatments for quarterly consolidated financial statements: Adopted
(Note) For detailed information, please refer to "2. (3) Adoption of Special Accounting Treatments for Quarterly Consolidated Financial Statements" on Page 7 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 December 31, 2024	404,105,300 shares
		As of March 31, 2024	409,912,100 shares
(ii) Number of treasury shares at the end of each period:		As of December 31, 2024	3,702,118 shares
		As of March 31, 2024	966,125 shares
(iii) Average number of shares during each period:		Nine months ended December 31, 2024	404,916,993 shares
		Nine months ended December 31, 2023	415,125,330 shares

*Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

*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 2 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 February 3, 2025.
Immediately after the briefing, the presentation materials and contents will be made available on the Company's website.

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1. Overview of Quarterly Consolidated Financial Results

(1) Consolidated Operating Results

(Overview of Quarterly Operating Results)

Consolidated net sales for the nine months ended December 31, 2024 decreased by ¥66.0 billion year-on-year to ¥1,444.1 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, despite an increase in electricity sales volume in the Domestic Energy Business. Consolidated ordinary profit decreased by ¥49.0 billion year-on-year to ¥125.5 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 ¥35.5 billion year-on-year to ¥90.8 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	1,444.1	-66.0	-4.4
Cost of sales	1,172.8	-32.8	-2.7
Selling, general and administrative expenses	171.7	+8.0	+4.9
Operating profit	99.5	-41.1	-29.3
Ordinary profit	125.5	-49.0	-28.1
Profit attributable to owners of parent	90.8	-35.5	-28.1

(Quarterly Domestic Gas Sales Breakdown)

		Nine months ended December 31, 2024	YoY Changes rate (%)
Gas sales volume (million m^3)	Residential	996	-4.6
	Non-residential, etc.	3,656	+0.8
	Total	4,652	-0.4
Number of gas supply (thousands)		5,095	+1.1

[45MJ/m^3]

(Quarterly Domestic Electricity Sales Breakdown)

		Nine months ended December 31, 2024	YoY Changes rate (%)
Electricity sales volume (GWh)	Retail	5,261	+9.0
	Wholesale, etc.	6,513	+10.7
	Total	11,774	+9.9
Number of low-voltage electricity supply (thousands)		1,888	+4.3

(2) Consolidated Financial Position

Total assets as of December 31, 2024 increased by ¥269.8 billion compared with March 31, 2024 to ¥3,249.9 billion. This was primarily due to an increase in cash and deposits resulting from the issuance of bonds and an increase in non-current assets resulting from progress of investment activities.

Net assets totaled ¥1,638.4 billion and the ratio of shareholders' equity to total assets was 49.0%.

(3) Forecasts of Consolidated Financial Results

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

Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheets

(million yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	77,668	166,194
Notes and accounts receivable - trade, and contract assets	270,527	267,870
Inventories	211,828	260,701
Other	203,604	227,435
Allowance for doubtful accounts	(1,148)	(1,148)
Total current assets	762,479	921,054
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	195,216	194,156
Machinery, equipment and vehicles, net	660,691	660,722
Land	242,068	262,930
Construction in progress	179,896	214,759
Other, net	27,071	27,249
Total property, plant and equipment	1,304,945	1,359,819
Intangible assets	109,243	102,854
Investments and other assets		
Investment securities	538,803	573,335
Other	265,466	293,730
Allowance for doubtful accounts	(811)	(814)
Total investments and other assets	803,458	866,251
Total non-current assets	2,217,647	2,328,926
Total assets	2,980,127	3,249,980

(million yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	82,907	101,970
Other	311,029	479,117
Total current liabilities	393,936	581,088
Non-current liabilities		
Bonds payable	459,999	500,999
Long-term borrowings	354,588	356,627
Retirement benefit liability	19,611	18,476
Other	146,999	154,309
Total non-current liabilities	981,198	1,030,412
Total liabilities	1,375,135	1,611,500
Net assets		
Shareholders' equity		
Share capital	132,166	132,166
Capital surplus	19,056	19,902
Retained earnings	1,097,883	1,129,488
Treasury shares	(2,746)	(12,118)
Total shareholders' equity	1,246,360	1,269,439
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	87,899	76,796
Deferred gains or losses on hedges	61,656	69,050
Revaluation reserve for land	(2,395)	(2,395)
Foreign currency translation adjustment	140,583	138,859
Remeasurements of defined benefit plans	43,407	39,127
Total accumulated other comprehensive income	331,152	321,439
Non-controlling interests	27,479	47,600
Total net assets	1,604,992	1,638,479
Total liabilities and net assets	2,980,127	3,249,980

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

(million yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	1,510,147	1,444,131
Cost of sales	1,205,712	1,172,874
Gross profit	304,434	271,256
Selling, general and administrative expenses	163,742	171,749
Operating profit	140,692	99,507
Non-operating income		
Interest income	7,247	8,430
Dividend income	3,568	6,609
Share of profit of entities accounted for using equity method	20,553	19,262
Other	17,983	10,825
Total non-operating income	49,352	45,128
Non-operating expenses		
Interest expenses	10,691	11,445
Other	4,781	7,663
Total non-operating expenses	15,473	19,109
Ordinary profit	174,571	125,526
Profit before income taxes	174,571	125,526
Income taxes	47,387	34,740
Profit	127,183	90,785
Profit (loss) attributable to non-controlling interests	777	(97)
Profit attributable to owners of parent	126,405	90,882

Quarterly Consolidated Statements of Comprehensive Income

(million yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	127,183	90,785
Other comprehensive income		
Valuation difference on available-for-sale securities	7,603	(11,227)
Deferred gains or losses on hedges	29,790	5,438
Foreign currency translation adjustment	70,546	(3,411)
Remeasurements of defined benefit plans	(5,224)	(4,289)
Share of other comprehensive income of entities accounted for using equity method	8,409	2,076
Total other comprehensive income	111,124	(11,414)
Comprehensive income	238,307	79,371
(Breakdown)		
Comprehensive income attributable to owners of parent	237,272	81,169
Comprehensive income attributable to non-controlling interests	1,035	(1,798)

(3) Notes to the Quarterly Consolidated Financial Statements

(Going Concern Assumption)

Not applicable

(Significant Changes in the Value of Shareholders' Equity)

Nine months ended December 31, 2024 (April 1, 2024 - December 31, 2024)

Not applicable

(Adoption of Special Accounting Treatments for Quarterly 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 third quarter 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)

I. Nine months ended December 31, 2023 (April 1, 2023 - December 31, 2023)

1.Net sales and profit (loss) for each reportable segment

(million yen)

	Domestic Energy	International Energy	Life & Business Solutions	Total	Adjustments (Note 1)	Consolidated (Note 2)
Net sales	1,283,004	79,737	200,409	1,563,151	(53,003)	1,510,147
Segment profit						
Operating profit	77,017	37,443	24,106	138,567	2,124	140,692
Share of profit of entities accounted for using equity method	3,007	17,545	-	20,553	-	20,553
Total	80,025	54,988	24,106	159,120	2,124	161,245

Notes: 1. Adjustments primarily represent the elimination of intersegment transactions.
2. Segment profit (loss) is aligned with the operating profit (loss) on the quarterly consolidated statements of income by adjusting the share of profit (loss) of entities accounted for using equity method.

2. Information on impairment losses for non-current assets and goodwill, etc. for each reportable segment

Not applicable

II. Nine months ended December 31, 2024 (April 1, 2024 - December 31, 2024)

1.Net sales and profit (loss) for each reportable segment

(million yen)

	Domestic Energy	International Energy	Life & Business Solutions	Total	Adjustments (Note 1)	Consolidated (Note 2)
Net sales	1,206,062	91,692	200,089	1,497,844	(53,713)	1,444,131
Segment profit						
Operating profit	36,789	37,050	21,602	95,442	4,064	99,507
Share of profit of entities accounted for using equity method	1,279	17,982	-	19,262	-	19,262
Total	38,069	55,032	21,602	114,704	4,064	118,769

Notes: 1. Adjustments primarily represent the elimination of intersegment transactions.
2. Segment profit (loss) is aligned with the operating profit (loss) on the quarterly consolidated statements of income by adjusting the share of profit (loss) of entities accounted for using equity method.

2. Information on impairment losses for non-current assets and goodwill, etc. for each reportable segment

Not applicable

(Notes on Quarterly Consolidated Statements of Cash Flows)

No quarterly consolidated statement of cash flows for the nine months ended December 31, 2024 is prepared. The following outlines depreciation (including amortization expenses of intangible assets, other than goodwill) for the nine months ended December 31, 2024.

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Depreciation	86,455 million yen	94,691 million yen