

**Announcement of Revision of Financial Forecasts**

Based on recent business results trends, Toho Gas Co., Ltd. has revised the financial forecasts which were released at the financial results announcement on July 28, 2016 as shown below.

**(Consolidated)**

## 1. Revisions of financial forecasts for the first half of FY2016 (April 1, 2016 – September 30, 2016)

	Sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
Previous forecasts (A) (Announced on July 28, 2016)	(Unit: million yen) 179,000	(Unit: million yen) 12,000	(Unit: million yen) 12,500	(Unit: million yen) 8,500	(Unit: yen) 15.79
Revised forecasts (B)	177,000	18,000	18,700	13,400	24.90
Change (B-A)	-2,000	6,000	6,200	4,900	—
Rate of change (%)	-1.1	50.0	49.6	57.6	—
<Reference>Results for previous year (Results ended September 2015)	237,273	39,745	40,296	28,994	53.50

**(Non-consolidated)**

## 2. Revisions of financial forecasts for the first half of FY2016 (April 1, 2016 – September 30, 2016)

	Sales	Operating income	Ordinary income	Net income	Net income per share
Previous forecasts (A) (Announced on July 28, 2016)	(Unit: million yen) 149,000	(Unit: million yen) 11,000	(Unit: million yen) 12,500	(Unit: million yen) 8,500	(Unit: yen) 15.79
Revised forecasts (B)	147,000	15,700	17,600	13,000	24.16
Change (B-A)	-2,000	4,700	5,100	4,500	—
Rate of change (%)	-1.3	42.7	40.8	52.9	—
<Reference>Results for previous year (Results ended September 2015)	205,734	37,780	39,248	28,494	52.58

## 3. Reasons

As for the consolidated and the non-consolidated financial forecasts for the first half of FY2016, we assume that incomes will increase from the previous forecasts, since raw material costs decreased due to a rise in the value of the yen as shown below (Reference), etc.

We will disclose the financial forecasts for full year of FY2016 at the announcement of financial results for the first half of FY2016.

## (Reference) Currency exchange rate

Result (July – Sept. 2016) : 102 yen/\$

Assumption for previous forecasts (July – Sept. 2016): 120 yen/\$

Note: The above forecasts are based on information available at the time of the release of this document.

Due to various factors, the actual result may vary from the forecast data.