

## 5 Others Segment

**Each business segment acts independently to add to the overall capabilities of the Osaka Gas Group through synergies and mutually beneficial relationships.**

### Information-related Service Operations: OGIS-RI Group

The OGIS-RI Group comprises four companies, including the Osaka Gas Information System Research Institute Co., Ltd. (hereinafter "OGIS-RI") With its roots in the Information System Department of Osaka Gas, OGIS-RI provides a wide spectrum of information-related services, including system design, consulting, development, operation, and maintenance. The company's object-oriented programming technology, which is essential to the efficient development of advanced systems, is among the most advanced in Japan.

All four companies are consolidated subsidiaries: OGIS-RI, OGIS International, Inc., Ube Information Systems, Inc., and System Answer Inc. In fiscal 2006, revenues of the OGIS-RI Group increased due to orders for information system development from outside the Osaka Gas Group.

OGIS-RI plans to increase sales to customers outside the Group, mainly in its areas of core competence, object-oriented programming and UML. Another area being tapped for revenue growth is strategic alliances, including M&A strategies. In addition, OGIS-RI is seeking to solidify its reputation in the market as a total solution provider.



### Carbon Materials and Chemical Products: Osaka Gas Chemicals Group

The Osaka Gas Chemicals Group comprises eight companies. The group draws on the accumulated carbon-related technology of the Osaka Gas Group to promote sales of various industrial

products. The Group provides a variety of chemical products derived from coal tar and crude benzene, such as protective and preservative coating materials for wood and other materials. In the carbon material field, the Group manufactures and sells electrode materials for lithium-ion batteries used in cellular phones, activated carbon fiber cartridges and the activated carbon itself for household water purifiers. The fine materials manufactured and sold by the group include high-performance materials for optical equipment.

Five of the companies in the Osaka Gas Chemicals Group are consolidated subsidiaries, including Osaka Gas Chemicals Co., Ltd., and Japan EnviroChemicals, Ltd. In April 2005, Osaka Gas Chemicals acquired major stakes in Japan EnviroChemicals and four other companies. Japan EnviroChemicals is one of the leading manufacturers in Japan of activated carbon and preservative coating materials, including wood protective coating materials. In fiscal 2006, the acquisition of Japan EnviroChemicals and the hike in market prices for coke and benzene supported sales growth by Osaka Chemicals Group.

In its business strategies, the Osaka Chemicals Group endeavors to build its activated carbon and other carbon material business by combining the technological ability and know-how of Osaka Gas Chemicals and Japan EnviroChemicals and by focusing on such growth businesses as electrode materials and fine materials to expand the scope of its business.



The wood structures of Shuri Castle in Okinawa Prefecture are coated with high-performance wood preservative manufactured by Japan EnviroChemicals, Ltd.

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### Other Operations: OG Capital Group

The OG Capital Group consists of 18 companies that engage in a wide array of activities related to engineering, security, sports, services for the elderly, and other services. The group's activities include security-related services such as the Internet home security I-rusu, provided by Osaka Gas Security Service Co., Ltd., and it operates a fitness business, managing sports facilities, including the COSPA fitness centers, through OG Sports Co., Ltd.

All 18 companies are consolidated subsidiaries. In fiscal 2006, sales of the OG Capital Group expanded on the strength of increased construction projects completed in the engineering business operated by Osaka Gas Engineering Co., Ltd., expansion of the fitness business, and growth in the regional information business run by L-NET Co., Ltd. On March 31, 2006, OG Capital Co., Ltd. sold a portion of its stake in Homepro Co. Ltd., which provides intermediary services for home renovation.

For the future, the OG Capital Group intends to further reorganize its diverse businesses through a selective and concentrated investment strategy. Through this process, the group plans to increase revenues by actively investing business resources in potential growth fields, such as the fitness and security businesses.



I-rusu enables use of a mobile phone to control or check on lighting, underfloor heating, hot water supply and other home utilities. (Osaka Gas Security Service Co., Ltd.)



Health Spa Banpaku Oyuba (OUD Co., Ltd.)



Planet Work Co., Ltd. plans lavish weddings on behalf of its customers.