

Fiscal Year Ended March 31, 2026
Brief Report of Consolidated Financial Statements (Japanese GAAP)



* This document is an English translation of materials originally disclosed in Japanese and is provided for reference purpose only.

May 8, 2026

Name of Listed Company	: Osaka Gas Co., Ltd.	Listed Exchange:	Prime Market of Tokyo
Code No.	: 9532	URL:	https://www.osakagas.co.jp/en/
Representative Officer	: Title: President	Name:	Masataka Fujiwara
Contact	: Title: Manager, Finance Dept.	Name:	Shinji Konno
Scheduled Date of Annual General Meeting of Shareholders	: June 23, 2026		
Scheduled Date of Financial Report Filing with the Financial Services Agency	: June 22, 2026		
Scheduled Date of Dividend Payment	: June 1, 2026		
Preparation of Supplementary Explanation Documents for Operating Results	: Yes		
Holding of an Informational Meeting for Operating Results	: Yes (for institutional investors and analysts)		

(Amounts less than one million yen are rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 - March 31, 2026)

(1) Consolidated Operating Results (% of change from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 31, 2026	2,030,302	-1.9	174,809	8.8	204,522	7.8	152,751	13.6
Year ended March 31, 2025	2,069,019	-0.7	160,731	-6.9	189,647	-16.3	134,414	1.3

(Note) Comprehensive income: Year ended March 31, 2026 221,274 million yen (15.8% YoY)
Year ended March 31, 2025 191,099 million yen (-18.4% YoY)

	Earnings per share	Diluted earnings per share	Profit /Shareholders' equity	Ordinary profit /Total assets	Operating profit /Net sales
	yen	yen	%	%	%
Year ended March 31, 2026	391.15	-	8.7	6.3	8.6
Year ended March 31, 2025	333.31	-	8.2	6.1	7.8

<Reference> Share of profit of entities accounted for using equity method: Year ended March 31, 2026 23,938 million yen
Year ended March 31, 2025 20,653 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity /Total assets	Shareholders' equity per share
	million yen	million yen	%	yen
As of March 31, 2026	3,321,405	1,854,028	54.4	4,705.00
As of March 31, 2025	3,200,525	1,739,291	52.8	4,254.13

<Reference> Shareholders' equity: As of March 31, 2026 1,806,042 million yen
As of March 31, 2025 1,688,794 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of fiscal year
	million yen	million yen	million yen	million yen
Year ended March 31, 2026	340,740	(241,852)	(129,177)	58,492
Year ended March 31, 2025	283,681	(255,626)	(34,085)	82,309

2. Dividends

	Dividends per share					Total dividends (full year)	Payout ratio (consolidated)	Dividends /Shareholders' equity (consolidated)
	End of First Quarter	End of Second Quarter	End of Third Quarter	End of Fiscal Year	Annual			
	yen	yen	yen	yen	yen	million yen	%	%
Year ended March 31, 2025	-	47.50	-	47.50	95.00	38,008	28.5	2.3
Year ended March 31, 2026	-	60.00	-	60.00	120.00	46,455	30.7	2.7
Year ending March 31, 2027 (Forecast)	-	65.00	-	65.00	130.00		34.4	

3. Forecasts of Consolidated Financial Results for the Fiscal Year Ending March 31, 2027 (April 1, 2026 - March 31, 2027)

(% of change from the previous fiscal year.)									
	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	2,070,000	2.0	150,000	-14.2	190,000	-7.1	145,000	-5.1	377.75

(Note) The Company resolved to repurchase its treasury shares at the Board of Directors meeting held on May 8, 2026. However, the impact of repurchase of its treasury shares is not taken into account in regards to “Earnings per share” in the forecasts of consolidated financial results. Please refer to “3. Consolidated Financial Statements and Notes, (5) Notes to the Consolidated Financial Statements (Subsequent Events)” on page 16 of the Attachment to this Brief Report of Consolidated Financial Statements.

* Notes

(1) Changes in significant subsidiaries during the fiscal year ended March 31, 2026 : Yes

Newly included: 3 companies (Hanwa Sougou Bousai Co.,Ltd., Osaka City Elementary School Gym Air Conditioner PFI Co.,Ltd., ENAX,Inc.)

Excluded: 12 companies (Osaka Gas Shore, LLC, Osaka Gas(Thailand)Co.,Ltd., OGP Energy Solutions Co.,Ltd., Osaka Gas Kleen Energy, LLC, Michigan Power MB, LLC, Osaka Gas Michigan Power, LLC, Michigan Power LP, LLC, Michigan Power GP, LLC, Michigan Power Limited Partnership, OGPA Lakewood, LLC, Living Mainte Service Osaka Co.,Ltd., Sabine Oil & Gas Corporation)

(2) Changes in accounting policies, changes in accounting estimates, and restatements

- (i) Changes in accounting policies due to revisions to accounting standards, etc.: None
- (ii) Changes in accounting policies other than (i) above: None
- (iii) Changes in accounting estimates: None
- (iv) Restatements: None

(3) Issued shares (common shares)

(i) Number of issued shares at the end of each fiscal year (including treasury shares):	As of March 31, 2026	397,881,800 shares
	As of March 31, 2025	404,105,300 shares
(ii) Number of treasury shares at the end of each fiscal year:	As of March 31, 2026	14,025,616 shares
	As of March 31, 2025	7,127,258 shares
(iii) Average number of shares during each fiscal year:	Year ended March 31, 2026	390,517,275 shares
	Year ended March 31, 2025	403,271,147 shares

(Reference) Summary of non-consolidated financial results

1. Non-Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 - March 31, 2026)

(1) Non-Consolidated Operating Results (% of change from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 31, 2026	1,409,438	-7.0	34,542	-2.9	62,161	14.5	56,339	7.3
Year ended March 31, 2025	1,514,799	-3.2	35,592	-21.2	54,307	-32.3	52,524	-23.2

	Earnings per share	Diluted earnings per share
	yen	yen
Year ended March 31, 2026	144.27	-
Year ended March 31, 2025	130.25	-

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Net assets/Total assets	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2026	2,084,881	730,589	35.0	1,903.29
As of March 31, 2025	2,036,209	770,236	37.8	1,940.25

<Reference> Net assets As of March 31, 2026 730,589 million yen As of March 31, 2025 770,236 million yen

* This Brief Report of Consolidated Financial Statements is outside the scope of audit procedures by a certified public accountant or an audit firm.

* Notes on proper use of forecasts and other matters

1. Forward-looking statements contained in this document, including financial results forecasts, are based on information currently available to Osaka Gas Co., Ltd. ("the Company") and certain assumptions that the Company regards as reasonable. Actual results may differ significantly from these forecasts due to various factors. As for notes regarding assumptions used for and the use of the financial results forecasts, please refer to “1. Overview of Operating Results, (4) Forecasts for the Next Fiscal Year” on Page 5 of the Attachment to this Brief Report of Consolidated Financial Statements.

2. The Company plans to hold a results briefing for institutional investors and analysts on May 11, 2026.

Immediately after the meeting, the presentation materials and contents will be made available on the Company's website.

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1. Overview of Operating Results

(1) Overview of Operating Results

(i) Overview of operating results

Consolidated net sales for the fiscal year ended March 31, 2026 decreased by ¥38.7 billion (-1.9%) year-on-year to ¥2,030.3 billion. This was primarily due to the lower unit selling price of city gas under the fuel cost adjustment system. Consolidated ordinary profit increased by ¥14.8 billion (+7.8%) year-on-year to ¥204.5 billion. This was because, while profit decreased in the Domestic Energy Business, profit increased from the Freeport LNG project and the upstream project in the USA in the International Energy Business. Profit attributable to owners of parent increased by ¥18.3 billion (+13.6%) year-on-year to ¥152.7 billion.

The number of consolidated subsidiaries is currently 154, with 3 subsidiaries added and 12 removed since the fiscal year ended March 31, 2025. The number of equity method affiliates is currently 50 with 5 added and 2 removed since the fiscal year ended March 31, 2025.

(billion yen)

	Consolidated results	Compared with previous fiscal year	
		increase/decrease	increase/decrease rate (%)
Net sales	2,030.3	-38.7	-1.9
Cost of sales	1,592.7	-70.6	-4.2
Selling, general and administrative expenses	262.7	+17.8	+7.3
Operating profit	174.8	+14.0	+8.8
Ordinary profit	204.5	+14.8	+7.8
Profit attributable to owners of parent	152.7	+18.3	+13.6

(ii) Overview of each Business Segment

a. Domestic Energy

Net sales decreased by ¥94.4 billion (-5.4%) year-on-year to ¥1,643.4 billion. This was primarily due to the lower unit selling price of city gas under the fuel cost adjustment system and a decrease in LNG prices. Segment profit decreased by ¥5.6 billion (-7.2%) year-on-year to ¥71.9 billion. This was because, while profit increased from the positive impact of a time lag between fluctuations in raw material costs, etc. and their reflection in the unit selling prices(*), profit decreased in Electricity Business due to cost increase from commencing operation of the Himeji Natural Gas Power Plant Unit 1.

(*) There is a time lag between fluctuations in raw material costs and fuel costs and their reflection in the unit selling prices under the raw material and fuel costs adjustment system, which causes a temporary increase/decrease in profit.

(Domestic Gas Sales Breakdown)

		Fiscal year ended March 31, 2026	YoY Changes rate (%)
Gas sales volume (million m ³)	Residential	1,644	-0.9
	Non-residential, etc.	4,916	-1.5
	Total	6,560	-1.4
Number of gas supply (thousands)		5,161	+0.9

[45MJ/m³]

(Domestic Electricity Sales Breakdown)

		Fiscal year ended March 31, 2026	YoY Changes rate (%)
Electricity sales volume (GWh)	Retail	7,776	+3.6
	Wholesale, etc.	9,462	-0.1
	Total	17,238	+1.5
Number of low-voltage electricity supply (thousands)		1,946	+1.3

b. International Energy

Net sales increased by ¥15.6 billion (+12.2%) year-on-year to ¥143.7 billion. This was primarily due to an increase in sales from the upstream project and the Freeport LNG project in the USA. Segment profit increased by ¥16.4 billion (+22.9%) year-on-year to ¥88.3 billion. This was primarily due to an increase in profit from the Freeport LNG project and the upstream project in the USA.

c. Life & Business Solutions

Net sales increased by ¥37.3 billion (+13.2%) year-on-year to ¥319.8 billion. This was primarily due to an increase in sales in the Real Estate Business and the Materials Solutions Business. Segment profit increased by ¥8.6 billion (+30.2%) year-on-year to ¥37.4 billion. This was primarily due to an increase in profit from the Real Estate Business.

(billion yen)

	Domestic Energy	International Energy	Life & Business Solutions	Adjustments	Consolidated
Net sales	-5.4% 1,643.4 [-94.4]	+12.2% 143.7 [+15.6]	+13.2% 319.8 [+37.3]	-76.7	-1.9% 2,030.3 [-38.7]
Segment profit	-7.2% 71.9 [-5.6]	+22.9% 88.3 [+16.4]	+30.2% 37.4 [+8.6]	0.9	+9.6% 198.7 [+17.3]

The percentage figures at the upper left corner of each box represent the changes from the fiscal year ended March 31, 2025. The figures in [] brackets in each box represent the changes from the fiscal year ended March 31, 2025.

(2) Overview of Financial Position**(Assets, Liabilities, and Net Assets)**

Total assets increased by ¥120.8 billion year-on-year to ¥3,321.4 billion. This was primarily due to an increase in property, plant and equipment, resulting from progress of investment activities. Liabilities increased by ¥6.1 billion year-on-year to ¥1,467.3 billion, primarily due to a decrease in non-current liabilities reflecting repayment of long-term borrowings and an increase in current liabilities reflecting issuance of commercial papers. Net assets increased by ¥114.7 billion year-on-year to ¥1,854.0 billion.

As a result, the ratio of shareholders' equity to total assets increased to 54.4% as of March 31, 2026 compared with 52.8% as of March 31, 2025.

(billion yen)

	As of March 31, 2026	As of March 31, 2025	YoY Changes
Total assets	3,321.4	3,200.5	+120.8
Total liabilities	1,467.3	1,461.2	+6.1
Total net assets	1,854.0	1,739.2	+114.7
Total liabilities and net assets	3,321.4	3,200.5	+120.8

(3) Overview of Cash Flows

For the fiscal year ended March 31, 2026, net cash provided by operating activities amounted to ¥340.7 billion, due to the addition of depreciation to profit before income taxes and the addition/subtraction of income taxes paid and other payments. Net cash used in investing activities amounted to ¥241.8 billion, mainly due to the purchase of property, plant and equipment. Net cash used in financing activities amounted to ¥129.1 billion, mainly due to repayment of long-term borrowings and repurchase of treasury shares.

Consequently, a net decrease in cash and cash equivalents in the fiscal year ended March 31, 2026 amounted to ¥23.8 billion.

With the addition of the balance of ¥82.3 billion as of the beginning of the fiscal year ended March 31, 2026, the balance of cash and cash equivalents as of the end of the fiscal year ended March 31, 2026 amounted to ¥58.4 billion.

(billion yen)

	Fiscal year ended March 31, 2026 (Apr. '25 - Mar. '26)	Fiscal year ended March 31, 2025 (Apr. '24 - Mar. '25)	YoY Changes
Cash flows from operating activities	340.7	283.6	+57.0
Cash flows from investing activities	(241.8)	(255.6)	+13.7
Cash flows from financing activities	(129.1)	(34.0)	-95.0
Net increase (decrease) in cash and cash equivalents	(23.8)	5.0	-28.8
Cash and cash equivalents at end of period	58.4	82.3	-23.8
Balance of interest-bearing debts at end of period	940.7	972.4	-31.6

Free cash flow* : ¥98.8 billion [¥28.0 billion for the fiscal year ended March 31, 2025]

* Free cash flow = Cash flows from operating activities - Cash flows from investing activities

The following table shows results and forecasts for capital expenditures.

(Reference) Capital Expenditures: Results and Forecasts

(billion yen)

	Forecast for fiscal year ending March 31, 2027 (Apr. '26 - Mar. '27)	Fiscal year ended March 31, 2026 (Apr. '25 - Mar. '26)	Fiscal year ended March 31, 2025 (Apr. '24 - Mar. '25)
Consolidated	260.0	255.4	221.7

(4) Forecasts for the Next Fiscal Year

Consolidated net sales for the fiscal year ending March 31, 2027 is expected to increase by ¥39.6 billion (+2.0%) year-on-year to ¥2,070.0 billion. Consolidated ordinary profit is expected to decrease by ¥14.5 billion (-7.1%) year-on-year to ¥190.0 billion. This is primarily due to a decrease in profit from electricity trading and cost increase from commencing operation of the Himeji Natural Gas Power Plant Unit 1 and 2 in the Domestic Energy Business. Profit attributable to owners of parent is expected to decrease by ¥7.7 billion (-5.1%) year-on-year to ¥145.0 billion.

It is anticipated that the current situation in the Middle East will not have a significant impact on our immediate LNG procurement or the supply of city gas and electricity. However, depending on future market conditions and other factors, the Daigas Group's operating results and financial position may be affected from the next fiscal year onward.

(billion yen)

	Forecast for fiscal year ending March 31, 2027 (Apr. '26 - Mar. '27)	Compared with fiscal year ended March 31, 2026	
		YoY Changes	YoY Changes rate (%)
Net sales	2,070.0	+39.6	+2.0
Operating profit	150.0	-24.8	-14.2
Ordinary profit	190.0	-14.5	-7.1
Profit attributable to owners of parent	145.0	-7.7	-5.1

(Reference) Assumptions for the crude oil price and exchange rate (April 1, 2026 - March 31, 2027)

Crude oil price (All Japan CIF price) at 65USD/bbl

Exchange rate (TTM) at 155JPY/USD

2. Policy for Selecting an Accounting Standard

The Company will adopt Japanese GAAP as its accounting standard for the time being. The adoption of the IFRS will be considered in view of the business environment and the impact of its adoption.

3.Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheet

(million yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	82,810	58,981
Notes and accounts receivable - trade, and contract assets	317,852	296,723
Lease receivables and investments in leases	63,931	66,619
Inventories	204,987	222,683
Other	144,836	185,150
Allowance for doubtful accounts	(1,639)	(1,275)
Total current assets	812,779	828,882
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	207,431	252,252
Machinery, equipment and vehicles, net	708,617	807,394
Land	269,815	270,434
Construction in progress	212,405	124,971
Other, net	29,408	39,697
Total property, plant and equipment	1,427,677	1,494,750
Intangible assets	92,377	79,093
Investments and other assets		
Investment securities	569,252	548,433
Long-term loans receivable	34,897	37,107
Retirement benefit asset	144,544	176,471
Other	119,729	157,221
Allowance for doubtful accounts	(730)	(554)
Total investments and other assets	867,691	918,678
Total non-current assets	2,387,746	2,492,522
Total assets	3,200,525	3,321,405

(million yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	103,690	94,528
Other	306,094	355,683
Total current liabilities	409,785	450,212
Non-current liabilities		
Bonds payable	500,999	491,016
Long-term borrowings	363,939	303,203
Deferred tax liabilities	75,371	109,337
Retirement benefit liability	17,394	16,805
Other	93,743	96,801
Total non-current liabilities	1,051,448	1,017,164
Total liabilities	1,461,234	1,467,377
Net assets		
Shareholders' equity		
Share capital	132,166	132,166
Capital surplus	19,902	20,167
Retained earnings	1,173,020	1,262,276
Treasury shares	(23,034)	(63,801)
Total shareholders' equity	1,302,054	1,350,808
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	56,187	72,755
Deferred gains or losses on hedges	70,747	104,160
Revaluation reserve for land	(2,395)	(2,423)
Foreign currency translation adjustment	216,648	218,115
Remeasurements of defined benefit plans	45,552	62,626
Total accumulated other comprehensive income	386,739	455,234
Non-controlling interests	50,497	47,985
Total net assets	1,739,291	1,854,028
Total liabilities and net assets	3,200,525	3,321,405

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(million yen)

	Fiscal year ended March 31,2025 (April 1,2024 - March 31 2025)	Fiscal year ended March 31,2026 (April 1,2025 - March 31 2026)
Net sales	2,069,019	2,030,302
Cost of sales	1,663,441	1,592,785
Gross profit	405,577	437,516
Selling, general and administrative expenses	244,846	262,706
Operating profit	160,731	174,809
Non-operating income		
Interest income	12,020	12,839
Dividend income	6,716	4,943
Share of profit of entities accounted for using equity method	20,653	23,938
Other	14,886	12,914
Total non-operating income	54,277	54,635
Non-operating expenses		
Interest expenses	15,332	13,781
Other	10,028	11,141
Total non-operating expenses	25,361	24,922
Ordinary profit	189,647	204,522
Extraordinary income		
Gain on sale of non-current assets	-	2,171
Gain on sale of investment securities	25,406	-
Gain on sale of shares of subsidiaries and associates	-	12,328
Insurance claim income	-	7,266
Total extraordinary income	25,406	21,766
Extraordinary losses		
Impairment losses	14,397	23,396
Loss on valuation of investment securities	11,406	-
Total extraordinary losses	25,803	23,396
Profit before income taxes	189,250	202,892
Income taxes - current	26,458	42,705
Income taxes - deferred	27,737	7,457
Total income taxes	54,196	50,162
Profit	135,054	152,729
Profit (loss) attributable to non-controlling interests	640	(21)
Profit attributable to owners of parent	134,414	152,751

Consolidated Statement of Comprehensive Income

(million yen)

	Fiscal year ended March 31,2025 (April 1,2024 - March 31 2025)	Fiscal year ended March 31,2026 (April 1,2025 - March 31 2026)
Profit	135,054	152,729
Other comprehensive income		
Valuation difference on available-for-sale securities	(31,767)	16,311
Deferred gains or losses on hedges	2,103	29,998
Revaluation reserve for land	-	(28)
Foreign currency translation adjustment	75,969	2,061
Remeasurements of defined benefit plans	2,218	17,152
Share of other comprehensive income of entities accounted for using equity method	7,521	3,048
Total other comprehensive income	56,045	68,544
Comprehensive income	191,099	221,274
(Breakdown)		
Comprehensive income attributable to owners of parent	190,001	221,245
Comprehensive income attributable to non-controlling interests	1,098	29

(3) Consolidated Statement of Changes in Equity

For the fiscal year ended March 31, 2025 (April 1,2024 – March 31, 2025)

(million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	132,166	19,056	1,097,883	(2,746)	1,246,360
Changes during period					
Dividends of surplus			(39,599)		(39,599)
Profit attributable to owners of parent			134,414		134,414
Purchase of treasury shares				(40,060)	(40,060)
Disposal of treasury shares		13		269	283
Cancellation of treasury shares		(13)	(19,489)	19,503	-
Change in scope of consolidation			41		41
Change in scope of equity method			(230)		(230)
Sale of shares of foreign consolidated subsidiaries		289			289
Change in ownership interest of parent due to transactions with non-controlling interests		556			556
Net changes in items other than shareholders' equity					
Total changes during period	-	846	75,136	(20,287)	55,694
Balance at end of period	132,166	19,902	1,173,020	(23,034)	1,302,054

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	87,899	61,656	(2,395)	140,583	43,407	331,152	27,479	1,604,992
Changes during period								
Dividends of surplus								(39,599)
Profit attributable to owners of parent								134,414
Purchase of treasury shares								(40,060)
Disposal of treasury shares								283
Cancellation of treasury shares								-
Change in scope of consolidation								41
Change in scope of equity method								(230)
Sale of shares of foreign consolidated subsidiaries								289
Change in ownership interest of parent due to transactions with non-controlling interests								556
Net changes in items other than shareholders' equity	(31,712)	9,090	-	76,064	2,145	55,587	23,017	78,605
Total changes during period	(31,712)	9,090	-	76,064	2,145	55,587	23,017	134,299
Balance at end of period	56,187	70,747	(2,395)	216,648	45,552	386,739	50,497	1,739,291

For the fiscal year ended March 31, 2026 (April 1, 2025 – March 31 2026)

(million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	132,166	19,902	1,173,020	(23,034)	1,302,054
Changes during period					
Dividends of surplus			(42,278)		(42,278)
Profit attributable to owners of parent			152,751		152,751
Purchase of treasury shares				(63,531)	(63,531)
Disposal of treasury shares			(165)	2,188	2,022
Cancellation of treasury shares			(20,576)	20,576	-
Change in scope of consolidation			235		235
Change in scope of equity method			(709)		(709)
Change in ownership interest of parent due to transactions with non-controlling interests		264			264
Net changes in items other than shareholders' equity					
Total changes during period	-	264	89,256	(40,767)	48,754
Balance at end of period	132,166	20,167	1,262,276	(63,801)	1,350,808

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	56,187	70,747	(2,395)	216,648	45,552	386,739	50,497	1,739,291
Changes during period								
Dividends of surplus								(42,278)
Profit attributable to owners of parent								152,751
Purchase of treasury shares								(63,531)
Disposal of treasury shares								2,022
Cancellation of treasury shares								-
Change in scope of consolidation								235
Change in scope of equity method								(709)
Change in ownership interest of parent due to transactions with non-controlling interests								264
Net changes in items other than shareholders' equity	16,568	33,413	(28)	1,467	17,073	68,494	(2,511)	65,982
Total changes during period	16,568	33,413	(28)	1,467	17,073	68,494	(2,511)	114,736
Balance at end of period	72,755	104,160	(2,423)	218,115	62,626	455,234	47,985	1,854,028

(4) Consolidated Statement of Cash Flows

(million yen)

	Fiscal year ended March 31,2025 (April 1,2024 - March 31 2025)	Fiscal year ended March 31,2026 (April 1,2025 - March 31 2026)
Cash flows from operating activities		
Profit before income taxes	189,250	202,892
Depreciation	127,549	135,138
Amortization of long-term prepaid expenses	6,329	6,211
Impairment losses	14,397	23,396
Loss (gain) on sale of shares of subsidiaries and associates	-	(12,328)
Loss (gain) on sale of investment securities	(25,406)	-
Decrease (increase) in retirement benefit asset	(14,240)	(8,373)
Interest and dividend income	(18,737)	(17,782)
Interest expenses	15,332	13,781
Share of loss (profit) of entities accounted for using equity method	(20,653)	(23,938)
Loss (gain) on sale of non-current assets	-	(2,171)
Decrease (increase) in trade receivables	(42,741)	21,069
Decrease (increase) in inventories	10,033	4,816
Increase (decrease) in trade payables	17,263	(6,709)
Increase (decrease) in accrued expenses	766	4,209
Increase (decrease) in accrued consumption taxes	6,335	(17,036)
Other, net	(1,775)	(9,077)
Subtotal	263,703	314,097
Interest and dividends received	58,398	76,038
Interest paid	(15,392)	(13,751)
Income taxes paid	(23,027)	(35,643)
Net cash provided by (used in) operating activities	283,681	340,740
Cash flows from investing activities		
Purchase of property, plant and equipment	(210,850)	(238,540)
Proceeds from sale of property, plant and equipment	6,041	4,251
Purchase of intangible assets	(11,561)	(12,577)
Purchase of long-term prepaid expenses	(7,830)	(8,438)
Purchase of investment securities	(10,166)	(3,893)
Proceeds from sale of investment securities	28,318	6,530
Purchase of shares of subsidiaries and associates	(68,824)	(14,569)
Proceeds from sale of shares of subsidiaries and associates	3,789	5,111
Proceeds from paid-in capital reduction of subsidiaries and associates	15,360	8,094
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(4,811)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	884	21,481
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	-	(399)
Other, net	(785)	(4,091)
Net cash provided by (used in) investing activities	(255,626)	(241,852)

Brief Report of Consolidated Financial Statements for the Fiscal Year Ending March 31,2026

(million yen)

	Fiscal year ended March 31,2025 (April 1,2024 - March 31 2025)	Fiscal year ended March 31,2026 (April 1,2025 - March 31 2026)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,065	13,961
Net increase (decrease) in commercial papers	(23,994)	39,893
Repayments of long-term borrowings	(51,910)	(72,003)
Proceeds from issuance of bonds	41,000	-
Repayments of finance lease liabilities	(3,925)	(3,877)
Proceeds from share issuance to non-controlling shareholders	21,876	226
Purchase of treasury shares	(40,060)	(63,531)
Dividends paid	(39,546)	(42,223)
Dividends paid to non-controlling interests	(598)	(1,270)
Other, net	61,008	(353)
Net cash provided by (used in) financing activities	(34,085)	(129,177)
Effect of exchange rate change on cash and cash equivalents	11,110	6,472
Net increase (decrease) in cash and cash equivalents	5,080	(23,816)
Cash and cash equivalents at beginning of period	77,229	82,309
Cash and cash equivalents at end of period	82,309	58,492

(5) Notes to the Consolidated Financial Statements

(Going Concern Assumption)

Not applicable

(Segment Information)

a. Summary of reportable segments

The Daigas Group's reportable segments are organizational units for which separate financial information is available, and they are regularly reviewed by the Board of Directors to determine the allocation of management resources and assess business results.

The Daigas Group operates its businesses through three reportable segments, the Domestic Energy Business, the International Energy Business and the Life & Business Solutions Business.

The Domestic Energy Business manufactures, supplies, and sells city gas, sells gas appliances, conducts gas pipeline installation, sells and transports LNG, sells LPG and industrial gas, and generates and sells electricity. The International Energy Business conducts development and investment mainly related to natural gas, and supplies energy. The Life & Business Solutions Business conducts development and leasing of real estate, information processing services, and sales of fine materials and carbon material products.

b. The method of measurements of sales, profit (loss), assets, liabilities, and other items by reportable segment

The method of accounting for reportable segments is generally the same as that stated in the basis for preparing consolidated financial statements. Intersegment revenue and transfers are determined according to prevailing market prices.

c. Information of sales, profit, assets, liabilities, and other items by reportable segment

Fiscal year ended March 31, 2025 (April 1, 2024 - March 31, 2025)

(million yen)

	Reportable Segment			Total	Adjustments	Consolidated
	Domestic Energy	International Energy	Life & Business Solutions			
Net sales						
Sales to external customers	1,733,757	108,606	226,655	2,069,019	-	2,069,019
Transactions with other segments	4,148	19,544	55,810	79,503	(79,503)	-
Total	1,737,905	128,151	282,466	2,148,523	(79,503)	2,069,019
Segment profit						
Operating profit	74,882	53,951	28,767	157,601	3,129	160,731
Share of profit of entities accounted for using equity method	2,671	17,981	-	20,653	-	20,653
Total	77,554	71,933	28,767	178,254	3,129	181,384
Segment assets	1,640,829	1,105,498	528,326	3,274,654	(74,128)	3,200,525
Other items						
Depreciation	74,956	40,841	14,554	130,351	(3,627)	126,724
Amortization of goodwill	500	-	325	825	-	825
Investment in entities accounted for using equity method	59,917	345,673	-	405,590	-	405,590
Increase in property, plant and equipment and intangible assets	103,947	59,675	60,809	224,432	(2,697)	221,735

Fiscal year ended March 31, 2026 (April 1, 2025 - March 31, 2026)

(million yen)

	Reportable Segment			Total	Adjustments	Consolidated
	Domestic Energy	International Energy	Life & Business Solutions			
Net sales						
Sales to external customers	1,639,494	126,960	263,847	2,030,302	-	2,030,302
Transactions with other segments	3,911	16,830	55,992	76,734	(76,734)	-
Total	1,643,406	143,790	319,839	2,107,036	(76,734)	2,030,302
Segment profit						
Operating profit	68,749	67,650	37,447	173,846	963	174,809
Share of profit of entities accounted for using equity method	3,191	20,746	-	23,938	-	23,938
Total	71,941	88,397	37,447	197,785	963	198,748
Segment assets	1,712,354	1,083,903	571,501	3,367,760	(46,354)	3,321,405
Other items						
Depreciation	78,701	42,756	15,187	136,645	(2,498)	134,146
Amortization of goodwill	450	-	542	992	-	992
Investment in entities accounted for using equity method	72,688	288,300	-	360,988	-	360,988
Increase in property, plant and equipment and intangible assets	124,553	90,731	41,673	256,957	(1,457)	255,499

(Per Share Information)

	Fiscal year ended March 31, 2025 (April 1, 2024 - March 31, 2025)	Fiscal year ended March 31, 2026 (April 1, 2025 - March 31, 2026)
Shareholders' equity per share	4,254.13 yen	4,705.00 yen
Earnings per share	333.31 yen	391.15 yen

(Notes)

1. Data on diluted earnings per share is not presented above, since there were no potential shares with a dilutive effect.
2. The Company has introduced an employee share grant trust. The Company's shares held by this trust account are included in the treasury shares deducted from the calculation of the average number of shares outstanding during the period for the purpose of determining earnings per share (previous consolidated fiscal year: - shares, current consolidated fiscal year: 7,000 shares). Furthermore, for the purpose of calculating shareholders' equity per share, they are included in the treasury shares deducted from the total number of shares issued at the end of the period (previous consolidated fiscal year: - shares: current consolidated fiscal year: 45,000 shares).
3. The following data was used for calculating earnings per share.

	Fiscal year ended March 31, 2025 (April 1, 2024 - March 31, 2025)	Fiscal year ended March 31, 2026 (April 1, 2025 - March 31, 2026)
Profit attributable to owners of parent (million yen)	134,414	152,751
Amount not attributable to common shareholders (million yen)	-	-
Profit attributable to owners of parent attributable to common share (million yen)	134,414	152,751
Average number of common shares during the fiscal year (thousand shares)	403,271	390,517

(Subsequent Events)

Repurchase of Own Shares

The Board of Directors resolved on May 8, 2026, to repurchase own shares of the Company pursuant to Article 156 of the Companies Act, as modified and applied in accordance with Article 165, Paragraph 3 of the Companies Act, as follows.

1. Reasons for the share repurchase

To return profits to shareholders and improve capital efficiency in accordance with Osaka Gas's shareholder return policy.

2. Details of the share repurchase

- | | |
|--|--------------------------------------|
| (1) Class of shares to be repurchased | Common shares |
| (2) Total number of shares to be repurchased | Up to 28 million shares |
| (3) Total amount of repurchase | Up to 80 billion yen |
| (4) Period of repurchase | From May 11, 2026, to March 31, 2027 |