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April 30, 2025

Consolidated Financial Results for FY2024 Ended March 31, 2025 (Under Japanese GAAP)

Toho Gas Co., Ltd.

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

Representative: Satoshi Yamazaki, Representative Director, President

Contact: Yutaka Katahira,
General Manager of Finance Dept.

Tel: +81-52-872-9341

Date of regular general meeting of stockholders: June 25, 2025

Date of submission of financial report: June 24, 2025

Earnings supplementary explanatory documents: Yes

Earnings presentation: Yes (for institutional investors)

Shares listed on:

Tokyo Stock Exchange, Nagoya Stock Exchange

Commencement of dividends payments: June 26, 2025

(Rounded down to the nearest million yen)

1. Consolidated Results for FY2024 (April 1, 2024 - March 31, 2025)

(1) Consolidated business results (Percentage figures indicate the percentage change on the results for the previous 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)	(%)
FY2024 ended March 2025	656,010	3.6	30,887	-8.1	32,412	-20.6	25,454	-6.8
FY2023 ended March 2024	632,985	-10.4	33,597	-23.2	40,797	-15.3	27,304	-19.0

Note: Comprehensive income FY2024 ended March 2025: ¥25,847 million (-57.4%) FY2023 ended March 2024: ¥60,606 million (130.0%)

	Net income per share	Diluted income per share	Return on equity (Net income)	Return on assets (Ordinary income)	Operating income ratio
	(Unit: yen)	(Unit: yen)	(%)	(%)	(%)
FY2024 ended March 2025	251.78	-	5.6	4.3	4.7
FY2023 ended March 2024	259.71	-	6.4	5.7	5.3

Reference: Share of profit or loss of entities accounted for using equity method FY2024 ended March 2025: ¥-5,737 million
FY2023 ended March 2024: ¥-95 million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Book-value per share
	(Unit: million yen)	(Unit: million yen)	(%)	(Unit: yen)
FY2024 ended March 2025	758,765	448,394	59.1	4,594.40
FY2023 ended March 2024	734,524	456,852	62.2	4,345.14

Reference: Net assets (excluding minority interests) FY2024 ended March 2025: ¥448,394 million FY2023 ended March 2024: ¥456,852 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)
FY2024 ended March 2025	83,096	-45,165	-18,769	45,079
FY2023 ended March 2024	47,376	-42,078	-14,243	25,431

2. Dividend

	Dividend per share					Total dividend (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	Annual			
	(Unit: yen)	(Unit: yen)	(Unit: yen)	(Unit: yen)	(Unit: yen)	(Unit: million yen)	(%)	(%)
FY2023 ended March 2024	-	30.00	-	40.00	70.00	7,359	27.0	1.7
FY2024 ended March 2025	-	40.00	-	40.00	80.00	7,963	31.3	1.8
FY2025 ending March 2026 (forecast)	-	45.00	-	45.00	90.00		35.1	

3. Consolidated Results Forecasts for FY2025 (April 1, 2025 - March 31, 2026)

(Percentage figures indicate the percentage change on the results for the previous 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	610,000	-7.0	24,000	-22.3	30,000	-7.4	25,000	-1.8	256.16

※Notes

(1) Changes in significant consolidated subsidiaries: *No*

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

- Changes accompanied by reform of accounting standards: *Yes*

- Other changes: *No*

- Changes in accounting estimates: *No*

- Retrospective restatements: *No*

* For details, please refer to “ 5. Notes about consolidated statements ((2) Change in accounting policy)” on page 9.

(3) Number of outstanding shares (common stock)

Number of outstanding shares at the end of the term (Inclusive of treasury stock)

Number of treasury stock at the end of the term

Average number of outstanding shares during the term

FY2024 ended March 2025	98,220,085 shares	FY2023 ended March 2024	105,256,285 shares
FY2024 ended March 2025	624,242 shares	FY2023 ended March 2024	115,320 shares
FY2024 ended March 2025	101,096,308 shares	FY2023 ended March 2024	105,134,573 shares

Reference: Non-consolidated Results

1. Results for FY2024 (April 1, 2024 - March 31, 2025)

(1) Business results

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

	Net sales		Operating income		Ordinary income		Net income	
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)
FY2024 ended March 2025	510,732	2.7	19,725	-13.6	31,829	-4.5	24,714	4.0
FY2023 ended March 2024	497,289	-11.7	22,828	-32.8	33,327	-18.3	23,771	-17.5

	Net income per share	Diluted income per share
	(Unit: yen)	(Unit: yen)
FY2024 ended March 2025	244.46	-
FY2023 ended March 2024	226.11	-

(2) Financial position

	Total assets	Net assets	Equity ratio	Book-value per share
	(Unit: million yen)	(Unit: million yen)	(%)	(Unit: yen)
FY2024 ended March 2025	581,637	342,334	58.9	3,507.67
FY2023 ended March 2024	574,962	365,497	63.6	3,476.26

Reference: Net assets FY2024 ended March 2025: ¥342,334 million FY2023 ended March 2024: ¥ 365,497 million

(1) This report of consolidated financial results is not subject to audit.

(2) 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, 2024	As of March 31, 2025
Assets		
Non-current assets		
Property, plant and equipment		
Production facilities	57,215	53,986
Distribution facilities	146,890	143,063
Service and maintenance facilities	30,653	28,197
Other facilities	43,507	52,098
Construction in progress	19,517	21,469
Total property, plant and equipment	297,784	298,815
Intangible assets		
Other	14,681	16,628
Total intangible assets	14,681	16,628
Investments and other assets		
Investment securities	166,985	170,019
Long-term loans receivable	12,821	14,418
Net defined benefit asset	41,263	49,111
Deferred tax assets	2,431	2,790
Other	18,066	19,330
Allowance for doubtful accounts	-77	-73
Total investments and other assets	241,491	255,596
Total non-current assets	553,957	571,040
Current assets		
Cash and deposits	29,774	46,749
Notes and accounts receivable - trade, and contract assets	84,409	84,610
Lease receivables and investment assets	16,688	17,473
Inventories	30,609	28,248
Other	19,868	11,483
Allowance for doubtful accounts	-783	-839
Total current assets	180,567	187,725
Total assets	734,524	758,765

(Unit: million yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Non-current liabilities		
Bonds payable	67,500	87,500
Long-term loans payable	60,283	43,722
Deferred tax liabilities	13,660	15,978
Provision for gas holder repairs	898	688
Provision for safety measures	21,665	21,699
Provision for gas appliance warranties	1,789	1,947
Net defined benefit liability	6,183	6,194
Other	12,644	12,347
Total non-current liabilities	184,626	190,077
Current liabilities		
Current portion of non-current liabilities	5,499	22,166
Notes and accounts payable-trade	35,588	38,563
Short-term loans payable	2,088	2,100
Income taxes payable	4,064	7,886
Other	45,805	49,576
Total current liabilities	93,045	120,293
Total liabilities	277,671	310,370
Net assets		
Shareholders' equity		
Capital stock	33,072	33,072
Capital surplus	8,387	8,387
Retained earnings	316,407	306,042
Treasury stock	-367	-2,470
Total shareholders' equity	357,499	345,032
Other comprehensive income		
Valuation difference on available-for-sale securities	65,966	61,706
Deferred gains or losses on hedges	2,889	5,564
Foreign currency translation adjustment	10,960	14,559
Remeasurements of defined benefit plans	19,535	21,531
Total other comprehensive income	99,352	103,362
Total net assets	456,852	448,394
Total liabilities and net assets	734,524	758,765

2. Consolidated statements of income and comprehensive income

Consolidated statements of income

(Unit: million yen)

	FY2023 (April 2023 -March 2024)	FY2024 (April 2024 -March 2025)
Net sales	632,985	656,010
Cost of sales	461,449	483,165
Gross profit	171,535	172,844
Selling, general and administrative expenses	137,938	141,957
Operating income	33,597	30,887
Non-operating income		
Interest income	971	1,057
Dividends income	2,640	3,184
Rent income	699	675
Foreign exchange gains	110	1,310
Miscellaneous income	4,214	2,676
Total non-operating income	8,636	8,904
Non-operating expenses		
Interest expenses	842	1,071
Equity in losses of affiliates	95	5,737
Miscellaneous expenses	497	570
Total non-operating expenses	1,435	7,379
Ordinary income	40,797	32,412
Extraordinary income		
Gain on sales of noncurrent assets	2,328	-
Gain on sales of investment securities	1,598	7,543
Total extraordinary income	3,927	7,543
Extraordinary loss		
Impairment loss	4,573	1,580
Amortization of long-term prepaid expenses	-	388
Other extraordinary loss	-	341
Total extraordinary loss	4,573	2,310
Income before income taxes	40,151	37,645
Income taxes-current	9,898	10,945
Income taxes for prior periods	2,018	-
Income taxes-deferred	930	1,246
Total income taxes	12,847	12,191
Net income	27,304	25,454
Net income attributable to owners of the parent	27,304	25,454

Consolidated statements of comprehensive income

(Unit: million yen)

	FY2023 (April 2023 -March 2024)	FY2024 (April 2024 -March 2025)
Net income	27,304	25,454
Other comprehensive income		
Valuation difference on available-for-sale securities	21,895	-4,260
Deferred gains or losses on hedges	-285	-1,778
Foreign currency translation adjustment	2,004	3,035
Remeasurements of defined benefit plans, net of tax	8,145	2,083
Share of other comprehensive income of entities accounted for using equity method	1,543	1,314
Total other comprehensive income	33,302	393
Comprehensive income	60,606	25,847
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	60,606	25,847
Comprehensive income attributable to non-controlling interests	-	-

3. Consolidated statements of changes in net assets

FY2023 (April 2023-March 2024)

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of current period	33,072	8,387	295,428	-435	336,453
Changes of items during the period					
Dividends from surplus			-6,307		-6,307
Net income attributable to owners of the parent			27,304		27,304
Purchase of treasury stock				-9	-9
Disposal of treasury stock			-17	77	60
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	20,978	67	21,046
Balance at the end of current period	33,072	8,387	316,407	-367	357,499

	Other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Other comprehensive income	
Balance at the beginning of current period	44,071	3,184	7,582	11,210	66,049	402,502
Changes of items during the period						
Dividends from surplus						-6,307
Net income attributable to owners of the parent						27,304
Purchase of treasury stock						-9
Disposal of treasury stock						60
Net changes of items other than shareholders' equity	21,894	-295	3,378	8,324	33,302	33,302
Total changes of items during the period	21,894	-295	3,378	8,324	33,302	54,349
Balance at the end of current period	65,966	2,889	10,960	19,535	99,352	456,852

FY2024 (April 2024-March 2025)

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of current period	33,072	8,387	316,407	-367	357,499
Cumulative effects of changes in accounting policies			692		692
Restated balance	33,072	8,387	317,100	-367	358,192
Changes of items during the period					
Dividends from surplus			-8,265		-8,265
Net income attributable to owners of the parent			25,454		25,454
Purchase of treasury stock				-30,011	-30,011
Disposal of treasury stock		0		63	64
Retirement of treasury stock		-0	-27,844	27,845	-
Change in scope of equity method			-401		-401
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	-11,057	-2,102	-13,160
Balance at the end of current period	33,072	8,387	306,042	-2,470	345,032

	Other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Other comprehensive income	
Balance at the beginning of current period	65,966	2,889	10,960	19,535	99,352	456,852
Cumulative effects of changes in accounting policies		-692			-692	-
Restated balance	65,966	2,197	10,960	19,535	98,659	456,852
Changes of items during the period						
Dividends from surplus						-8,265
Net income attributable to owners of the parent						25,454
Purchase of treasury stock						-30,011
Disposal of treasury stock						64
Retirement of treasury stock						-
Change in scope of equity method						-401
Net changes of items other than shareholders' equity	-4,260	3,367	3,599	1,996	4,702	4,702
Total changes of items during the period	-4,260	3,367	3,599	1,996	4,702	-8,457
Balance at the end of current period	61,706	5,564	14,559	21,531	103,362	448,394

4. Consolidated statements of cash flows

(Unit: million yen)

	FY2023 (April 2023-March 2024)	FY2024 (April 2024-March 2025)
Net cash provided by (used in) operating activities		
Income before income taxes	40,151	37,645
Depreciation and amortization	38,467	37,955
Impairment loss	4,573	1,580
Amortization of long-term prepaid expenses	-	388
Gain on sales of noncurrent assets	-2,328	-13
Gain on sales of investment securities	-1,598	-7,543
Increase (decrease) in provision	-310	31
Interest and dividend income	-3,612	-4,242
Interest expenses	842	1,071
Equity in losses of affiliates	95	5,737
Decrease (increase) in notes and accounts receivable-trade	3,340	-81
Decrease (increase) in inventories	6,939	2,514
Increase (decrease) in notes and accounts payable-trade	-4,827	3,001
Other	-10,720	3,128
Subtotal	71,012	81,175
Interest and dividend income received	4,032	4,797
Interest expenses paid	-858	-1,011
Income taxes (paid) refund	-26,809	-1,864
Net cash provided by (used in) operating activities	47,376	83,096
Net cash provided by (used in) investment activities		
Decrease (increase) in time deposits	-4,154	3,163
Purchases of non-current assets	-37,535	-44,243
Proceeds from sales of non-current assets	3,186	83
Purchase of investment securities	-5,677	-10,813
Proceeds from sales of investment securities	2,034	10,000
Proceeds from capital reduction of subsidiaries and affiliates	-	1,195
Payments for transfer of business	-	-1,566
Payments of loans receivable	-	-1,435
Collection of loans receivable	1,393	802
Other	-1,325	-2,351
Net cash provided by (used in) investment activities	-42,078	-45,165
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	-592	12
Proceeds from long-term loans payable	4,284	601
Repayment of long-term loans payable	-1,614	-1,028
Proceeds from issuance of bonds	-	19,942
Redemption of bonds	-10,000	-
Purchase of treasury stock	-9	-30,011
Cash dividends paid	-6,305	-8,260
Other	-5	-24
Net cash provided by (used in) financing activities	-14,243	-18,769
Effect of exchange rate change on cash and cash equivalents	552	485
Net increase (decrease) in cash and cash equivalents	-8,393	19,647
Cash and cash equivalents at beginning of term	33,825	25,431
Cash and cash equivalents at end of term	25,431	45,079

5. Notes about consolidated statements

(1) Note of going concerns' premise: Not applicable

(2) Change in accounting policy

The Company has applied the "Accounting Standard for Current Income Taxes" (ASBJ Statement No. 27, October 28, 2022; hereinafter referred to as "Accounting Standard Revised in 2022") since the beginning of the current consolidated fiscal year. Previously, the Company recognized corporation tax, municipal tax, business tax, etc. (hereinafter referred to as "income taxes") in profit or loss in the amount calculated in accordance with the relevant laws and regulations. However, the Company has chosen to recognize income taxes on income separately in profit or loss, shareholders' equity, and other comprehensive income, depending on transactions that become the sources of the income tax. Regarding income taxes recognized in accumulated other comprehensive income, the Company has elected to recognize the corresponding tax amount in profit or loss at the time when the transaction, etc. that caused the income tax to be imposed is recognized in profit or loss.

With regard to the revision to the accounting classification of income taxes (taxation on other comprehensive income), the Company follows the transitional treatment provided for in the proviso of Paragraph 20-3 of the Accounting Standard Revised in 2022 and the transitional treatment provided for in the proviso of Paragraph 65-2 (2) of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022). The Company has applied the new accounting policy since the beginning of the current fiscal year, and the cumulative amount affected by the retrospective application of the new accounting policy prior to the beginning of the current consolidated fiscal year of application is added to or subtracted from retained earnings at the beginning of the current consolidated fiscal year of application, and the corresponding amount is added to or subtracted from other comprehensive income.

As a result of the application of the Accounting Standard Revised in 2022, retained earnings increased by 22 million yen and accumulated other comprehensive income decreased by the same amount compared with those before the application. In addition, net income attributable to owners of the parent decreased by 669 million yen in the current consolidated fiscal year. There was no impact on income before income taxes.

As the cumulative impact was reflected in the net assets at the beginning of the current consolidated fiscal year, the beginning balance of retained earnings increased by 692 million yen and the beginning balance of accumulated other comprehensive income decreased by the same amount on the consolidated statement of changes in shareholders' equity.

(3) Segment information

- General information about reportable segments

The TOHO GAS Group defines a reportable segment as constituent business units of the TOHO GAS Group for which discrete financial information is available and which are reviewed regularly by the Board of Directors to determine the best allocation of managerial resources and to evaluate business performance.

The reportable segments of the TOHO GAS Group are composed of three segments: "Gas", "LPG and other Energies", and "Electricity".

The main products and services of each reporting segment are as follows:

Gas: Production, supply and sales of the gas, Gas appliance sales and related construction.

LPG and other Energies: LPG sales, LPG appliance sales, LNG sales, District heating and cooling, and sales of coke and petroleum products.

Electricity: Sales of electricity.

- Basis of measurement for reported segment income and loss, segment assets and other material items

The accounting methods for the reporting segments are mostly consistent with "Summary of significant accounting policies" in financial report.

- Information about reported segment income or loss, segment assets and other material items

FY2023 (April 2023- March 2024)

(Unit: million yen)

	Reported segments				Other (Note.1)	Total	Adjustments (Note.2)	Consolidated (Note.3)
	Gas	LPG and other Energies	Electricity	Total				
Net sales								
External customers	413,674	100,123	88,279	602,077	30,908	632,985	-	632,985
Intersegment	5,359	1,426	318	7,104	23,456	30,560	-30,560	-
Total	419,034	101,550	88,597	609,181	54,364	663,546	-30,560	632,985
Segment Income or loss	29,832	3,076	-5,974	26,933	5,044	31,978	1,619	33,597
Segment assets	437,680	59,665	21,059	518,405	114,917	633,322	101,201	734,524
Other items								
Depreciation expenses	32,666	2,489	1,524	36,679	1,845	38,525	-58	38,467
Investment in entities accounted for using equity method	-	-	-	-	-	-	18,677	18,677
Capital expenditures	35,294	2,226	2,331	39,852	1,100	40,953	-82	40,871

- 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 or loss” denotes eliminations of intersegment transactions (¥1,619million).
The “Adjustments” column in “Segment assets” includes ¥140,091 million of companywide assets, which mainly includes long-term investments in securities, etc.
3. Segment income or loss in the table above is reconciled to operating income on the accompanying consolidated statements of income.

FY2024 (April 2024- March 2025)

(Unit: million yen)

	Reported segments				Other (Note.1)	Total	Adjustments (Note.2)	Consolidated (Note.3)
	Gas	LPG and other Energies	Electricity	Total				
Net sales								
External customers	424,395	100,064	95,682	620,141	35,868	656,010	-	656,010
Intersegment	4,904	1,536	336	6,777	25,243	32,021	-32,021	-
Total	429,299	101,601	96,018	626,919	61,112	688,031	-32,021	656,010
Segment income	20,549	2,591	342	23,483	5,594	29,077	1,809	30,887
Segment assets	445,100	61,275	29,069	535,445	130,832	666,278	92,487	758,765
Other items								
Depreciation expenses	33,851	1,871	471	36,194	1,840	38,035	-79	37,955
Investment in entities accounted for using equity method	-	-	-	-	-	-	19,608	19,608
Capital expenditures	33,170	2,486	3,690	39,347	3,125	42,472	626	43,099

- 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” denotes eliminations of intersegment transactions (¥1,809 million).
The “Adjustments” column in “Segment assets” includes ¥138,564 million of companywide assets, which mainly includes long-term investments in securities, etc.
3. Segment income in the table above is reconciled to operating income on the accompanying consolidated statements of income.