

Operating Results for the First Quarter of the Fiscal Year Ending March 31, 2025 (207th Term)

July 29, 2024

Osaka Gas Co., Ltd.

1. Operating Results (April 1, 2024 – June 30, 2024)

(1) Overview of Operating Results

Consolidated net sales for the three months ended June 30, 2024 decreased year-on-year primarily due to the lower unit selling price of city gas under the raw material cost adjustment system in the Domestic Energy Business. Consolidated ordinary profit decreased due to the contraction of the 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.

(*) 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 cost adjustment system and the fuel cost adjustment system, which causes a temporary increase/decrease in profit.

[billion yen]

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent
Consolidated	470.9 (-8.1%) [512.6, -41.6]	28.7 (-61.0%) [73.6, -44.9]	43.6 (-47.2%) [82.6, -38.9]	30.7 (-49.2%) [60.5, -29.7]

The figures in [] brackets in each box represent actual results for and differences from the same period of the previous fiscal year. The percentage figures in () parentheses in each box represent the changes from the same period of the previous fiscal year.

(2) Overview by Segment

Segment profit of “Domestic Energy” decreased primarily due to the contraction of the positive impact of a time lag between fluctuations in raw material costs, etc. and their reflection in the unit selling prices. Segment profit of “International Energy” increased primarily due to the foreign exchange effects of the weaker yen. Segment profit of “Life & Business Solutions” was generally on par with the same period of the previous fiscal year because although profit increased in the Materials Solutions Business, profit decreased in the Information Solutions Business and other areas.

[billion yen]

	Net sales	Segment profit (Note)
Domestic Energy	395.7 (-11.0%) [444.6, -48.9]	12.9 (-77.7%) [58.1, -45.1]
International Energy	25.5 (+15.8%) [22.0, +3.4]	17.5 (+26.6%) [13.8, +3.6]
Life & Business Solutions	63.0 (+6.7%) [59.0, +3.9]	5.1 (+4.9%) [4.9, +0.2]

(Note) Segment profit: Operating profit + Share of profit of entities accounted for using equity method.

The figures in [] brackets in each box represent actual results for and differences from the same period of the previous fiscal year. The percentage figures in () parentheses in each box represent the changes from the same period of the previous fiscal year.

(3) Domestic Gas Sales Breakdown

Consolidated domestic gas sales [45MJ/m³] decreased year-on-year. Sales volume of residential gas decreased from the level of the same period of the previous fiscal year primarily due to high air and water temperatures. Sales volume of non-residential gas decreased year-on-year primarily due to a decrease in operation of specific customers' facilities.

Consolidated number of gas supply (thousands)	5,084 (+1.2%)
Consolidated gas sales volume (million m ³)	1,463 (-4.7%)
Residential	344 (-8.5%)
Non-residential	1,119 (-3.5%)

The percentage figures in () parentheses in each box represent the changes from the same period of the previous fiscal year.

(4) Domestic Electricity Sales Breakdown

Sales volume of domestic electricity increased from the same period of the previous fiscal year due to increases in both the retail and wholesale sales volumes.

Number of low-voltage electricity supply (thousands)	1,848 (+6.0%)
Electricity sales volume (million kWh)	3,131 (+9.5%)
Retail	1,343 (+5.6%)
Wholesale, etc.	1,788 (+12.6%)

The percentage figures in () parentheses in each box represent the changes from the same period of the previous fiscal year.

2. Forecast for the Fiscal Year Ending March 31, 2025

There are no changes from the financial results forecasts announced on May 8, 2024.

[billion yen]

	Consolidated
Net sales	1,986.0 (-4.7%)
Operating profit	123.5 (-28.4%)
Ordinary profit	153.0 (-32.5%)
Profit attributable to owners of parent	112.0 (-15.6%)

The percentage figures in () parentheses in each box represent the changes from the fiscal year ended March 31, 2024.

(Reference) Assumptions for the crude oil price and exchange rate (April 1, 2024 - March 31, 2025)

Crude oil price (All Japan CIF price) at 75 USD/bbl

Exchange rate (TTM) at 145 JPY/USD