

# Consolidated Financial Highlights

Osaka Gas Co., Ltd. and Consolidated Subsidiaries

	Millions of yen		Thousands of U.S. dollars
	2013.3	2014.3	2014.3
<b>Financial Data</b>			
Net sales	¥1,380,060	<b>¥1,512,581</b>	<b>\$14,696,667</b> 1
Operating income	84,773	<b>99,381</b>	<b>965,614</b> 2
Income before income taxes and minority interests	84,630	<b>81,874</b>	<b>795,511</b>
Net income	52,467	<b>41,725</b>	<b>405,411</b> 3
Capital expenditure	112,987	<b>124,146</b>	<b>1,206,237</b> 4
Depreciation and amortization	82,818	<b>83,806</b>	<b>814,282</b>
R&D expenses	10,875	<b>11,793</b>	<b>114,584</b>
Total assets	1,566,899	<b>1,668,317</b>	<b>16,209,842</b>
Equity	747,802	<b>798,964</b>	<b>7,762,961</b> 5
Interest-bearing liabilities	540,199	<b>573,586</b>	<b>5,573,124</b>
Cash flows from operating activities	129,597	<b>154,225</b>	<b>1,498,493</b>
Cash flows from investing activities	(116,791)	<b>(175,591)</b>	<b>(1,706,092)</b>
Cash flows from financing activities	(27,897)	<b>4,163</b>	<b>40,448</b>
Number of shares issued and outstanding (thousands)	2,083,400	<b>2,083,400</b>	—
<b>Per Share Data</b> (yen and U.S. dollars)			
Earnings per share (EPS)	¥ 25.20	<b>¥ 20.04</b>	<b>\$ 0.194</b>
Book value per share (BPS)	359.16	<b>383.90</b>	<b>3.730</b>
Annual dividends	8.50	<b>9.00</b>	<b>0.087</b>
<b>Key Ratios</b>			
Net worth / Total assets	47.7%	<b>47.9%</b>	—
Debt equity ratio (times)	0.72	<b>0.72</b>	—
Interest coverage ratio (times)	15.4	<b>18.0</b>	—
Return on assets (ROA)	3.4%	<b>2.6%</b>	—
Return on equity (ROE)	7.3%	<b>5.4%</b>	—
<b>Gas sales volume</b> (million m <sup>3</sup> )	8,534	<b>8,554</b>	— 6
<b>Number of meters installed</b> (thousands)	7,114	<b>7,164</b>	—
<b>Number of employees</b>	19,870	<b>21,250</b>	—

## Notes:

1. The translation of Japanese yen amounts into U.S. dollar amounts is based on the prevailing exchange rate at March 31, 2014, which was ¥102.92 to U.S.\$1.0.

2. Debt equity ratio = Interest-bearing liabilities / Equity (as of the end of the fiscal years ended March 31)

3. Interest coverage ratio = Cash flows from operating activities / Interest expenses

4. Return on assets (ROA) = Net income / Total assets (average)

5. Return on equity (ROE) = Net income / Average equity

6. Figures in the financial data are rounded down.

**1 Net Sales**

Net sales increased compared with the previous period. This was largely attributable to the upswing in gas sales prices in line with higher LNG prices.

**2 Operating Income**

Operating income improved compared with the previous period. In addition to a decrease in operating expenses in the gas business, this improvement was mainly due to the increase in income from the Electric Power Business.

**3 Net Income**

Net income decreased compared with the previous period owing primarily to the recording of impairment losses in upstream businesses in the United States.

**4 Capital Expenditure**

Capital expenditure was up year on year. During the period under review, the Osaka Gas Group undertook investments in overseas upstream business as well as the construction of LNG carriers.

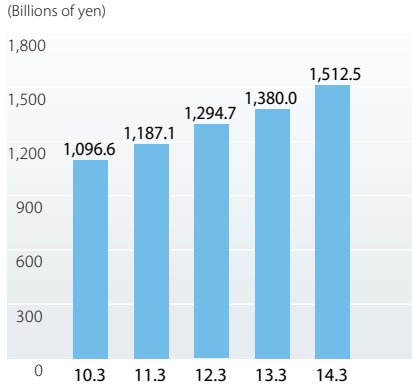
**5 Equity**

Equity climbed compared with the previous period. This largely reflected increases in retained earnings as well as foreign currency translation adjustments.

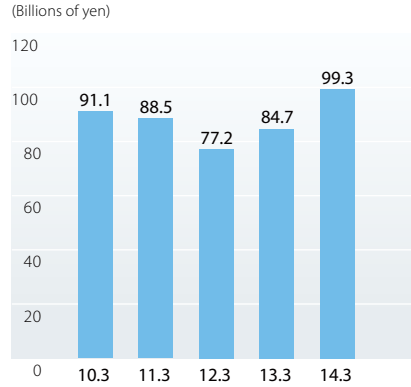
**6 Gas Sales Volume**

In overall terms, gas sales volumes were unchanged from the previous period. Gas sales volumes for residential use declined year on year due to the upward trend in air and water temperatures. In commercial, public and medical fields, gas sales volumes were stagnant. Gas sales volumes for industrial use, on the other hand, increased compared with the previous period on the back of such factors as successful effort to stimulate new demand.

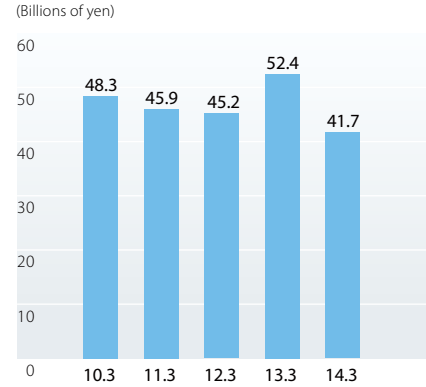
### Net Sales



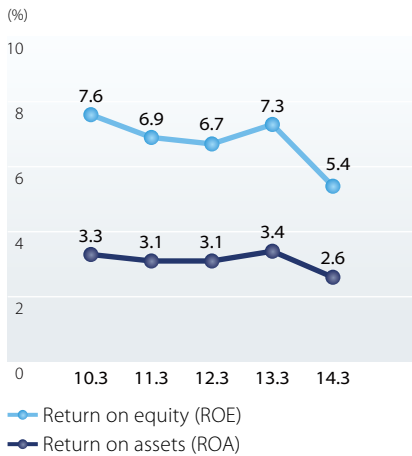
### Operating Income



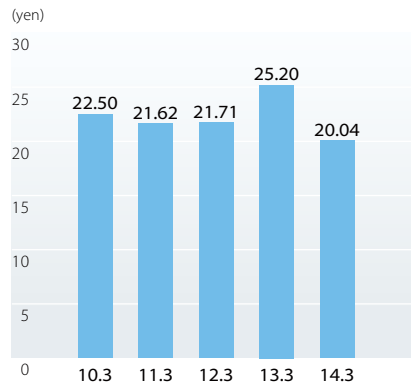
### Net Income



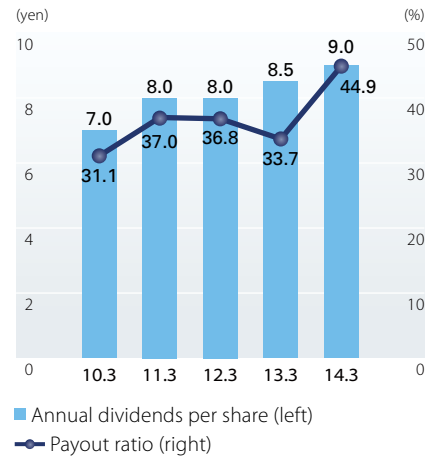
### Return on Equity (ROE) Return on Assets (ROA)



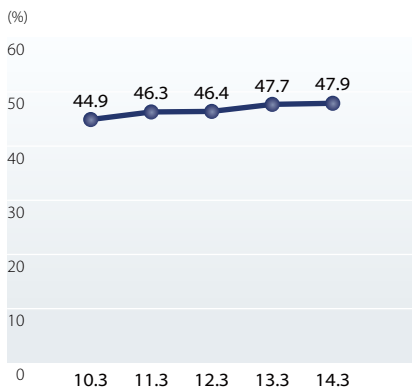
### Earnings per Share (EPS)



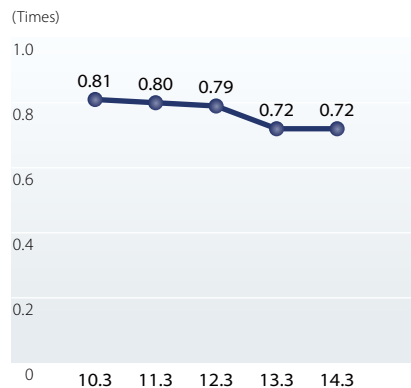
### Annual Dividends per Share Payout Ratio



### Net Worth / Total Assets



### Debt Equity Ratio



### Credit Ratings

(As of March 31, 2014)

Credit rating agency	Long-term bond	Domestic commercial paper
R&I	AA+	a-1+
Moody's	Aa3	—
Standard & Poor's	AA-	A-1+