

March 11, 2015

### **Revision in Forecasts of Dividends and Operating Results**

Osaka Gas Co., Ltd. is pleased to announce that the Board of Directors has resolved on distributing the commemorative dividend as follows in the board meeting held on March 11, 2015. Accordingly, the dividend forecasts for the fiscal year ending March 2015 have been revised.

In addition, Company has revised the result forecast for the fiscal year ending March 2015.

#### ● Revision of year-end dividend forecasts

##### 1. Reason for revising of the year-end dividend forecasts

In commemoration of the 110<sup>th</sup> anniversary of Osaka Gas foundation as of October 19, 2015 and in deep gratitude for the long-standing support of our shareholders, we have decided to distribute 0.5 yen per share of a commemorative dividend in the year-end dividend for the year ending March 2015, the interim dividend and year-end dividend for the year ending March 2016.

Accordingly, we have revised the annual dividend forecast for the year ending March 31, 2015, to 9.5 yen including the interim dividend of 4.5 yen (ordinary dividend 9 yen, commemorative dividend 0.5 yen).

##### 2. Revision to dividend forecast for FY2015.3

	Dividend per share		
	September 30	March 31	Total
Previous forecast announced on 1/29/2015		4.50 yen	9.00 yen
Revised forecast		5.00 yen 4.50 yen: ordinary dividend 0.50 yen: commemorative dividend	9.50 yen 9.00 yen: ordinary dividend 0.50 yen: commemorative dividend
Result of FY2015.3	4.50 yen		
Result of FY2014.3	4.50 yen	4.50 yen	9.00 yen

● Revision of Forecasts

1. Revision of forecast for the full fiscal year ending March 2015

(April 1, 2014 - March 31, 2015)

[Consolidated]

(million yen, %)

	Net sales	Operating income	Ordinary income	Net income	Earning per share (yen)
Previous forecast (A)	1,581,500	98,000	100,000	74,000	35.56
<b>Revised forecast (B)</b>	<b>1,535,500</b>	<b>103,000</b>	<b>103,000</b>	<b>71,500</b>	<b>34.36</b>
Change (B-A)	-46,000	+5,000	+3,000	-2,500	---
Rate of change (%)	-2.9	+5.1	+3.0	-3.4	---
Result of FY2014.3	1,512,581	99,381	106,044	41,725	20.04

[Non-Consolidated]

(million yen, %)

	Net sales	Operating income	Ordinary income	Net income	Earning per share (yen)
Previous forecast (A)	1,277,000	62,000	67,500	57,000	27.39
<b>Revised forecast (B)</b>	<b>1,254,500</b>	<b>80,000</b>	<b>87,000</b>	<b>69,000</b>	<b>33.16</b>
Change (B-A)	-22,500	+18,000	+19,500	+12,000	---
Rate of change (%)	-1.8	+29.0	+28.9	+21.1	---
Result of FY2014.3	1,221,846	60,740	69,196	24,942	11.98

2. Reasons for revising result forecast for the fiscal year ending March 2015

In light of the recent trend of the company's performance, we have revised the consolidated and non-consolidated earnings forecasts for the fiscal year ending March 2015. Due to the increased gas gross margin affected by the lower-than-expected crude oil price since October, we expect that non-consolidated operating income, ordinary income and net income will exceed the previous forecasts. Meanwhile the consolidated net income is expected to fall below the previous forecasts due to the influence of accounting review in the investment project of the affiliated company.

Please note the following assumption of crude oil price and exchange rate.

(Reference) Assumptions (March 1 - 31, 2015)

Crude Oil Price (All Japan CIF Price) at \$55/barrel

Exchange rate (TTM rate) at ¥120/\$

Cautionary statement

The above forecasts and projections have been made based on the available information at the time of disclosure and are subject to change due to various factors.

(Reference) Projections for the Full Fiscal Year Ending March 31, 2016

(April 1, 2015 - March 31, 2016)

(million yen)

	Net sales	Operating income	Ordinary income	Net income	Earning per share (yen)
Full year	1,368,500	113,500	110,000	73,500	35.32

(Reference) Assumptions of crude oil price and exchange rate

(April 1, 2015 - March 31, 2016)

	1 <sup>st</sup> Q	2 <sup>nd</sup> Q	3 <sup>rd</sup> Q	4 <sup>th</sup> Q	Average of full year
Crude Oil Price (All Japan CIF Price) \$/barrel	55	65	70	70	65
Exchange rate (TTM rate) ¥/\$	120				120