

## Consolidated Financial Results for the Three Months Ended June 30, 2023 (1Q FY2023)

### Toho Gas Co., Ltd.

Code No.: 9533 (URL <https://www.tohogas.co.jp/>) Shares listed on:  
 Representative: Nobuyuki Masuda, Representative Director, President Tokyo Stock Exchange, Nagoya Stock Exchange  
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 Date of filing quarterly financial report: August 10, 2023  
 Commencement of dividend payments: -  
 Quarterly earnings supplementary explanatory documents: Yes  
 Quarterly earnings presentation: Yes (for institutional investors)

(Rounded down to the nearest million yen)

### 1. Consolidated Results for the Three Months Ended June 30, 2023

(1) Consolidated business results (Percentage figures indicate the percentage change on the results for the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)
April 1 – June 30, 2023	155,275	7.4	23,622	81.4	25,683	79.6	18,597	80.2
April 1 – June 30, 2022	144,515	40.6	13,022	103.0	14,297	91.2	10,321	93.9

Note: Comprehensive income 1st Quarter ended June 2023: ¥26,668 million (123.6%), 1st Quarter ended June 2022: ¥11,925 million (47.8%)

	Net income per share	Diluted earnings per share
	(Unit: yen)	(Unit: yen)
April 1 – June 30, 2023	176.91	-
April 1 – June 30, 2022	98.21	-

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	(Unit: million yen)	(Unit: million yen)	(%)
1st Quarter ended June 2023	694,004	426,016	61.4
FY2022 ended March 2023	693,519	402,502	58.0

Reference: Net assets (excluding minority interests)

1st Quarter ended June 2023: ¥426,016 million, FY2022 ended March 2023: ¥402,502 million

### 2. Dividends

	Dividend per share				
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	End of 4th Quarter	Total
	(Unit: yen)	(Unit: yen)	(Unit: yen)	(Unit: yen)	(Unit: yen)
FY2022 ended March 2023	-	30.00	-	30.00	60.00
FY2023 ending March 2024	-				
FY2023 ending March 2024 (forecasts)		30.00	-	30.00	60.00

Notes: Revision of previously announced dividend forecasts: No

### 3. Consolidated Results Forecasts for the fiscal Year Ending March 2024 (April 1, 2023 - March 31, 2024)

(Percentage figures indicate the percentage change on the results for the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: yen)
Full term	670,000	-5.1	22,000	-49.7	26,000	-46.0	18,000	-46.6	171.23

Note: Revision of previously announced forecasts during this period: No

#### \*Notes

(1) Changes in significant consolidated subsidiaries: No

(2) Application of accounting treatment peculiar to quarterly consolidated financial statement preparation: Yes\*

\* For details, please refer to “3. Notes about Consolidated Statements (Application of accounting treatment specific to the preparation of quarterly consolidated financial statements)” on page 6.

(3) Changes in accounting treatment principles, changes in accounting estimates, and retrospective restatements

- Changes accompanied by reform of accounting standards: No
- Other changes: No
- Changes in accounting estimates: No
- Retrospective restatements: No

(4) Number of outstanding shares (common stock)

Number of outstanding shares at the end of the term (Inclusive of treasury stock)	1st Quarter ended June 2023	105,256,285 shares	FY2022 ended March 2023	105,256,285 shares
Number of treasury stock at the end of the term	1st Quarter ended June 2023	136,436 shares	FY2022 ended March 2023	135,913 shares
Average number of outstanding shares during the term	1st Quarter ended June 2023	105,119,957 shares	1st Quarter ended June 2022	105,100,666 shares

\* This report of consolidated financial results is not subject to audit.

\* Notes on proper use of forecasts and other matters

The forecasts in this document are based on the information available at the time of the release of this document. Due to various factors, the actual result may vary from the forecast data.

## <Consolidated Financial Statements and Main Notes>

### 1. Consolidated balance sheet

(Unit: million yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Noncurrent assets		
Property, plant and equipment		
Production facilities	59,734	58,743
Distribution facilities	135,897	143,964
Service and maintenance facilities	31,106	30,380
Other facilities	47,797	46,900
Construction in progress	29,864	21,076
Total property, plant and equipment	304,400	301,065
Intangible assets		
Other	12,937	13,403
Total intangible assets	12,937	13,403
Investments and other assets		
Investment securities	129,425	142,352
Net defined benefit asset	26,346	26,532
Other	31,406	31,337
Allowance for doubtful accounts	-75	-89
Total investments and other assets	187,101	200,132
Total noncurrent assets	504,439	514,602
Current assets		
Cash and deposits	34,013	30,302
Trade notes and accounts receivable and contract assets	87,750	64,791
Securities	-	20,000
Inventories	37,549	33,482
Other	30,623	31,581
Allowance for doubtful accounts	-857	-756
Total current assets	189,079	179,402
Total assets	693,519	694,004

(Unit: million yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Noncurrent liabilities		
Bonds payable	67,500	67,500
Long-term loans payable	47,962	48,185
Provision for gas holder repairs	1,000	1,014
Reserve for safety measures	21,628	20,920
Provision for gas appliance warranties	1,964	1,902
Net defined benefit liability	5,942	6,021
Other	12,868	15,893
Total noncurrent liabilities	158,867	161,437
Current liabilities		
Current portion of noncurrent liabilities	24,306	24,245
Notes and accounts payable-trade	40,400	33,107
Short-term loans payable	2,680	2,680
Income taxes payable	15,016	7,069
Other	49,745	39,448
Total current liabilities	132,148	106,550
Total liabilities	291,016	267,988
Net assets		
Shareholders' equity		
Capital stock	33,072	33,072
Capital surplus	8,387	8,387
Retained earnings	295,428	310,872
Treasury stock	-435	-436
Total shareholders' equity	336,453	351,895
Other comprehensive income		
Valuation difference on available-for-sale securities	44,071	52,194
Deferred gains or losses on hedges	3,184	2,753
Foreign currency translation adjustment	7,582	8,200
Remeasurements of defined benefit plans	11,210	10,971
Total other comprehensive income	66,049	74,120
Total net assets	402,502	426,016
Total liabilities and net assets	693,519	694,004

## 2. Consolidated statements of income and comprehensive income

### Consolidated statements of income for the Three Months

(Unit: million yen)

	1 <sup>st</sup> Quarter of FY2022 (April – June 2022)	1 <sup>st</sup> Quarter of FY2023 (April – June 2023)
Net sales	144,515	155,275
Cost of sales	100,739	101,462
Gross profit	43,776	53,813
Selling, general and administrative expenses	30,753	30,190
Operating income	13,022	23,622
Non-operating income		
Interest income	70	203
Dividend income	1,163	1,189
Rent income	109	96
Miscellaneous revenues	287	875
Total non-operating income	1,630	2,365
Non-operating expenses		
Interest expense	210	202
Amortization of bond issuance cost	80	-
Miscellaneous expenses	63	100
Total non-operating expenses	355	303
Ordinary income	14,297	25,683
Income before income taxes	14,297	25,683
Income taxes	3,976	7,086
Net income	10,321	18,597
Net income attributable to owners of the parent	10,321	18,597

### Consolidated statements of comprehensive income for the Three Months

(Unit: million yen)

	1 <sup>st</sup> Quarter of FY2022 (April – June 2022)	1 <sup>st</sup> Quarter of FY2023 (April – June 2023)
Net income	10,321	18,597
Other comprehensive income		
Valuation difference on available-for-sale securities	-3,403	8,123
Deferred gains or losses on hedges	3,505	-432
Foreign currency translation adjustment	1,240	11
Remeasurements of defined benefit plans	-206	-397
Share of other comprehensive income of entities accounted for using equity method	467	766
Total other comprehensive income	1,603	8,071
Comprehensive income	11,925	26,668
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	11,925	26,668
Comprehensive income attributable to non-controlling interests	-	-

### 3. Notes about Consolidated Statements

- Note of going concerns' premise: No

- Significant change in shareholders' equity: No

- Application of accounting treatment specific to the preparation of quarterly consolidated financial statements

#### Calculation of tax costs

Tax expenses are calculated by multiplying the quarterly net income before tax adjustment by the estimated effective tax rate for the current consolidated fiscal year.

The amount of corporate tax adjustment is included in Income taxes.

#### - Segment information

Segment information by category of business

Three months ended June 30, 2022 (April – June 2022)

(Unit: million yen)

	Business segment reported				Other (Note.1)	Total	Adjustments (Note.2)	Consolidated statements of income (Note.3)
	Gas	LPG and other Energies	Electricity	Total				
Net sales								
(1) External customers	93,104	25,855	18,730	137,690	6,824	144,515	-	144,515
(2) Intersegment	1,076	465	85	1,626	4,164	5,790	-5,790	-
Total	94,181	26,320	18,815	139,317	10,988	150,306	-5,790	144,515
Segment income	11,425	245	17	11,688	993	12,681	340	13,022

Notes: 1. The "Other" segment incorporates operations not included in reported segment, including LNG processing under contract, leasing of buildings, engineering of gas production plants, comprehensive utility service business, sales of housing equipment, data processing services, other leasing business, development of and investment in natural gas resources, etc.

2. The "Adjustments" column in "Segment income" (340 million yen) denotes eliminations of intersegment transactions.

3. Segment income in the table above is reconciled to operating income on the quarterly consolidated statements of income.

Three months ended June 30, 2023 (April – June 2023)

(Unit: million yen)

	Business segment reported				Other (Note.1)	Total	Adjustments (Note.2)	Consolidated statements of income (Note.3)
	Gas	LPG and other Energies	Electricity	Total				
Net sales								
(1) External customers	106,922	23,352	17,145	147,421	7,853	155,275	-	155,275
(2) Intersegment	1,163	343	87	1,594	4,692	6,286	-6,286	-
Total	108,086	23,695	17,233	149,015	12,546	161,562	-6,286	155,275
Segment income	20,609	1,105	181	21,896	1,305	23,202	419	23,622

Notes: 1. The "Other" segment incorporates operations not included in reported segment, including LNG processing under contract, leasing of buildings, engineering of gas production plants, comprehensive utility service business, sales of housing equipment, data processing services, other leasing business, development of and investment in natural gas resources, etc.

2. The "Adjustments" column in "Segment income" (419 million yen) denotes eliminations of intersegment transactions.

3. Segment income in the table above is reconciled to operating income on the quarterly consolidated statements of income.