

**FY2010 ended March 2011**  
**Consolidated Results Bulletin**  
**Toho Gas Co., Ltd.**

April 28, 2011

Code No.: 9533 (URL <http://www.tohogas.co.jp/>)

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Date of regular general meeting of stockholders: June 24, 2011

Date of submission of financial report: June 27, 2011

Quarterly earnings supplementary explanatory documents: Yes

Quarterly earnings presentation: Yes (for institutional investors)

**Shares listed on:**

Tokyo Stock Exchange, Osaka Securities Exchange,  
 Nagoya Stock Exchange

Commencement of dividend payments: June 27, 2011

(Rounded down to the nearest million yen)

**1. Consolidated Results for FY2010 (April 1, 2010 - March 31, 2011)**

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

	Sales		Operating income		Ordinary income		Net income	
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)
FY2010 ended March 2011	436,825	6.1	23,906	34.2	24,334	40.2	14,491	32.0
FY2009 ended March 2010	411,524	-13.3	17,819	63.6	17,351	52.6	10,976	89.0

Note: Comprehensive income FY2010 ended March 2011: ¥6,027 million (-73.5%), FY2009 ended March 2010: ¥22,783 million

	Net earnings per share	Diluted earnings per share	Return on equity	Return on assets	Operating income ratio
	(Unit: yen)	(Unit: yen)	(%)	(%)	(%)
FY2010 ended March 2011	26.22	-	6.6	4.9	5.5
FY2009 ended March 2010	19.68	-	5.1	3.4	4.3

Note: Profit or loss on investment accounted for by equity method: FY2010 ended March 2011: None FY2009 ended March 2010: None

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Book-value per share
	(Unit: million yen)	(Unit: million yen)	(%)	(Unit: yen)
FY2010 ended March 2011	495,626	221,501	44.7	402.25
FY2009 ended March 2010	506,724	220,937	43.6	399.37

Note: Net assets (excluding minority interests) FY2010 ended March 2011: ¥221,425 million FY2009 ended March 2010: ¥220,854 million

(3) Consolidated cash flow

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investment activities	Net cash provided by (used in) financing activities	Balance of cash and cash equivalents as of end of term
	(Unit: million yen)	(Unit: million yen)	(Unit: million yen)	(Unit: million yen)
FY2010 ended March 2011	53,929	-33,844	-15,183	21,806
FY2009 ended March 2010	77,279	-43,989	-29,858	16,904

**2. Dividends**

	Dividend per share					Total dividends (Annual)	Dividend payout ratio (Consolidated)	Dividend rate for net assets (Consolidated)
	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)	(Unit: million yen)	(%)	(%)
FY2009 ended March 2010	-	4.00	-	4.00	8.00	4,449	40.7	2.1
FY2010 ended March 2011	-	4.00	-	4.00	8.00	4,413	30.5	2.0
FY2011 ending March 2012 (forecast)	-	4.00	-	4.00	8.00		55.1	

### 3. Consolidated Results Forecast for the Year Ending March 2012(April 1, 2011- March 31, 2012)

	Sales		Operating income		Ordinary income		Net income		Net earnings per share
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: yen)
Mid-term	205,000	2.1	-5,000	-	-5,000	-	-3,000	-	-5.45
Full term	480,000	9.9	13,000	-45.6	13,000	-46.6	8,000	-44.8	14.53

Note: (Mid-term) Percentage figures indicate the percentage change on the interim results for the previous year

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

### 4. Other

(1) Change in significant subsidiaries and affiliates: No

(2) Changes in accounting treatment principles, procedures and expressions related to consolidated financial statement preparation (entries of changes in material matters that are basic to preparation of consolidated financial statements)

-Changes accompanied by reform of accounting standards: Yes

\*Application of accounting standard for asset retirement obligations

Beginning in this consolidated accounting year, "Accounting Standard for Asset Retirement Obligations"(ASBJ Statement No.18 of March 31,2008) and the "Guidance on Accounting Standard for Asset Retirement Obligations" (ASBJ Guidance No.21 of March 31,2008) are applied.

There is no impact on incomes from this change.

\*Additional information

Beginning in this consolidated accounting year, "Accounting Standard for Presentation of Comprehensive Income "(ASBJ Statement No.25 of June 30,2010) is applied.

\* Reserve for safety measures

We provide an allowance for replacement of gas appliances and pipelines by estimating future expenditures, and charging them to income to promote the replacement of old gas appliances with new ones that have safety devices and to replace the aged gray cast iron pipes and white galvanized branch pipes and pipes of important buildings for security reasons.

(Additional information)

We decided to revise the replacement plan of gas pipelines according to the latest information that Cabinet Office announced the formulating the new outline of earthquake countermeasures.

As a result, we provided an additional allowance for replacement of gas appliances and pipelines by estimating future expenditures of ¥7,936million. Therefore, operating income, ordinary income, and net income before adjustment for tax declined by ¥7,936 million.

-Other Changes: No

(3) Number of outstanding shares (common stock)

Number of outstanding shares at the end of the term (Inclusive of treasury stock)	FY2010 ended March 2011	553,037,689 shares	FY2009 ended March 2010	559,792,197 shares
Number of treasury stock at the end of the term	FY2010 ended March 2011	2,563,343 shares	FY2009 ended March 2010	6,780,784 shares
Average number of outstanding shares during the term	FY2010 ended March 2011	552,755,381 shares	FY2009 ended March 2010	557,887,176 shares

## Reference: Non-Consolidated Results Bulletin

### 1. Results for FY2010 (April 1, 2010 - March 31, 2011)

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

	Sales		Operating income		Ordinary income		Net income	
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)
FY2010 ended March 2011	376,175	5.8	19,696	50.4	21,663	53.7	13,341	44.9
FY2009 ended March 2010	355,452	-13.1	13,099	99.4	14,096	74.2	9,206	104.1

	Net earnings per share	Diluted earnings per share
	(Unit: yen)	(Unit: yen)
FY2010 ended March 2011	24.14	-
FY2009 ended March 2010	16.50	-

(2) Financial position

	Total assets	Net assets	Equity ratio	Book-value per share
	(Unit: million yen)	(Unit: million yen)	(%)	(Unit: yen)
FY2010 ended March 2011	433,804	186,271	42.9	338.38
FY2009 ended March 2010	442,023	186,262	42.1	336.81

Note: Net assets FY2010 ended March 2011: ¥ 186,271 million FY2009 ended March 2010: ¥ 186,262 million

### 2. Results Forecast for the Year Ending March 2011 (April 1, 2011- March 31, 2012)

	Sales		Operating income		Ordinary income		Net income		Net earnings per share
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: yen)
Mid-term	175,000	1.7	-5,000	-	-5,000	-	-3,000	-	-5.45
Full term	420,000	11.6	10,000	-49.2	10,000	-53.8	6,000	-55.0	10.90

Note: (Mid-term) Percentage figures indicate the percentage change on the interim results for the previous year

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

\* The above forecast was 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 Statements>****1. Consolidated balance sheet**

(Unit: million yen)

	FY2009 (Ended Mar. 31, 2010)	FY2010 (Ended Mar. 31, 2011)
Assets		
Noncurrent assets		
Property, plant and equipment		
Production facilities	69,422	65,135
Distribution facilities	176,760	176,120
Service and maintenance facilities	29,004	28,613
Other facilities	31,993	31,069
Construction in progress	21,248	19,298
Total property, plant and equipment	328,429	320,236
Intangible assets		
Other	2,980	2,178
Total intangible assets	2,980	2,178
Investments and other assets		
Investment securities	58,942	50,559
Deferred tax assets	9,124	14,201
Other	7,310	6,886
Allowance for doubtful accounts	-138	-20
Total investments and other assets	75,239	71,627
Total noncurrent assets	406,649	394,042
Current assets		
Cash and deposits	17,157	22,058
Notes and accounts receivable-trade	42,133	44,644
Inventories	17,841	19,616
Deferred tax assets	9,604	7,239
Other	12,392	7,543
Allowance for doubtful accounts	-245	-274
Total current assets	98,884	100,826
Deferred assets		
Development expenses	1,190	757
Total deferred assets	1,190	757
Total assets	506,724	495,626

(Unit: million yen)

	FY2009 (Ended Mar. 31, 2010)	FY2010 (Ended Mar. 31, 2011)
<b>Liabilities</b>		
<b>Noncurrent liabilities</b>		
Bonds payable	99,991	79,992
Long-term loans payable	26,984	37,608
Deferred tax liabilities	904	640
Provision for retirement benefits	20,016	20,342
Provision for gas holder repairs	1,651	1,671
Reserve for safety measures	7,139	12,991
Long-term deposits received	7,932	4,595
Other	6,863	6,209
<b>Total noncurrent liabilities</b>	<b>171,484</b>	<b>164,052</b>
<b>Current liabilities</b>		
Current portion of noncurrent liabilities	22,326	26,121
Notes and accounts payable-trade	30,896	24,343
Short-term loans payable	13,867	13,150
Income taxes payable	5,205	8,750
Other	41,277	37,195
<b>Total current liabilities</b>	<b>113,572</b>	<b>109,560</b>
<b>Provision</b>		
Provision for conversion of heating value of supplied gas	729	512
<b>Total provision</b>	<b>729</b>	<b>512</b>
<b>Total liabilities</b>	<b>285,787</b>	<b>274,125</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	33,072	33,072
Capital surplus	8,387	8,387
Retained earnings	157,709	164,361
Treasury stock	-3,429	-1,053
<b>Total shareholders' equity</b>	<b>195,740</b>	<b>204,768</b>
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	21,816	16,900
Deferred gains or losses on hedges	3,298	-242
<b>Total Other comprehensive income</b>	<b>25,114</b>	<b>16,657</b>
<b>Minority interests</b>	<b>82</b>	<b>75</b>
<b>Total net assets</b>	<b>220,937</b>	<b>221,501</b>
<b>Total liabilities and net assets</b>	<b>506,724</b>	<b>495,626</b>

**2. Consolidated statements of income**

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Net sales	411,524	436,825
Cost of sales	246,621	261,071
Gross profit	164,903	175,754
Selling, general and administrative expenses	147,084	151,847
Operating income	17,819	23,906
Non-operating income		
Interest income	23	8
Dividend income	974	998
Rent income	598	566
Miscellaneous income	1,071	1,282
Total non-operating income	2,667	2,855
Non-operating expenses		
Interest expenses	2,388	2,061
Miscellaneous expenses	746	366
Total non-operating expenses	3,135	2,427
Ordinary income	17,351	24,334
Extraordinary loss		
Loss on valuation of investment securities	-	1,066
Total extraordinary loss	-	1,066
Income before income taxes	17,351	23,268
Income taxes-current	6,531	7,240
Income taxes-deferred	-143	1,542
Total income taxes	6,388	8,782
Income before minority interests	-	14,485
Minority interests in net income (loss)	-13	-6
Net income	10,976	14,491

**3. Statements of comprehensive income**

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Income before minority interests	-	14,485
Other comprehensive income		
Valuation difference on available-for-sale securities	-	-4,916
Deferred gains or losses on hedges	-	-3,541
Other comprehensive income	-	-8,457
Comprehensive income	-	6,027
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	-	6,034
Comprehensive income attributable to minority interests	-	-6

**4. Consolidated statement of changes in net assets**

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	33,072	33,072
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	33,072	33,072
Capital surplus		
Balance at the end of previous period	8,387	8,387
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	8,387	8,387
Retained earnings		
Balance at the end of previous period	151,156	157,709
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	10,976	14,491
Disposal of treasury stock	-2	-0
Retirement Of Treasury Stock CS	-	-3,414
Change of scope of consolidation	52	-
Total changes of items during the period	6,552	6,652
Balance at the end of period	157,709	164,361
Treasury stock		
Balance at the end of previous period	-258	-3,429
Changes of items during the period		
Purchase of treasury stock	-3,186	-1,045
Disposal of treasury stock	16	6
Retirement Of Treasury Stock CS	-	3,414
Total changes of items during the period	-3,170	2,375
Balance at the end of period	-3,429	-1,053
Total shareholders' equity		
Balance at the end of previous period	192,357	195,740
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	10,976	14,491
Purchase of treasury stock	-3,186	-1,045
Disposal of treasury stock	14	6
Retirement Of Treasury Stock CS	-	-
Change of scope of consolidation	52	-
Total changes of items during the period	3,382	9,028
Balance at the end of period	195,740	204,768

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	15,874	21,816
Changes of items during the period		
Net changes of items other than shareholders' equity	5,941	-4,915
Total changes of items during the period	5,941	-4,915
Balance at the end of period	21,816	16,900
Deferred gains or losses on hedges		
Balance at the end of previous period	-2,579	3,298
Changes of items during the period		
Net changes of items other than shareholders' equity	5,877	-3,541
Total changes of items during the period	5,877	-3,541
Balance at the end of period	3,298	-242
Total Other comprehensive income		
Balance at the end of previous period	13,295	25,114
Changes of items during the period		
Net changes of items other than shareholders' equity	11,819	-8,457
Total changes of items during the period	11,819	-8,457
Balance at the end of period	25,114	16,657
Minority interests		
Balance at the end of previous period	95	82
Changes of items during the period		
Net changes of items other than shareholders' equity	-12	-7
Total changes of items during the period	-12	-7
Balance at the end of period	82	75
Total net assets		
Balance at the end of previous period	205,748	220,937
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	10,976	14,491
Purchase of treasury stock	-3,186	-1,045
Disposal of treasury stock	14	6
Retirement Of Treasury Stock CS	-	-
Change of scope of consolidation	52	-
Net changes of items other than shareholders' equity	11,806	-8,464
Total changes of items during the period	15,189	563
Balance at the end of period	220,937	221,501



**5. Consolidated statement of cash flows**

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Net cash provided by (used in) operating activities		
Income before income taxes	17,351	23,268
Depreciation and amortization	61,157	40,573
Loss on valuation of investment securities	-	1,066
Increase (decrease) in provision	-1,901	5,892
Increase (decrease) in notes and accounts receivable-trade	4,734	-2,510
Increase (decrease) in inventories	-1,760	-1,774
Decrease (increase) in notes and accounts payable-trade	589	-6,550
Income taxes paid	-9,932	-3,888
Other	7,040	-2,145
Net cash provided by (used in) operating activities	77,279	53,929
Net cash provided by (used in) investment activities		
Purchases of noncurrent assets	-43,672	-33,259
Proceeds from sale of noncurrent assets	36	145
Purchase of investment securities	-611	-50
Proceeds from sale of investment securities	2	0
Other	254	-680
Net cash provided by (used in) investment activities	-43,989	-33,844
Net cash provided by (used in) financing activities		
Net decrease (increase) in short-term loans payable	-42	-717
Proceeds from long-term loans payable	1,600	13,445
Repayment of long-term loans payable	-10,370	-9,041
Redemption of bonds	-10,000	-10,000
Payments for long-term deposits received	-3,361	-3,353
Purchase of treasury stock	-3,186	-1,045
Cash dividends paid	-4,468	-4,422
Other	-29	-47
Net cash provided by (used in) financing activities	-29,858	-15,183
Net increase (decrease) in cash and cash equivalents	3,430	4,902
Cash and cash equivalents at beginning of term	13,208	16,904
Increase in cash and cash equivalents from newly consolidated subsidiary	265	-
Cash and cash equivalents at end of term	16,904	21,806

## 6. Notes about Consolidated Statements

### (1) Statements of comprehensive income

FY2009 (Apr.2009- Mar. 2010)

Comprehensive income

Comprehensive income attributable to owners of the parent	22,796 million yen
<u>Comprehensive income attributable to minority interests</u>	<u>-12 million yen</u>
Total	22,783 million yen

FY2009 (Apr.2009- Mar. 2010)

Other comprehensive income

Valuation difference on available-for-sale securities	5,942 million yen
<u>Deferred gains or losses on hedges</u>	<u>5,877 million yen</u>
Total	11,820 million yen

### (2) Segment information

Segment information by category of business

FY2009 (Apr.2009- Mar. 2010)

(Unit : million yen)

	Gas sales	Gas appliance Sales and related construction	LPG sales	Other	Total	Elimination or corporate	Consolidated
Sales and operating income and loss							
Sales							
(1)Outside customers	292,893	34,031	52,483	32,116	411,524	-	411,524
(2)Inter segment	66	1,785	910	17,400	20,163	(20,163)	-
Total	292,959	35,816	53,394	49,517	431,688	(20,163)	411,524
Operating costs and expenses	281,827	34,855	52,240	45,937	414,860	(21,154)	393,705
Operating income(loss)	11,132	961	1,154	3,579	16,827	991	17,819
Assets, depreciation expenses and capital expenditures							
Assets	369,026	11,597	36,101	50,659	467,385	39,339	506,724
Depreciation expenses	57,132	162	1,687	2,241	61,223	(65)	61,157
Capital expenditures	38,883	168	2,475	1,253	42,781	(142)	42,638

Note: Classification of business categories and main products in each category of business

Business categories are classified by aggregate sale category in accordance with the Gas Business Accounting Regulations.

Business categories	Main products/services
Gas sales	Gas
Gas appliance sales and related construction	Gas appliances and related construction
LPG sales	LPG and LPG appliances
Other	District heating and cooling, LNG processing under contract, Petroleum products, Lease of buildings, Data processing services, Design and construction, Leasing

Note: Main assets included in "Elimination or corporate" are long-term investment (Investment securities) of Gas companies

Segment information by location

Not applicable due to absence of overseas consolidated subsidiaries.

Overseas sales

Not applicable due to absence of overseas sales.

Segment information

#### Additional information

Beginning in this consolidated accounting year, "Revised Accounting Standard for Disclosures about Segments of an Enterprise and Related information"(ASBJ Statement No.17 of March 27,2009) and "Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related information(ASBJ Guidance No.20 of March 21,2008) are applied.

FY2009 (Apr.2009- Mar. 2010)

(Unit : million yen)

	Business segment reported				Other (Note.2)	Total	Adjustments (Note.3)	Consolidated statements (Note.4)
	Gas sales	Gas appliance and related construction	LPG and other Energies (Note.1)	Total				
Sales								
(1)Outside customers	292,893	34,031	63,165	390,090	21,434	411,524	-	411,524
(2)Inter segment	66	1,785	1,270	3,122	16,750	19,872	-19,872	-
Total	292,959	35,816	64,436	393,213	38,184	431,297	-19,872	411,524
Segment income (loss)	11,132	961	1,527	13,621	3,205	16,826	992	17,819
Segment assets	369,026	11,597	42,594	423,218	44,443	467,661	39,062	506,724
Other								
Depreciation expenses	57,132	162	2,407	59,702	1,522	61,224	-66	61,157
Capital expenditures	38,883	168	2,775	41,827	953	42,781	-142	42,638

Notes: 1. "LPG and other Energies" includes LPG sales, LPG appliance sales, LNG sales, District heating and cooling, and sales of Cokes and Petroleum products.

2. "Other" segment incorporates operations not included in business segment reported, including LNG processing under contract, Lease of buildings, Data processing services, Design and construction, Leasing.

3. Adjustments of segment income (992million yen) refers to elimination of inter-segment transactions.

4. Operating income for segment is adjusted on operating income on the quarterly consolidated statement of income.

FY2010 (Apr.2010- Mar. 2011)

(Unit : million yen)

	Business segment reported				Other (Note.2)	Total	Adjustments (Note.3)	Consolidated statements (Note.4)
	Gas sales	Gas appliance and related construction	LPG and other Energies (Note.1)	Total				
Sales								
(1)Outside customers	311,806	31,562	72,654	416,023	20,802	436,825	-	436,825
(2)Inter segment	74	1,945	1,044	3,064	16,078	19,142	-19,142	-
Total	311,881	33,507	73,698	419,087	36,881	455,968	-19,142	436,825
Segment income (loss)	17,630	719	1,792	20,142	2,418	22,561	1,345	23,906
Segment assets	367,302	11,273	43,888	422,464	44,099	466,563	29,062	495,626
Other								
Depreciation expenses	36,645	146	2,415	39,207	1,428	40,636	-63	40,573
Capital expenditures	29,447	143	1,919	31,510	946	32,457	-	32,457

Notes: 1. "LPG and other Energies" includes LPG sales, LPG appliance sales, LNG sales, District heating and cooling, and sales of Cokes and Petroleum products.

2. "Other" segment incorporates operations not included in business segment reported, including LNG processing under contract, Lease of buildings, Data processing services, Design and construction, Leasing.

3. Adjustments of segment income (1,345million yen) refers to elimination of inter-segment transactions.

4. Operating income for segment is adjusted on operating income on the quarterly consolidated statement of income.

<Non-Consolidated Statements>

1. Balance sheet

(Unit: million yen)

	FY2009 (Ended Mar. 31, 2010)	FY2010 (Ended Mar. 31, 2011)
Assets		
Noncurrent assets		
Property, plant and equipment		
Production facilities	69,521	65,230
Distribution facilities	173,881	173,425
Service and maintenance facilities	28,861	28,455
Facilities for incidental businesses	3,977	3,637
Construction in progress	21,161	19,166
Total property, plant and equipment	297,403	289,915
Intangible assets		
Leasehold right	534	404
Goodwill	862	574
Other Intangible assets	327	283
Total intangible assets	1,724	1,262
Investments and other assets		
Investment securities	50,389	42,981
Investments in subsidiaries and affiliates	12,200	11,767
Long-term prepaid expenses	4	63
Deferred tax assets	6,701	11,817
Other investments and other assets	610	632
Allowance for doubtful accounts	-15	-15
Total investments and other assets	69,890	67,246
Total noncurrent assets	369,018	358,424
Current assets		
Cash and deposits	9,265	16,962
Notes receivable-trade	1,082	878
Accounts receivable-trade	27,250	28,986
Accounts receivable from subsidiaries and affiliates-trade	4,535	5,189
Accounts receivable-other	2,228	1,840
Finished goods	57	32
Raw materials	10,370	11,577
Supplies	3,240	2,501
Advance payments	69	43
Prepaid expenses	238	275
Short-term receivables from subsidiaries and affiliates	310	274
Deferred tax assets	8,813	6,368
Derivatives	5,072	-
Other current assets	579	595
Allowances for doubtful accounts	-110	-145
Total current assets	73,004	75,379
Total assets	442,023	433,804

(Unit: million yen)

	FY2009 (Ended Mar. 31, 2010)	FY2010 (Ended Mar. 31, 2011)
<b>Liabilities</b>		
<b>Noncurrent liabilities</b>		
Bonds payable	99,991	79,992
Long-term loans payable	22,614	33,417
Long-term debt to subsidiaries and affiliates	66	4,633
Provision for retirement benefits	15,986	16,225
Provision for gas holder repairs	1,608	1,622
Reserve for safety measures	6,691	12,892
Long-term deposits received	6,921	3,599
In-house Long-term deposits received	5,916	5,775
Other noncurrent liabilities	174	148
<b>Total noncurrent liabilities</b>	<b>159,970</b>	<b>158,306</b>
<b>Current liabilities</b>		
Current portion of noncurrent liabilities	21,007	24,669
Notes payable-trade	173	209
Accounts payable-trade	24,857	17,882
Short-term loans payable	427	-
Accounts payable-other	12,493	10,045
Accrued expenses	15,678	13,734
Income taxes payable	4,453	7,843
Advances received	2,959	2,590
Deposits received	707	739
Short-term debt to subsidiaries and affiliates	9,944	7,860
Provision for directors' bonuses	50	50
Other current liabilities	3,036	3,600
<b>Total current liabilities</b>	<b>95,789</b>	<b>89,226</b>
<b>Total liabilities</b>	<b>255,760</b>	<b>247,532</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	33,072	33,072
Capital surplus		
Legal capital surplus	8,027	8,027
Total capital surplus	8,027	8,027
Retained earnings		
Legal retained earnings	8,779	8,779
Other retained earnings		
Reserve for advanced depreciation of noncurrent assets	310	306
Reserve for depreciation of specified gas pipeline construction	12	8
Reserve for adjustment of cost fluctuations	23,000	23,000
General reserve	52,703	52,703
Retained earnings brought forward	40,917	46,427
Total retained earnings	125,722	131,224
Treasury stock	-3,429	-1,053
<b>Total shareholders' equity</b>	<b>163,393</b>	<b>171,271</b>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	19,569	15,242
Deferred gains or losses on hedges	3,298	-242
<b>Total valuation and translation adjustments</b>	<b>22,868</b>	<b>15,000</b>
<b>Total net assets</b>	<b>186,262</b>	<b>186,271</b>
<b>Total liabilities and net assets</b>	<b>442,023</b>	<b>433,804</b>

## 2. Statement of income

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Net sales		
Gas sales	289,795	307,913
Cost of sales		
Beginning inventories	44	57
Cost of products manufactured	155,910	163,202
Purchase of finished goods	0	0
Costs of gas for own use	875	919
Ending inventories	57	32
Total cost of sales	155,022	162,308
Gross profit	134,773	145,604
Selling, general and administrative expenses		
Supply and sales expenses	97,055	105,406
General and administrative expenses	26,512	22,643
Total Selling, general and administrative expenses	123,568	128,050
Income on core business	11,204	17,554
Miscellaneous operating revenue		
Revenue from installation work	9,666	7,789
Revenue from gas appliance sales	22,744	22,710
Other miscellaneous operating revenue	802	681
Total miscellaneous operating revenue	33,213	31,180
Miscellaneous operating expenses		
Expenses of installation work	9,576	7,861
Expenses of gas appliance sales	22,012	21,795
Total miscellaneous operating expenses	31,588	29,657
Revenue for incidental businesses		
Revenue from LNG sales	3,667	3,856
Revenue from other incidental businesses	28,776	33,224
Total revenue for incidental businesses	32,443	37,081
Expenses for incidental businesses		
Expenses for LNG sales	3,418	3,439
Expenses for other incidental businesses	28,755	33,023
Total expenses for incidental businesses	32,174	36,463
Operating income	13,099	19,696
Non-operating income		
Interest income	9	2
Interest on securities	10	0
Dividends income	815	898
Dividends from subsidiaries and affiliates	647	652
Rent income	1,652	1,694
Miscellaneous income	660	961
Total non-operating income	3,797	4,210
Non-operating expenses		
Interest expenses	518	482
Interest on bonds	1,778	1,526
Miscellaneous expenses	502	234
Total non-operating expenses	2,799	2,243
Ordinary income	14,096	21,663
Extraordinary losses		
Loss on valuation of investment securities	-	1,016
Total extraordinary losses	-	1,016
Income before income taxes	14,096	20,646
Income taxes	5,316	5,867
Income taxes-deferred	-425	1,438
Total income taxes	4,890	7,305
Net income	9,206	13,341

### 3. Statement of changes in net assets

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	33,072	33,072
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	33,072	33,072
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	8,027	8,027
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	8,027	8,027
Total capital surplus		
Balance at the end of previous period	8,027	8,027
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	8,027	8,027
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	8,779	8,779
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	8,779	8,779
Other retained earnings		
Reserve for advanced depreciation of noncurrent assets		
Balance at the end of previous period	314	310
Changes of items during the period		
Reversal of reserve for advanced depreciation of noncurrent assets	-4	-3
Total changes of items during the period	-4	-3
Balance at the end of period	310	306
Reserve for depreciation of specified gas pipeline construction		
Balance at the end of previous period	52	12
Changes of items during the period		
Reversal of reserve for depreciation of specified gas pipeline construction	-40	-4
Total changes of items during the period	-40	-4
Balance at the end of period	12	8
Reserve for adjustment of cost fluctuations		
Balance at the end of previous period	23,000	23,000
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	23,000	23,000

(Unit: million yen)

	FY2009 (Apr.2009 -Mar. 2010)	FY2010 (Apr.2010 -Mar. 2011)
General reserve		
Balance at the end of previous period	52,703	52,703
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of period	52,703	52,703
Retained earnings brought forward		
Balance at the end of previous period	36,143	40,917
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	9,206	13,341
Reversal of reserve for advanced depreciation of noncurrent assets	4	3
Reversal of reserve for depreciation of specified gas pipeline construction	40	4
Disposal of treasury stock	-2	-0
Retirement Of Treasury Stock CS	-	-3,414
Total changes of items during the period	4,774	5,509
Balance at the end of period	40,917	46,427
Total retained earnings		
Balance at the end of previous period	120,992	125,722
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	9,206	13,341
Reversal of reserve for advanced depreciation of noncurrent assets	-	-
Reversal of reserve for depreciation of specified gas pipeline construction	-	-
Disposal of treasury stock	-2	-0
Retirement Of Treasury Stock CS	-	-3,414
Total changes of items during the period	4,730	5,501
Balance at the end of period	125,722	131,224
Treasury stock		
Balance at the end of previous period	-258	-3,429
Changes of items during the period		
Purchase of treasury stock	-3,186	-1,045
Disposal of treasury stock	16	6
Retirement Of Treasury Stock CS	-	-3,414
Total changes of items during the period	-3,170	2,375
Balance at the end of period	-3,429	-1,053
Total shareholders' equity		
Balance at the end of previous period	161,834	163,393
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	9,206	13,341
Purchase of treasury stock	-3,186	-1,045
Disposal of treasury stock	14	6
Retirement Of Treasury Stock CS	-	-
Total changes of items during the period	1,559	7,877
Balance at the end of period	163,393	171,271



(Unit: million yen)

	FY2009 (Apr.2009-Mar. 2010)	FY2010 (Apr.2010-Mar. 2011)
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	13,997	19,569
Changes of items during the period		
Net changes of items other than shareholders' equity	5,572	-4,326
Total changes of items during the period	5,572	-4,326
Balance at the end of period	19,569	15,242
Deferred gains or losses on hedges		
Balance at the end of previous period	-2,579	3,298
Changes of items during the period		
Net changes of items other than shareholders' equity	5,877	-3,541
Total changes of items during the period	5,877	-3,541
Balance at the end of period	3,298	-242
Total valuation and translation adjustments		
Balance at the end of previous period	11,417	22,868
Changes of items during the period		
Net changes of items other than shareholders' equity	11,450	-7,868
Total changes of items during the period	11,450	-7,868
Balance at the end of period	22,868	15,000
Total net assets		
Balance at the end of previous period	173,252	186,262
Changes of items during the period		
Dividends from surplus	-4,474	-4,423
Net income	9,206	13,341
Purchase of treasury stock	-3,186	-1,045
Disposal of treasury stock	14	6
Net changes of items other than shareholders' equity	11,450	-7,868
Total changes of items during the period	13,010	9
Balance at the end of period	186,262	186,271