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July 30, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (1Q FY2025) (Under Japanese GAAP)

Toho Gas Co., Ltd.

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

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Commencement of dividend payments: -

Quarterly earnings supplementary explanatory documents: Yes

Quarterly earnings presentation: Yes (for institutional investors)

Shares listed on:

Tokyo Stock Exchange, Nagoya Stock Exchange

(Rounded down to the nearest million yen)

1. Consolidated Results for the Three Months Ended June 30, 2025

(1) Consolidated business results (Percentage figures indicate the percentage change on the results for the previous fiscal 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)	(%)
April 1 – June 30, 2025	161,470	10.5	19,840	30.3	22,039	29.2	16,614	21.6
April 1 – June 30, 2024	146,103	-5.9	15,224	-35.5	17,064	-33.6	13,661	-26.5

Note: Comprehensive income 1st Quarter ended June 2025: ¥11,483 million (-39.3%), 1st Quarter ended June 2024: ¥18,903 million (-29.1%)

	Net income per share	Diluted earnings per share
	(Unit: yen)	(Unit: yen)
April 1 – June 30, 2025	172.27	-
April 1 – June 30, 2024	131.30	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	(Unit: million yen)	(Unit: million yen)	(%)
1st Quarter ended June 2025	739,897	448,714	60.6
FY2024 ended March 2025	758,765	448,394	59.1

Reference: Net assets (excluding minority interests)

1st Quarter ended June 2025: ¥448,714 million, FY2024 ended March 2025: ¥448,394 million

2. Dividends

	Dividend per share				
	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)
FY2024 ended March 2025	-	40.00	-	40.00	80.00
FY2025 ending March 2026	-				
FY2025 ending March 2026 (forecasts)		45.00	-	45.00	90.00

Notes: Revision of previously announced dividend forecasts: No

3. Consolidated Results Forecasts for the fiscal Year Ending March 2026 (April 1, 2025 - March 31, 2026)

(Percentage figures indicate the percentage change on the results for the previous fiscal 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
								260.91

Note: Revision of previously announced forecasts during this period: No

*Notes

(1) Changes in significant consolidated subsidiaries: No

(2) Application of accounting treatment peculiar to quarterly consolidated financial statement preparation: Yes*

* For details, please refer to “3. Notes about Consolidated Statements (Application of accounting treatment specific to the preparation of quarterly consolidated financial statements)” on page 6.

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

- Changes accompanied by reform of accounting standards: No
- Other changes: No
- Changes in accounting estimates: No
- Retrospective restatements: No

(4) Number of outstanding shares (common stock)

Number of outstanding shares at the end of the term (Inclusive of treasury stock)	1st Quarter ended June 2025	98,220,085 shares	FY2024 ended March 2025	98,220,085 shares
Number of treasury stock at the end of the term	1st Quarter ended June 2025	2,399,877 shares	FY2024 ended March 2025	624,242 shares
Average number of outstanding shares during the term	1st Quarter ended June 2025	96,441,038 shares	1st Quarter ended June 2024	104,049,983 shares

* Review of the attached quarterly consolidated financial statements by a certified public accountant or an audit firm: None

* 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, 2025	As of June 30, 2025
Assets		
Noncurrent assets		
Property, plant and equipment		
Production facilities	53,986	53,033
Distribution facilities	143,063	140,333
Service and maintenance facilities	28,197	27,293
Other facilities	52,098	51,233
Construction in progress	21,469	22,931
Total property, plant and equipment	298,815	294,824
Intangible assets		
Other	16,628	16,995
Total intangible assets	16,628	16,995
Investments and other assets		
Investment securities	170,019	170,200
Net defined benefit asset	49,111	49,295
Other	36,539	37,250
Allowance for doubtful accounts	-73	-73
Total investments and other assets	255,596	256,673
Total noncurrent assets	571,040	568,493
Current assets		
Cash and deposits	46,749	31,940
Notes and accounts receivable and contract assets	84,610	65,318
Inventories	28,248	28,326
Other	28,956	46,694
Allowance for doubtful accounts	-839	-876
Total current assets	187,725	171,403
Total assets	758,765	739,897

(Unit: million yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Noncurrent liabilities		
Bonds payable	87,500	87,500
Long-term loans payable	43,722	43,563
Provision for gas holder repairs	688	702
Reserve for safety measures	21,699	20,946
Provision for gas appliance warranties	1,947	1,892
Net defined benefit liability	6,194	6,351
Other	28,326	28,545
Total noncurrent liabilities	190,077	189,502
Current liabilities		
Current portion of noncurrent liabilities	22,166	21,659
Notes and accounts payable-trade	38,563	31,495
Short-term loans payable	2,100	1,800
Income taxes payable	7,886	6,917
Other	49,576	39,807
Total current liabilities	120,293	101,680
Total liabilities	310,370	291,183
Net assets		
Shareholders' equity		
Capital stock	33,072	33,072
Capital surplus	8,387	8,387
Retained earnings	306,042	318,752
Treasury stock	-2,470	-9,730
Total shareholders' equity	345,032	350,482
Other comprehensive income		
Valuation difference on available-for-sale securities	61,706	62,092
Deferred gains or losses on hedges	5,564	3,332
Foreign currency translation adjustment	14,559	11,824
Remeasurements of defined benefit plans	21,531	20,982
Total other comprehensive income	103,362	98,232
Total net assets	448,394	448,714
Total liabilities and net assets	758,765	739,897

2. Consolidated statements of income and comprehensive income

Consolidated statements of income for the Three Months

(Unit: million yen)

	1 st Quarter of FY2024 (April – June 2024)	1 st Quarter of FY2025 (April – June 2025)
Net sales	146,103	161,470
Cost of sales	99,769	108,988
Gross profit	46,333	52,482
Selling, general and administrative expenses	31,108	32,641
Operating income	15,224	19,840
Non-operating income		
Interest income	226	230
Dividend income	1,373	1,583
Rent income	101	103
Miscellaneous revenues	507	682
Total non-operating income	2,208	2,600
Non-operating expenses		
Interest expense	233	279
Miscellaneous expenses	135	121
Total non-operating expenses	369	401
Ordinary income	17,064	22,039
Extraordinary income		
Gain on sales of investment securities	1,079	1,006
Total extraordinary income	1,079	1,006
Income before income taxes	18,143	23,045
Income taxes	4,482	6,431
Net income	13,661	16,614
Net income attributable to owners of the parent	13,661	16,614

Consolidated statements of comprehensive income for the Three Months

(Unit: million yen)

	1 st Quarter of FY2024 (April – June 2024)	1 st Quarter of FY2025 (April – June 2025)
Net income	13,661	16,614
Other comprehensive income		
Valuation difference on available-for-sale securities	-185	385
Deferred gains or losses on hedges	1,252	-1,646
Foreign currency translation adjustment	2,407	-2,257
Remeasurements of defined benefit plans	-568	-545
Share of other comprehensive income of entities accounted for using equity method	2,334	-1,067
Total other comprehensive income	5,242	-5,130
Comprehensive income	18,903	11,483
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	18,903	11,483
Comprehensive income attributable to non-controlling interests	-	-

3. Notes about Consolidated Statements

- Note of going concerns' premise: No

- Significant change in shareholders' equity: Yes

- Purchase of treasury stock

The Company repurchased its shares as follow, pursuant to Article 156 of the Companies Act as applied pursuant to Article 165, paragraph 3.

1. Types of shares repurchased	Common stock
2. Number of shares repurchased	1,775,200 shares
3. Total value of shares repurchased	¥7,258 million
4. Period of repurchase	From April 1, 2025 to June 30, 2025 (Commitment basis)
5. Method of repurchase	Market purchase on Tokyo Stock Exchange

- Application of accounting treatment specific to the preparation of quarterly consolidated financial statements

Calculation of tax costs

Tax expenses are calculated by multiplying the quarterly net income before tax adjustment by the estimated effective tax rate for the current consolidated fiscal year.

The amount of corporate tax adjustment is included in Income taxes.

- Notes on the statements of cash flow

There is no quarterly consolidated statement of cash flows for the three months ended June 30, 2025. Depreciation (including amortization for intangible assets other than goodwill) and amortization of goodwill for the first three months ended June 30, 2025 is as follows:

(Unit: million yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Depreciation	9,215	9,250
Amortization of goodwill	154	17

- Segment information

Segment information by category of business

Three months ended June 30, 2024 (April – June 2024)

(Unit: million yen)

	Business segment reported				Other (Note.1)	Total	Adjustments (Note.2)	Consolidated statements of income (Note.3)
	Gas	LPG and other Energies	Electricity	Total				
Net sales								
(1) External customers	98,095	23,290	16,955	138,341	7,761	146,103	-	146,103
(2) Intersegment	1,129	414	79	1,623	4,630	6,254	-6,254	-
Total	99,225	23,705	17,034	139,965	12,392	152,358	-6,254	146,103
Segment income	11,839	820	783	13,443	1,326	14,770	454	15,224

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, CN×P 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” (454 million yen) denotes eliminations of intersegment transactions.

3. Segment income in the table above is reconciled to operating income on the quarterly consolidated statements of income.

Three months ended June 30, 2025 (April – June 2025)

(Unit: million yen)

	Business segment reported				Other (Note.1)	Total	Adjustments (Note.2)	Consolidated statements of income (Note.3)
	Gas	LPG and other Energies	Electricity	Total				
Net sales								
(1) External customers	110,435	23,022	19,540	152,997	8,472	161,470	-	161,470
(2) Intersegment	1,092	344	88	1,525	5,117	6,642	-6,642	-
Total	111,527	23,367	19,629	154,523	13,589	168,113	-6,642	161,470
Segment income	16,113	554	1,151	17,819	1,596	19,415	424	19,840

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, CN×P 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” (424 million yen) denotes eliminations of intersegment transactions.

3. Segment income in the table above is reconciled to operating income on the quarterly consolidated statements of income.