

Evaluation and Commendation by External Organizations

Major ESG Assessments from External Organizations

FTSE4Good Index Series	Has been continuously selected as a constituent since 2022
FTSE Blossom Japan Index	Has been continuously selected as a constituent since 2022
FTSE Blossom Japan Sector Relative Index	Has been continuously selected as a constituent since 2022
MSCI Japan ESG Select Leaders Index*	Newly selected as constituent in 2024
MSCI Japan Empowering Women Index (WIN)*	Has been continuously selected as a constituent since 2017
Morningstar Japan ex-REIT Gender Diversity Tilt Index	Has been continuously selected as a constituent since 2023
S&P/JPX Carbon Efficient Index	Has been continuously selected as a constituent since 2018
SOMPO Sustainability Index	Has been continuously selected as a constituent since 2012
CDP Climate Change 2023	Toho Gas received an A rank evaluation (8 ranks from A to D-).

* MSCI ESG Indexes: THE INCLUSION OF TOHO GAS Co., Ltd. IN ANY MSCI INDEX, AND THE USE OF MSCI LOGOS, TRADEMARKS, SERVICE MARKS OR INDEX NAMES HEREIN, DO NOT CONSTITUTE A SPONSORSHIP, ENDORSEMENT OR PROMOTION OF TOHO GAS Co., Ltd. BY MSCI OR ANY OF ITS AFFILIATES. THE MSCI INDEXES ARE THE EXCLUSIVE PROPERTY OF MSCI. MSCI AND THE MSCI INDEX NAMES AND LOGOS ARE TRADEMARKS OR SERVICE MARKS OF MSCI OR ITS AFFILIATES.

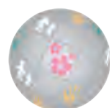
Certified Health & Productivity Management Outstanding Organization 2024	Certified in 2020
Ministry of Health, Labour and Welfare "Eruboshi" Certification for superior companies that promote women's advancement	Certified since 2021
Aichi Prefecture's "Aichi jousei kagayaki company"	Certified since 2023
Recognized by the Ministry of Health, Labour and Welfare with Kurumin Mark certification as a company that supports childcare	Certified since 2018
Recognized by the Ministry of Health, Labour and Welfare with Platinum Kurumin Mark certification as a company that supports childcare	Certified since 2023
A Family-Friendly Company certified by Aichi Prefecture	Certified since 2004
Childcare Support Company in Nagoya City	Certified since 2008
Aichi Prefecture's "Aichi Biodiversity Certified Company"	Certified since 2022
Energy Conservation Communication Ranking System city gas retailers FY2023	Received a five-star rating
Energy Conservation Communication Ranking System electric power retailers FY2023	Received a five-star rating

(Toho Gas Co., Ltd. unless otherwise noted)



**FTSE Blossom
Japan Index**

2024 CONSTITUENT MSCI NIHONKABU
ESG SELECT LEADERS INDEX



**FTSE Blossom
Japan Sector
Relative Index**

2024 CONSTITUENT MSCI JAPAN
EMPOWERING WOMEN INDEX (WIN)



Sompo Sustainability Index



Major External Awards

Award name	Recipient	Main sponsor	Awarded for	Joint award winner
FY2023 Technology Award	Toho Gas Co., Ltd.	Japan Gas Association	Commercialization of city gas/hydrogen biofuel burner (Model JSA-20S)	Nippon Furnace Co., Ltd.
FY2023 Bureau of Greenery and Civil Engineering Excellent Construction Contractor Award	Toho Gas Techno Co., Ltd.	Nagoya Bureau of Greenery and Civil Engineering	Pavement repair work on Iwatsuka Makino Line (Nakamura-1), pavement repair work (Nakamura-1), and traffic safety facility work (Nakamura-1) (five-day workweek)	—

Main Consolidated Financial Data (10 Years)

	FY2014	FY2015	FY2016	FY2017	FY2018
Net sales (million yen)	580,984	479,870	390,433	428,868	461,199
Operating income (million yen)	28,760	60,725	23,188	23,984	17,831
Ordinary income (million yen)	29,516	61,132	24,490	25,208	21,485
Net income attributable to owners of the parent (million yen)	19,053	43,008	17,749	18,022	14,820
Net cash provided by operating activities (million yen)	62,320	114,923	37,264	57,047	32,615
Free cash flow (million yen)	24,480	72,727	(20,703)	13,702	(7,396)
Total assets (million yen)	543,286	555,217	532,931	541,087	550,599
Equity capital (million yen)	282,827	285,186	306,801	326,279	327,339
ROA (%)	3.6	7.8	3.3	3.4	2.7
ROE (%)	7.2	15.1	6.0	5.7	4.5
Total asset turnover (times)	1.07	0.86	0.73	0.79	0.84
Equity ratio (%)	52.1	51.4	57.6	60.3	59.5
Interest-bearing debt (million yen)	149,703	127,163	114,954	112,199	127,298
D/E ratio	0.53	0.45	0.37	0.34	0.39
EPS (yen)	174.72	397.06	164.87	169.28	139.37
BPS (yen)	2,593.74	2,634.72	2,865.00	3,068.29	3,078.37
PER (times)	20.06	10.06	23.87	19.32	35.66
PBR (times)	1.35	1.52	1.37	1.07	1.61
Number of issued shares at the end of the term (excluding treasury stock) (thousand shares)	109,042	108,241	107,086	106,339	106,335
Dividend per share (yen)	47.5	50.0	50.0	52.5	55.0
Investments and loans (million yen)	36,570	40,101	49,298	39,629	34,610
Depreciation and amortization (million yen)	33,950	32,987	35,482	35,973	36,075

* Figures for number of issued shares at the end of the term and dividend per share are on an individual basis.

* Toho Gas consolidated its shares at the ratio of five shares to one share of common stock effective October 1, 2017. Accordingly, the dividend per share and the number of issued shares reflect the impact of the said consolidation of shares.

* The financial figures in this section are based on the securities report but have not been audited by an auditing firm or other auditing bodies.

* Investments and loans only includes capital investment amounts up to FY2020.

Main Consolidated Financial Data (10 Years)

FY2019	FY2020	FY2021	FY2022	FY2023	
485,623	434,776	515,313	706,073	632,985	Net sales (million yen)
21,351	13,515	17,858	43,743	33,597	Operating income (million yen)
24,763	16,622	21,912	48,171	40,797	Ordinary income (million yen)
16,266	8,592	15,459	33,721	27,304	Net income attributable to owners of the parent (million yen)
68,376	64,397	35,436	56,414	47,376	Net cash provided by operating activities (million yen)
25,426	23,424	(19,439)	3,979	5,298	Free cash flow (million yen)
564,756	601,835	655,593	693,519	734,524	Total assets (million yen)
322,768	359,492	382,751	402,502	456,852	Equity capital (million yen)
2.9	1.5	2.5	5.0	3.8	ROA (%)
5.0	2.5	4.2	8.6	6.4	ROE (%)
0.86	0.72	0.79	1.02	0.86	Total asset turnover (times)
57.2	59.7	58.4	58.0	62.2	Equity ratio (%)
128,495	129,922	140,830	146,683	140,522	Interest-bearing debt (million yen)
0.40	0.36	0.37	0.36	0.31	D/E ratio
153.62	81.37	146.66	320.80	259.71	EPS (yen)
3,056.42	3,404.33	3,641.75	3,828.97	4,345.14	BPS (yen)
31.90	83.94	18.58	7.68	13.34	PER (times)
1.60	2.01	0.75	0.64	0.80	PBR (times)
105,603	105,598	105,100	105,120	105,140	Number of issued shares at the end of the term (excluding treasury stock) (thousand shares)
55.0	55.0	57.5	60.0	70.0	Dividend per share (yen)
33,566	34,305	60,381	60,196	49,862	Investments and loans (million yen)
37,557	37,463	36,510	36,268	38,467	Depreciation and amortization (million yen)

ROA = Net income attributable to owners of the parent / Total assets (average during the term) × 100
 ROE = Net income attributable to owners of the parent / Equity capital (average during the term) × 100
 Total asset turnover = Net sales / Total assets (end of the term)
 Equity ratio = Equity capital / Total assets (end of the term) × 100
 D/E ratio = Interest-bearing debt outstanding / Equity capital (end of the term)

EPS = Net income attributable to owners of the parent related to common shares / Average number of common shares during the term
 BPS = Total net assets at the end of the term related to common shares / Number of issued common shares at the end of the term
 PER = Stock price at the end of the term / Net income per share
 PBR = Stock price at the end of the term / Net assets per share

Consolidated Balance Sheet

(million yen)

	End of FY2022 (March 31, 2023)	End of FY2023 (March 31, 2024)
Assets		
Non-current assets		
Property, plant and equipment		
Production facilities	59,734	57,215
Distribution facilities	135,897	146,890
Service and maintenance facilities	31,106	30,653
Other facilities	47,797	43,507
Construction in progress	29,864	19,517
Total property, plant and equipment	304,400	297,784
Intangible assets		
Other	12,937	14,681
Total intangible assets	12,937	14,681
Investments and other assets		
Investment securities	129,425	166,985
Long-term loans receivable	12,350	12,821
Net defined benefit asset	26,346	41,263
Deferred tax assets	2,567	2,431
Other	16,488	18,066
Allowance for doubtful accounts	(75)	(77)
Total investments and other assets	187,101	241,491
Total non-current assets	504,439	553,957
Current assets		
Cash and deposits	34,013	29,774
Notes and accounts receivable - trade, and contract assets	87,750	84,409
Lease receivables and investment assets	15,092	16,688
Inventories	37,549	30,609
Other	15,530	19,868
Allowance for doubtful accounts	(857)	(783)
Total current assets	189,079	180,567
Total assets	693,519	734,524

(million yen)

	End of FY2022 (March 31, 2023)	End of FY2023 (March 31, 2024)
Liabilities		
Non-current liabilities		
Bonds payable	67,500	67,500
Long-term loans payable	47,962	60,283
Deferred tax liabilities	2,305	13,660
Provision for gas holder repairs	1,000	898
Provision for safety measures	21,628	21,665
Provision for gas appliance warranties	1,964	1,789
Net defined benefit liability	5,942	6,183
Other	10,563	12,644
Total non-current liabilities	158,867	184,626
Current liabilities		
Current portion of non-current liabilities	24,306	5,499
Notes and accounts payable-trade	40,400	35,588
Short-term loans payable	2,680	2,088
Income taxes payable	15,016	4,064
Other	49,745	45,805
Total current liabilities	132,148	93,045
Total liabilities	291,016	277,671
Net assets		
Shareholders' equity		
Capital stock	33,072	33,072
Capital surplus	8,387	8,387
Retained earnings	295,428	316,407
Treasury stock	(435)	(367)
Total shareholders' equity	336,453	357,499
Other comprehensive income		
Valuation difference on available-for-sale securities	44,071	65,966
Deferred gains or losses on hedges	3,184	2,889
Foreign currency translation adjustment	7,582	10,960
Remeasurements of defined benefit plans	11,210	19,535
Total other comprehensive income	66,049	99,352
Total net assets	402,502	456,852
Total liabilities and net assets	693,519	734,524

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(million yen)

	FY2022 (April 1, 2022 to March 31, 2023)	FY2023 (April 1, 2023 to March 31, 2024)
Net sales	706,073	632,985
Cost of sales	525,882	461,449
Gross profit	180,191	171,535
Selling, general and administrative expenses	136,447	137,938
Operating income	43,743	33,597
Non-operating income		
Interest income	499	971
Dividends income	2,331	2,640
Rent income	683	699
Gain on valuation of loans	—	904
Share of profit of investments accounted for using equity method	818	—
Miscellaneous income	2,350	3,419
Total non-operating income	6,683	8,636
Non-operating expenses		
Interest expenses	955	842
Loan modification loss	641	—
Miscellaneous expenses	658	592
Total non-operating expenses	2,255	1,435
Ordinary income	48,171	40,797
Extraordinary income		
Gain on sales of noncurrent assets	—	2,328
Gain on sales of investment securities	—	1,598
Total extraordinary income	—	3,927
Extraordinary loss		
Impairment loss	767	4,573
Total extraordinary loss	767	4,573
Income before income taxes	47,403	40,151
Income taxes-current	14,864	9,898
Income taxes for prior periods	—	2,018
Income taxes-deferred	(1,182)	930
Total income taxes	13,682	12,847
Net income	33,721	27,304
Net income attributable to owners of the parent	33,721	27,304

Consolidated Statements of Comprehensive Income

(million yen)

	FY2022 (April 1, 2022 to March 31, 2023)	FY2023 (April 1, 2023 to March 31, 2024)
Net income	33,721	27,304
Other comprehensive income		
Valuation difference on available-for-sale securities	340	21,895
Deferred gains or losses on hedges	(12,458)	(285)
Foreign currency translation adjustment	3,810	2,004
Remeasurements of defined benefit plans, net of tax	301	8,145
Share of other comprehensive income of entities accounted for using equity method	640	1,543
Total other comprehensive income	(7,366)	33,302
Comprehensive income	26,354	60,606
Comprehensive income attributable to		
Owners of the parent	26,354	60,606
Non-controlling interests	—	—

Consolidated Statements of Cash Flow

(million yen)

	FY2022 (April 1, 2022 to March 31, 2023)	FY2023 (April 1, 2023 to March 31, 2024)
Net cash provided by (used in) operating activities		
Income before income taxes	47,403	40,151
Depreciation and amortization	36,268	38,467
Impairment loss	767	4,573
Gain on sales of noncurrent assets	—	(2,328)
Gain on sales of investment securities	—	(1,598)
Increase (decrease) in provision	4,063	(310)
Interest and dividend income	(2,831)	(3,612)
Interest expenses	955	842
Decrease (increase) in notes and accounts receivable-trade	(14,637)	3,340
Decrease (increase) in inventories	(15,584)	6,939
Increase (decrease) in notes and accounts payable-trade	3,542	(4,827)
Other	1,002	(10,625)
Subtotal	60,951	71,012
Interest and dividend income received	2,829	4,032
Interest expenses paid	(894)	(858)
Income taxes paid	(6,471)	(26,809)
Net cash provided by (used in) operating activities	56,414	47,376
Net cash provided by (used in) investment activities		
Decrease (increase) in time deposits	(0)	(4,154)
Purchases of non-current assets	(39,729)	(37,535)
Proceeds from sales of non-current assets	228	3,186
Purchase of investment securities	(13,717)	(5,677)
Proceeds from sales of investment securities	42	2,034
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(655)	—
Collection of loans receivable	—	1,393
Other	1,396	(1,325)
Net cash provided by (used in) investment activities	(52,435)	(42,078)

(million yen)

	FY2022 (April 1, 2022 to March 31, 2023)	FY2023 (April 1, 2023 to March 31, 2024)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(435)	(592)
Proceeds from long-term loans payable	12,511	4,284
Repayment of long-term loans payable	(5,605)	(1,614)
Proceeds from issuance of bonds	27,378	—
Redemption of bonds	(30,000)	(10,000)
Purchase of treasury stock	(8)	(9)
Cash dividends paid	(6,305)	(6,305)
Other	(476)	(5)
Net cash provided by (used in) financing activities	(2,939)	(14,243)
Effect of exchange rate change on cash and cash equivalents	674	552
Net increase (decrease) in cash and cash equivalents	1,714	(8,393)
Cash and cash equivalents at beginning of term	32,110	33,825
Cash and cash equivalents at end of term	33,825	25,431

Stock Information

Stock Information

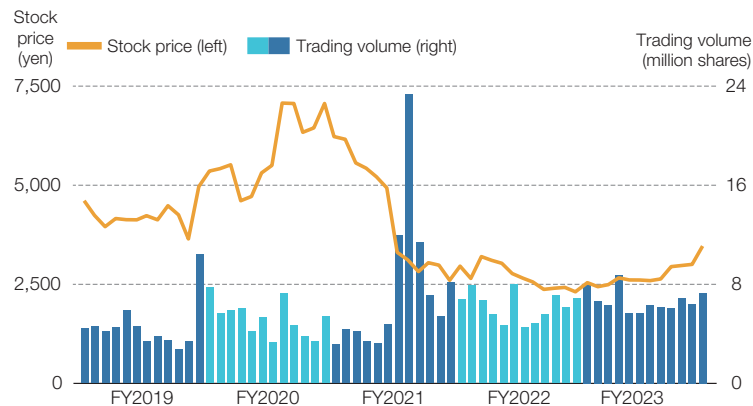
Securities code	9533
Fiscal year	April 1 to March 31 of the following year
Annual Shareholders Meeting	June every year
Stock exchange listing	Tokyo Stock Exchange Prime Market, Nagoya Stock Exchange Premier Market
Administrator of shareholders' register and special account management information	Mitsubishi UFJ Trust and Banking Corporation
Contact	Corporate Agency Division, Mitsubishi UFJ Trust and Banking Corporation; 1-1 Nikko-cho, Fuchu-shi, Tokyo, Japan
Number of shares per unit	100 shares
Number of shares authorized to be issued	160,000,000 shares
Number of shares issued	105,256,285 shares (including 115,320 treasury shares)
Number of shareholders	27,978

Major Shareholders

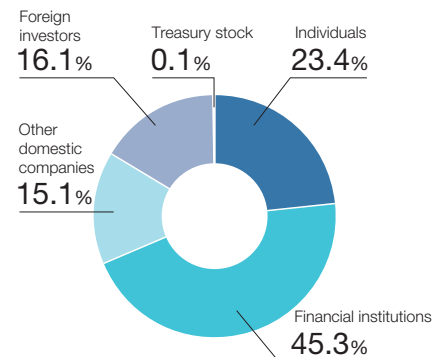
Name of shareholder	Number of shares held (thousand)	Shareholding ratio (%)
The Master Trust Bank of Japan, Ltd. (Trust a/c)	12,456	11.84
Nippon Life Insurance Company	5,506	5.23
Sumitomo Mitsui Banking Corporation	3,304	3.14
Custody Bank of Japan, Ltd. (Trust a/c)	3,206	3.05
MUFG Bank, Ltd.	2,872	2.73
Toho Gas Group Employees Shareholding Association	2,253	2.14
Aya Nomura	2,167	2.06
The Dai-ichi Life Insurance Company, Ltd.	1,885	1.79
Meiji Yasuda Life Insurance Company	1,841	1.75
Toho Gas Kyo-ei Shareholding Association	1,573	1.49

* The shareholding ratio is calculated after deducting the treasury stock (115,320 shares).

Trend in Stock Price and Trading Volume



Composition of Shareholders



* Toho Gas consolidated its shares at the ratio of five shares to one share of common stock effective October 1, 2017. Accordingly, the stock price and trading volume figures reflect the impact of the said consolidation of shares.