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January 29, 2026

**Consolidated Financial Results
for the Nine Months Ended December 31, 2025
(Under Japanese GAAP)**



Company name: HOKKAIDO GAS CO., LTD.
 Listing: Tokyo, Sapporo
 Securities code: 9534
 URL: <https://www.hokkaido-gas.co.jp/english/>
 Representative: Chisato Kawamura, President and Representative Director
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 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2025	114,752	3.3	8,078	56.0	8,203	54.5	5,780	55.2
December 31, 2024	111,118	(3.2)	5,179	(23.3)	5,310	(23.5)	3,725	(23.5)

Note: Comprehensive income For the nine months ended December 31, 2025: ¥6,599 million [67.9%]
 For the nine months ended December 31, 2024: ¥3,931 million [(26.6)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2025	65.52	65.25
December 31, 2024	42.27	42.10

* The Company conducted a 5-for-1 stock split of its common shares on October 1, 2024. "Basic earnings per share" and "diluted earnings per share" are calculated based on the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of December 31, 2025	Millions of yen 195,216	Millions of yen 93,642	% 46.8
March 31, 2025	195,431	88,486	44.1

Reference: Equity
 As of December 31, 2025: ¥91,298 million
 As of March 31, 2025: ¥86,268 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen –	Yen 45.00	Yen –	Yen 10.00	Yen –
Fiscal year ending March 31, 2026	–	11.50	–		
Fiscal year ending March 31, 2026 (Forecast)				11.50	23.00

Note: Revisions to the forecast of cash dividends most recently announced: None

* The Company conducted a 5-for-1 stock split of its common shares on October 1, 2024. The year-end dividends per share for the fiscal year ended March 31, 2025 are stated in consideration of the stock split, and the total dividends for the year are stated as “-.” The year-end dividends per share for the fiscal year ended March 31, 2025, converted on a pre-split basis, is ¥50.00.

3. Consolidated financial results forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	175,000	2.8	15,500	8.2	15,500	7.4	11,174	7.4	126.66

Note: Revisions to the forecast of financial results most recently announced: Yes

* **Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 2 companies (Company name) Kitagas Lifront Co., Ltd., Muroran Gas Co., Ltd.

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements:
Yes

Note: For details, please see page 8 of the attachments, "(4) Notes to Quarterly Consolidated Financial Statements (Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)."

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
(ii) Changes in accounting policies due to other reasons: None
(iii) Changes in accounting estimates: None
(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2025	88,689,030 shares
As of March 31, 2025	88,689,030 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2025	417,760 shares
As of March 31, 2025	544,745 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2025	88,220,686 shares
Nine months ended December 31, 2024	88,115,533 shares

* The Company conducted a 5-for-1 stock split of its common shares on October 1, 2024. "Total number of issued shares at the end of the period," "number of treasury shares at the end of the period," and "average number of shares outstanding during the period" are calculated based on the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

1. The forward-looking statements, including forecasts for financial results, contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable. Actual results may differ significantly due to a variety of factors. Please see page 2 of the attachments, "1. Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" concerning the assumptions used as the basis for the forecasts for financial results and matters to note before using the earnings forecasts.

* Each item is calculated in accordance with the procedures for preparing financial statements by the Tokyo Stock Exchange.

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1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

During the nine months ended December 31, 2025 (April to December 2025), city gas sales volume including wholesale increased by 5.5% in total compared to the previous corresponding period. This increase was mainly driven by increased demand for heating in residential use resulting from low temperatures in early spring and early winter, as well as an increase in new installations. In business use, factors included increased demand for air conditioning during the high temperatures of summer, as well as expanded operations in tourism-related industries and the industrial sector.

Gas sales were ¥68,593 million, a 4.5% increase compared to the previous corresponding period, due to an increase in sales volume, despite lower unit selling prices under the fuel cost adjustment system. Electricity sales were ¥20,188 million, a 5.1% decrease compared to the previous corresponding period, mainly due to a decrease in the unit selling prices under the fuel cost adjustment system, despite an increase in sales volume. As a result, consolidated net sales totaled ¥114,752 million, a 3.3% increase compared to the previous corresponding period.

Ordinary profit was ¥8,203 million, a 54.5% increase compared to the previous corresponding period, mainly due to an increase in gas sales volume, despite an increase in strategic expenses related to the full-scale introduction of smart meters and initiatives in the DX field. Profit attributable to owners of parent was ¥5,780 million, a 55.2% increase compared to the previous corresponding period.

The consolidated results of our group are subject to seasonal fluctuation factors in that a large amount of sales are recorded from winter to early spring due to the high demand for gas and LPG sales and other energy-related products.

(2) Explanation of Financial Position

As of December 31, 2025, total assets decreased by ¥215 million year on year to ¥195,216 million. Net assets increased by ¥5,155 million year on year to ¥93,642 million.

As a result, the equity ratio increased from 44.1% at the end of the previous fiscal year to 46.8%.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

The consolidated and non-consolidated financial results forecasts have been revised, as net sales, operating profit, ordinary profit, and profit are expected to differ from the previous forecasts. For details, please refer to the “Notice Concerning Revisions to Financial Results Forecasts,” released today (January 29, 2026).

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Assets		
Non-current assets		
Property, plant and equipment		
Production facilities	20,236	20,512
Distribution facilities	42,856	45,436
Service and maintenance facilities	12,735	12,854
Other facilities	41,645	44,849
Construction in progress	4,784	3,523
Total property, plant and equipment	122,258	127,176
Intangible assets		
Other	5,377	5,109
Total intangible assets	5,377	5,109
Investments and other assets		
Investment securities	9,435	9,934
Retirement benefit asset	1,059	1,049
Deferred tax assets	2,292	2,321
Other	3,937	4,362
Allowance for doubtful accounts	(14)	(14)
Total investments and other assets	16,709	17,653
Total non-current assets	144,345	149,940
Current assets		
Cash and deposits	11,324	8,789
Notes and accounts receivable - trade, and contract assets	19,922	18,160
Merchandise and finished goods	517	710
Work in process	1,860	2,700
Raw materials and supplies	10,338	8,922
Other	7,182	6,064
Allowance for doubtful accounts	(59)	(70)
Total current assets	51,086	45,276
Total assets	195,431	195,216

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Non-current liabilities		
Bonds payable	35,000	31,150
Long-term borrowings	13,654	11,019
Deferred tax liabilities for land revaluation	548	565
Retirement benefit liability	4,443	4,708
Provision for gas holder repairs	152	226
Provision for safety measures	744	610
Provision for appliance warranties	1,335	1,402
Reserve for repairs of heat supply facilities	183	159
Lease liabilities	2,604	2,521
Other	2,637	2,132
Total non-current liabilities	<u>61,303</u>	<u>54,497</u>
Current liabilities		
Current portion of non-current liabilities	11,345	13,673
Notes and accounts payable - trade	10,291	3,312
Income taxes payable	2,417	2,588
Other	21,587	27,503
Total current liabilities	<u>45,641</u>	<u>47,077</u>
Total liabilities	<u>106,945</u>	<u>101,574</u>
Net assets		
Shareholders' equity		
Share capital	7,515	7,515
Capital surplus	5,256	5,299
Retained earnings	69,672	73,807
Treasury shares	(148)	(113)
Total shareholders' equity	<u>82,296</u>	<u>86,508</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,268	4,138
Revaluation reserve for land	236	268
Remeasurements of defined benefit plans	466	383
Total accumulated other comprehensive income	<u>3,971</u>	<u>4,790</u>
Share acquisition rights	83	88
Non-controlling interests	2,134	2,255
Total net assets	<u>88,486</u>	<u>93,642</u>
Total liabilities and net assets	<u>195,431</u>	<u>195,216</u>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Nine months ended December 31

(Millions of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Net sales	111,118	114,752
Cost of sales	79,548	78,907
Gross profit	31,570	35,844
Selling, general and administrative expenses		
Supply and sales expenses	23,271	23,722
General and administrative expenses	3,119	4,043
Total selling, general and administrative expenses	26,391	27,766
Operating profit	5,179	8,078
Non-operating income		
Dividend income	177	199
Rental income	194	174
Other	245	445
Total non-operating income	617	819
Non-operating expenses		
Impairment losses	–	219
Interest expenses	294	284
Personnel transfer expenses	155	141
Other	36	50
Total non-operating expenses	486	695
Ordinary profit	5,310	8,203
Extraordinary income		
Gain on bargain purchase	–	479
Total extraordinary income	–	479
Extraordinary losses		
Loss on step acquisitions	–	493
Total extraordinary losses	–	493
Profit before income taxes	5,310	8,188
Income taxes	1,579	2,374
Profit	3,730	5,814
Profit attributable to non-controlling interests	5	33
Profit attributable to owners of parent	3,725	5,780

Quarterly Consolidated Statement of Comprehensive Income

Nine months ended December 31

(Millions of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Profit	3,730	5,814
Other comprehensive income		
Valuation difference on available-for-sale securities	210	867
Remeasurements of defined benefit plans, net of tax	(7)	(83)
Share of other comprehensive income of entities accounted for using equity method	(2)	–
Total other comprehensive income	200	784
Comprehensive income	3,931	6,599
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,925	6,566
Comprehensive income attributable to non-controlling interests	5	33

(3) Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Cash flows from operating activities		
Profit before income taxes	5,310	8,188
Depreciation	11,015	11,647
Impairment losses	—	219
Gain on bargain purchase	—	(479)
Loss (gain) on step acquisitions	—	493
Increase (decrease) in provision for safety measures	(119)	(134)
Increase (decrease) in reserve for fixtures assurance	62	67
Increase (decrease) in retirement benefit liability	109	52
Increase (decrease) in allowance for doubtful accounts	4	7
Interest and dividend income	(195)	(211)
Interest expenses	294	284
Decrease (increase) in trade receivables	1,187	1,734
Decrease (increase) in inventories	(1,150)	435
Increase (decrease) in trade payables	(342)	(7,676)
Increase (decrease) in accrued consumption taxes	(1,594)	91
Other, net	413	(348)
Subtotal	14,994	14,372
Interest and dividends received	199	215
Interest paid	(356)	(341)
Income taxes refund (paid)	(5,029)	(4,365)
Net cash provided by (used in) operating activities	9,808	9,881
Cash flows from investing activities		
Purchase of property, plant and equipment	(13,408)	(12,129)
Proceeds from sale of property, plant and equipment	62	208
Purchase of intangible assets	(1,298)	(817)
Purchase of long-term prepaid expenses	(426)	(709)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	—	104
Purchase of investments in unconsolidated subsidiaries	(1,111)	—
Loan advances to subsidiaries and associates	(1,308)	(55)
Other, net	170	204
Net cash provided by (used in) investing activities	(17,319)	(13,194)
Cash flows from financing activities		
Net increase (decrease) in commercial papers	8,000	9,000
Repayments of long-term borrowings	(2,143)	(2,461)
Redemption of bonds	(3,500)	(3,515)
Dividends paid	(1,588)	(1,897)
Other, net	216	(353)
Net cash provided by (used in) financing activities	985	772
Net increase (decrease) in cash and cash equivalents	(6,526)	(2,540)
Cash and cash equivalents at beginning of period	9,469	11,324
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	—	5
Cash and cash equivalents at end of period	2,943	8,789

(4) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Significant changes in the scope of consolidation)

Kitagashirane Co., Ltd., which was an unconsolidated subsidiary at the end of the previous fiscal year, has been newly included in the scope of consolidation from the beginning of the first quarter of the fiscal year under review due to its increased materiality.

Muroran Gas Co., Ltd., which was an entity accounted for using the equity method at the end of the previous fiscal year, has been newly included in the scope of consolidation from the second quarter of the fiscal year under review as it became a subsidiary through the additional acquisition of shares during the second quarter of the fiscal year under review.

(Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)

Calculation of tax expenses

The Company calculates tax expenses by multiplying profit before income taxes for the period under review by a reasonably estimated effective tax rate for profit before income taxes for the fiscal year ending March 31, 2026 after the application of tax effect accounting.

(Segment information, etc.)

[Segment information]

I For the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

1. Information on net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Quarterly Consolidated Statements of Income (Note 3)
	Gas	Electricity	Energy- related	Total				
Net sales								
Sales to outside customers	64,052	21,108	25,183	110,344	774	111,118	—	111,118
Inter-segment sales or transfers	1,561	161	1,307	3,030	1,508	4,538	(4,538)	—
Total	65,613	21,270	26,491	113,374	2,282	115,657	(4,538)	111,118
Segment profit	3,977	2,535	428	6,942	55	6,998	(1,818)	5,179

(Notes) 1. The “Others” section is a business segment that is not included in the reportable segments and includes IT solution, real estate, and insurance agency businesses, etc.

2. The ¥(1,818) million adjustment in segment profit includes ¥83 million in the elimination of intersegment transactions, ¥(8) million in share of profit (loss) of entities accounted for using the equity method, and ¥(1,894) million in corporate expenses not allocated to each reportable segment. Corporate expenses are mainly general and administrative expenses that do not belong to any reportable segments.

3. Segment profit is adjusted with the operating profit in the quarterly consolidated statement of income.

2. Information on impairment loss on non-current assets and goodwill by reportable segment

Not applicable.

II For the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

1. Information on net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Quarterly Consolidated Statements of Income (Note 3)
	Gas	Electricity	Energy- related	Total				
Net sales								
Sales to outside customers	66,970	20,010	26,665	113,645	1,106	114,752	—	114,752
Inter-segment sales or transfers	1,622	178	1,439	3,240	1,539	4,779	(4,779)	—
Total	68,593	20,188	28,104	116,886	2,645	119,532	(4,779)	114,752
Segment profit	7,028	2,474	947	10,450	212	10,662	(2,583)	8,078

(Notes) 1. The “Others” section is a business segment that is not included in the reportable segments and includes IT solution, real estate, and insurance agency businesses, etc.

2. The ¥(2,583) million adjustment in segment profit includes ¥114 million in the elimination of intersegment transactions, ¥(16) million in share of profit (loss) of entities accounted for using the equity method, and ¥(2,682) million in corporate expenses not allocated to each reportable segment. Corporate expenses are mainly general and administrative expenses that do not belong to any reportable segments.

3. Segment profit is adjusted with the operating profit in the quarterly consolidated statements of income.

2. Information on impairment loss on non-current assets and goodwill by reportable segment
(Significant gain on bargain purchase)

Due to the inclusion of Muroran Gas Co., Ltd. in the scope of consolidation from the second quarter of the fiscal year under review, a gain on bargain purchase of ¥479 million has been recorded.

As the gain on bargain purchase arising from this event is an extraordinary income, it is not included in segment profit.

3. Supplemental information

(1) Summary of Quarterly Non-Consolidated Financial Results

Number of customers, etc. (Cases)

Item		As of December 31, 2024	As of December 31, 2025	Change	Change (%)
Gas	Number of retail customers	490,324	489,553	(771)	(0.2)
	Number of meters installed	603,369	605,660	2,291	0.4
Electricity	Number of customers	259,024	257,202	(1,822)	(0.7)

Gas sales volume (Thousand m³)

Item		Nine months ended December 31, 2024	Nine months ended December 31, 2025	Change	Change (%)
Business use	Residential use	111,968	120,137	8,169	7.3
	Commercial use	119,670	125,845	6,175	5.2
	Industrial use	66,103	67,996	1,894	2.9
	Public use	37,302	39,277	1,975	5.3
	Medical use	27,831	29,420	1,589	5.7
	Total	250,906	262,539	11,633	4.6
Subtotal		362,874	382,676	19,802	5.5
Supply for other businesses		18,953	20,151	1,198	6.3
Total sales volume		381,827	402,827	21,000	5.5

Electricity sales volume (Thousand kWh)

Item		Nine months ended December 31, 2024	Nine months ended December 31, 2025	Change	Change (%)
Low voltage	481,566	496,119	14,553	3.0	
High voltage	96,412	94,084	(2,327)	(2.4)	
Wholesale	35,907	34,164	(1,742)	(4.9)	
Total sales volume	613,884	624,367	10,483	1.7	

Net sales and profit

(% indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2025	99,616	3.0	7,369	54.4	7,317	56.9	5,297	57.9
Nine months ended December 31, 2024	96,696	(3.3)	4,772	(16.1)	4,663	(17.2)	3,354	(17.3)
Fiscal year ended March 31, 2025	148,475	(1.8)	13,341	(5.2)	12,965	(6.6)	9,397	(7.0)