

Consolidated Financial Results Bulletin for the 1st Quarter Ended June 30, 2014**(J-GAAP)****Tokyo Gas Co., Ltd.**

Securities code: 9531
 (URL <http://www.tokyo-gas.co.jp/IR/english/index.html>)
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Stock listings:
 Tokyo Stock Exchange, Nagoya Stock Exchange

Location of head office: Tokyo

Scheduled date of the filing of quarterly report: August 14, 2014
 Scheduled date of the start of dividend payments: —
 Preparation of 1Q earnings presentation material (yes/no): **Yes**
 Holding of 1Q earnings announcement (yes/no): **Yes** (for institutional investors)

(Amounts are rounded down to the nearest million yen)

1. Consolidated Performance for 1st Quarter (from April 1, 2014 to - June 30, 2014)

(Unit: million yen)

(1) Consolidated Business Performance (% of change from the corresponding period of previous year)

	Net sales		Operating income		Ordinary income		Net income	
Three months ended Jun. 30, 2014	534,039	12.8%	60,011	50.3%	59,618	50.5%	44,755	71.8%
Three months ended Jun. 30, 2013	473,623	7.0%	39,934	-12.8%	39,613	-20.0%	26,047	-18.1%

Note: Total comprehensive income

Three months ended June 30, 2014: 43,030 million yen (16.4%)

Three months ended June 30, 2013: 36,970 million yen (3.4%)

	Net income per share	Diluted net income per share
Three months ended Jun. 30, 2014	18.11 yen	—
Three months ended Jun. 30, 2013	10.29 yen	—

(2) Consolidated Financial Position

(Unit: million yen)

	Total assets	Net assets	Equity ratio
As of Jun. 30, 2014	2,109,300	1,017,195	47.4%
As of Mar. 31, 2014	2,176,816	1,029,492	46.5%

Reference: Shareholders' equity

As of Jun. 30, 2014: 999,494 million yen

As of March 31, 2014: 1,011,787 million yen

2. Dividend

	Dividend per share (Unit: yen)				
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	Annual
FY2013 ended Mar. 31, 2014	—	5.00	—	5.00	10.00
FY2014 ending Mar. 31, 2015	—				
FY2014 ending Mar. 31, 2015 (Forecast)		5.00	—	5.00	10.00

Note: Revision to the dividend forecast that has been disclosed lastly: No

3. Consolidated Results Forecast for FY2014 ending March 31, 2015 (April 1, 2014 - March 31, 2015)

(1) Consolidated Business Performance

(Unit: million yen)
(% of change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Value	% Change	Value	% Change	Value	% Change	Value	% Change	Value
Half-year	1,033,000	10.7%	63,000	-8.0%	62,000	-4.6%	53,000	23.9%	21.58 yen
Full-year	2,288,000	8.3%	133,000	-19.9%	126,000	-21.1%	97,000	-10.6%	39.62 yen

(2) Consolidated Financial Position

(Unit: million yen)

	Total assets	Net assets	Equity ratio
Full-year	2,232,000	1,055,000	46.4

Reference: Shareholders' equity million yen

Note: Revision to the consolidated results forecast that has been disclosed lastly: *Yes*

*Notes

(1) Significant changes in consolidated subsidiaries (changes in specified subsidiaries resulting in change of scope of consolidation during the quarter) (yes/no): *No*

(2) Application of accounting treatment peculiar to quarterly consolidated financial statement preparation (yes/no): *Yes*

Note: Please see page 5 of the Attachment, "2. Summary Information (Notes): (1) Application of accounting treatment peculiar to quarterly consolidated financial statement preparation" for details.

(3) Change in accounting policies or estimates and retrospective restatements

1) Change in accounting policies in accordance with revision of accounting standards: *Yes*

2) Change in accounting policies other than item 1) above: *No*

3) Change in accounting estimates: *No*

4) Retrospective restatements: *No*

Note: Please see page 5 of the Attachment, "2. Summary Information (Notes): (2) Changes in accounting policies or estimates and retrospective restatements" for details.

(4) Number of issued shares (common stock)

(Unit: share)

1) Number of issued shares at end of period (including treasury stock):	Jun 30, 2014	2,517,551,295	Mar. 31, 2014	2,517,551,295
2) Number of shares of treasury stock at end of period:	Jun 30, 2014	77,136,763	Mar. 31, 2014	6,334,608
3) Average number of shares during period:	Apr. – Jun. 2014	2,470,936,713	Apr. – Jun. 2013	2,531,520,580

* Presentation of implementation status for quarterly review procedures

The quarterly review procedure based on the Financial Instruments and Exchange Act does not apply to this Consolidated Financial Results Bulletin, and the quarterly review procedure based on the Financial Instruments and Exchange Act had not been completed as of the release of this Consolidated Financial Results Bulletin.

* Explanation related to appropriate use of results forecasts and other items warranting special mention

1. The above forecasts are based on the information available at the time this report was prepared, and Tokyo Gas makes no guarantee that these figures will be achieved. Actual results may differ from these forecasts for a variety of reasons. Please see page 3 of the Attachment, "1. Qualitative Information on 1st Quarter Results: (3) Qualitative information on consolidated results forecast" for details.

2. The information related to this Financial Results will be posted on TDnet, and subsequently on the Web site as quickly as possible.

Non-Consolidated Results Forecast for FY2014 ending March 31, 2015 (April 1, 2014 - March 31, 2015)

(Unit: million yen)

(% of change from the corresponding period of previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
Half-year	944,000	11.0%	48,000	-13.0%	52,000	-10.9%	44,000	11.1%	17.92 yen
Full-year	2,080,000	9.0%	98,000	-23.8%	103,000	-20.9%	81,000	-10.0%	33.09 yen

Note: Revision to the non-consolidated results forecast that has been disclosed lastly: *Yes*

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1. Qualitative Information on 1st Quarter Results

(1) Qualitative information on consolidated business performance

Gas sales volume for the first quarter of FY2014 (April 1 – June 30, 2014) increased 8.0% year-on-year, to 3,657 million m³. This increase was mainly driven by an improvement in industrial demand especially for electric power generation which more than offset a reduction in commercial demand caused by a decrease in the number of gas usage days from the previous year attributable to gas meter reading schedule. Increasing gas sales volume and rising sales unit prices under the gas rate adjustment system in line with yen's depreciation, city gas sales grew a 13.2% increase to ¥389.8 billion.

In addition to this increase in city gas sales, sales of other energy (Electric Power Generation etc.) rose, leading to a 12.8% increase in consolidated net sales, to ¥534.0 billion.

Despite efforts to further increase management efficiency and reduce expenses to the maximum extent possible, higher gas resource costs stemming from an increase in gas sales volume and the yen's depreciation, combined with an increase in expenses at the other energy segment, resulted in a 9.3% increase in operating expenses, to ¥474.0 billion.

As a result, operating income increased 50.3% year-on-year, to ¥60.0 billion, and ordinary income was 50.5% higher, at ¥59.6 billion. Net income increased 71.8%, to ¥44.7 billion after the recording of income taxes as well as the posting of extraordinary gain on sales of noncurrent assets of ¥5.4 billion and extraordinary loss on valuation of investment securities of ¥0.5 billion.

Because the city gas business accounts for the majority of consolidated net sales, seasonal fluctuations at the business from factors including average temperatures may have a significant impact on net sales.

<Consolidated Gas Sales Volume for Three Months Ended June 30, 2014>

		Apr. – Jun. 2014	Apr. – Jun. 2013	Change	% change	
No. of customers	Thousands	11,137	10,995	142	1.3	
Gas sales volume	Residential	m ³	29.52	30.02	-0.50	-1.7
		Mil. m ³	835	837	-2	-0.3
	Commercial	Mil. m ³	595	600	-5	-0.9
	Industrial	Mil. m ³	1,756	1,483	273	18.4
	Subtotal	Mil. m ³	2,351	2,083	268	12.8
	Supplies to other utilities	Mil. m ³	471	466	5	1.0
Total	Mil. m ³	3,657	3,387	270	8.0	
Average temperature	°C	17.8	17.5	0.3	—	

Notes:

1. The upper row of figures for residential demand indicates gas sales per meter read (m³/household, month).
2. “Commercial” indicates sales to commercial, public and medical institutions.
3. Gas sales volumes are on the basis of 45MJ/m³.
4. Average temperature is the average temperature during the period of use by each customer (from date of initial month's meter reading to final month's meter reading).

The aforementioned notes also apply to the relevant tables.

(Foreign Exchange Rate and Crude Oil Price)

¥/\$ rate	Apr. – Jun. 2014	Apr. – Jun. 2013	Change	Crude oil price (\$/bbl)	Apr. – Jun. 2014	Apr. – Jun. 2013	Change
	102.17	98.78			3.39	109.52	

(2) Qualitative information on consolidated financial position

Total assets as of June 30, 2014, totaled ¥2,109.3 billion, marking a ¥67.5 billion decrease from March 31, 2014. Despite increases in raw materials and supplies and in construction in progress from capital investment, decreases in the amount of short-term investment securities as well as of notes and accounts receivable-trade from seasonal factors resulted in an overall decline.

Net assets totaled ¥1,017.1 billion, reflecting an increase from the recording of net income for the quarter (¥44.7 billion), which exceeded decreases from purchases of treasury stock in the market (¥39.9 billion) and the payment of dividends from surplus (¥12.5 billion).

With the rate of decrease in shareholders' equity (calculated as the total of shareholders' equity and valuation and translation adjustments) falling behind the rate the decrease in total assets, the shareholders' equity ratio rose 0.9 percentage point, to 47.4%.

(3) Qualitative information on consolidated results forecast

Our economic framework assumptions of a crude oil price of \$110.00/bbl and foreign exchange rate of ¥105.00/\$ used in the forecast for consolidated business results included in the Consolidated Financial Results Bulletin for the Fiscal Year Ended March 31, 2014, announced on April 28, 2014, are unchanged. According to these assumptions, foreign exchange rate for FY2014 is estimated to be ¥104.29/\$ and crude oil price for FY2014 is estimated to be \$109.88/bbl.

As a result, we have reduced our previous forecast for consolidated net sales at Tokyo Gas and its subsidiaries by ¥10.0 billion, to ¥2,288.0 billion, and raised our profit forecasts at a 3 billion increase in operating income to ¥133.0 billion, a 3 billion increase in ordinary income to ¥126.0 billion, and a 3 billion increase in net income to ¥97.0 billion.

On a non-consolidated basis, we have lowered our forecasts for non-consolidated business results included in the Consolidated Financial Results Bulletin for the Fiscal Year Ended March 31, 2014, announced on April 28, 2014, reducing our net sales forecast by ¥11.0 billion, to ¥2,080.0 billion. Although we have raised our forecast for gas sales volume on a contribution from growth in industrial demand especially for electric power generation, with the lower sales unit prices under the gas rate adjustment system, we are forecasting a ¥11.0 billion decrease in net sales to ¥2,080.0 billion. At the same time, with the decrease in gas resource costs expected to exceed the decrease in sales, we see the gross margin increasing, and have therefore raised our profit forecasts, by ¥2.0 billion, to ¥98.0 billion for operating income, by ¥3.0 billion, to ¥103.0 billion for ordinary income, and by ¥3.0 billion, to ¥81.0 billion for net income.

As for the period April to September 2014, we expect that net sales will be ¥1,033.0 billion (down ¥10.0 billion from former forecast on the Consolidated Financial Results Bulletin for the Fiscal Year Ended March 31, 2014, announced on April 28, 2014), operating income will be ¥63.0 billion (up ¥2.0 billion), ordinary income will be ¥62.0 billion (up ¥2.0 billion), and net income will be ¥53.0 billion (up ¥3.0 billion).

1) Consolidated Business Results

a. Gas sales volume forecast for FY2014

			FY2014 (Forecast)	FY2013 (Results)	Change	% change
Gas sales volume	Residential	Mil. m ³	3,455	3,450	5	0.1
	Commercial	Mil. m ³	2,774	2,844	-70	-2.5
	Industrial	Mil. m ³	7,071	6,433	638	9.9
	Subtotal	Mil. m ³	9,846	9,278	568	6.1
	Supplies to other utilities	Mil. m ³	2,026	2,007	19	0.9
	Total	Mil. m ³	15,326	14,735	591	4.0
Average temperature		°C	16.9	17.0	-0.1	—

b. Forecast for FY2014

(Unit: hundred million yen)

	Net sales			Operating income	Ordinary income	Net income
	Gas sales	Other sales				
FY2014 (forecast)	22,880	16,259	6,621	1,330	1,260	970
FY2013 (results)	21,121	15,051	6,069	1,660	1,596	1,084
Change	1,759	1,208	552	-330	-336	-114
% change	8.3%	8.0%	9.1%	-19.9%	-21.1%	-10.6%

Note: Internal sales between segments are adjusted in the "Other sales" column.

2) Non-consolidated Business Results

a. Gas sales volume forecast for FY2014

			FY2014 (Forecast)	FY2013 (Results)	Change	% change
Gas sales volume	Residential	Mil. m ³	3,351	3,345	6	0.2
	Commercial	Mil. m ³	2,610	2,681	-71	-2.6
	Industrial	Mil. m ³	6,888	6,239	649	10.4
	Subtotal	Mil. m ³	9,498	8,919	579	6.5
	Supplies to other utilities	Mil. m ³	2,271	2,255	16	0.7
	Total	Mil. m ³	15,120	14,519	601	4.1

b. Forecast for FY2014

(Unit: hundred million yen)

	Net sales		Operating income	Ordinary income	Net income
	Gas sales	Other sales			
FY2014 (forecast)	20,800	15,900	980	1,030	810
FY2013 (results)	19,085	14,677	1,286	1,302	900
Change	1,715	1,223	-306	-272	-90
% change	9.0%	8.3%	-23.8%	-20.9%	-10.0%

(Foreign Exchange Rate and Crude Oil Price)

¥/\$ rate	FY2014 (Forecast)	FY2013 (Results)	Change	Crude oil price (\$/bbl)	FY2014 (Forecast)	FY2013 (Results)	Change
		104.29	100.17		4.12		109.88

2. Summary Information (Notes)

(1) Application of accounting treatment peculiar to quarterly consolidated financial statement preparation

Calculation of taxes

Taxes are calculated by multiplying income before income taxes for the first-quarter period under review by the reasonably estimated effective tax rate subsequent to the application of tax effect accounting to the income before income taxes for the current consolidated fiscal year ending March 31, 2015 including the first quarter under review.

(2) Changes in accounting policies or estimates and retrospective restatements

Change in accounting principle

Effective from the end of the first quarter under review, the Company adopted the Accounting Standard for Retirement Benefits (Accounting Standards Board of Japan (“ASBJ”) Statement No. 26, May 17, 2012, hereinafter, “Accounting Standard”) and Guidance on Accounting Standard for Retirement Benefits (ASBJ Guidance No. 25, May 17, 2012, hereinafter, “Guidance on Retirement Benefits”), with regard to the clauses set forth in Article 35 of the Accounting Standard and Article 67 of the Guidance on Retirement Benefits. Under the new standard, the calculation of liabilities for retirement benefits and service costs has been revised and the method of attributing expected benefits to periods has been changed from straight-line basis to benefit formula basis. The determination of the discount rate has been also changed from method of using the discount rate corresponding to the average remaining service life of employees to method of using a single weighted-average discount rate that reflects the periods until the expected payment of retirement benefits and the amount of projected benefits every such period.

With regard to the application of the Accounting Standard, etc., in accordance with the provisions on transitional implementation indicated in Paragraph 37 of the Accounting Standard for Retirement Benefits, the impact resulting from the change in the calculation method of liabilities for retirement benefits and service costs is included in retained earnings. However, the impact is immaterial and has immaterial impact on operating income, ordinary income and income before income taxes.

3. Consolidated Financial Statements

(1) Consolidated balance sheets

(Unit: million yen)

Account	FY2013 (as of Mar. 31, 2014)	1st Quarter of FY2014 (as of Jun. 30, 2014)
ASSETS		
Noncurrent assets		
Property, plant and equipment		
Production facilities	181,651	179,656
Distribution facilities	477,589	473,420
Service and maintenance facilities	61,432	60,533
Other facilities	320,112	320,583
Inactive facilities	316	399
Construction in progress	154,384	162,444
Total property, plant and equipment	1,195,487	1,197,037
Intangible assets		
Goodwill	668	592
Other	131,658	129,882
Total intangible assets	132,327	130,475
Investments and other assets		
Investment securities	181,196	184,586
Long-term loans receivable	15,219	14,597
Assets for retirement benefits	14,693	5,115
Deferred tax assets	26,171	25,639
Other	27,896	29,086
Allowance for doubtful accounts	(471)	(481)
Total investments and other assets	264,707	258,543
Total noncurrent assets	1,592,521	1,586,057
Current assets		
Cash and deposits	72,979	79,994
Notes and accounts receivable-trade	253,715	218,267
Lease receivables and investment assets	26,358	25,488
Short-term investment securities	78,000	4,000
Merchandise and finished goods	3,896	4,331
Work in process	10,213	16,293
Raw materials and supplies	62,726	86,680
Deferred tax assets	11,902	12,410
Other	65,224	76,311
Allowance for doubtful accounts	(722)	(535)
Total current assets	584,294	523,243
Total assets	2,176,816	2,109,300

Account	FY2013 (as of Mar. 31, 2014)	1st Quarter of FY2014 (as of Jun. 30, 2014)
LIABILITIES		
Noncurrent liabilities		
Bonds payable	336,495	322,696
Long-term loans payable	309,544	317,105
Deferred tax liabilities	12,987	13,017
Provision for retirement benefits	84,965	75,500
Provision for gas holder repairs	3,373	3,492
Provision for safety measures	1,713	1,552
Asset retirement obligations	7,646	7,573
Other	17,640	18,254
Total noncurrent liabilities	774,366	759,193
Current liabilities		
Current portion of noncurrent liabilities	51,079	63,429
Notes and accounts payable-trade	113,064	84,835
Short-term loans payable	18,262	18,713
Income taxes payable	41,580	24,632
Deferred tax liabilities	2	3
Other	148,967	141,296
Total current liabilities	372,957	332,911
Total liabilities	1,147,324	1,092,104
NET ASSETS		
Shareholders' equity		
Capital stock	141,844	141,844
Capital surplus	2,065	2,065
Retained earnings	827,129	856,931
Treasury stock	(3,643)	(43,659)
Total shareholders' equity	967,395	957,181
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	25,860	29,378
Deferred gains or losses on hedges	(671)	(850)
Foreign currency translation adjustment	17,889	13,018
Accumulated adjustment for retirement benefits	1,313	766
Total valuation and translation adjustments	44,391	42,312
Minority interests	17,705	17,700
Total net assets	1,029,492	1,017,195
Total liabilities and net assets	2,176,816	2,109,300

(2) Consolidated statements of income and comprehensive income
(Consolidated statement of income)
(Three months ended June 30, 2014)

(Unit: million yen)

Account	Three Months of FY2013 (Apr. - Jun., 2013)	Three Months of FY2014 (Apr. - Jun., 2014)
Net sales	473,623	534,039
Cost of sales	324,890	367,223
Gross profit	148,732	166,816
Selling, general and administrative expenses		
Supply and sales expenses	92,363	89,974
General and administrative expenses	16,434	16,829
Total selling, general and administrative expenses	108,797	106,804
Operating income	39,934	60,011
Non-operating income		
Interest income	369	180
Dividends income	1,495	1,004
Equity in earnings of affiliates	1,318	578
Miscellaneous income	2,134	1,978
Total non-operating income	5,318	3,742
Non-operating expenses		
Interest expenses	2,946	3,114
Foreign exchange losses	2,693	1,021
Miscellaneous expenses	5,640	4,135
Ordinary income	39,613	59,618
Extraordinary income		
Gain on sales of noncurrent assets	—	5,459
Total extraordinary income	—	5,459
Extraordinary loss		
Loss on valuation of investment securities	—	501
Total extraordinary losses	—	501
Income before income taxes	39,613	64,577
Total income taxes	13,378	19,497
Income before minority interests	26,234	45,079
Minority interests in income	187	324
Net income	26,047	44,755

(Consolidated statement of comprehensive income)
(Three months ended June 30, 2014)

(Unit: million yen)

Account	Three Months of FY2013 (Apr. - Jun., 2013)	Three Months of FY2014 (Apr. - Jun., 2014)
Income before minority interests	26,234	45,079
Other comprehensive income		
Valuation difference on available-for-sale securities	2,470	3,544
Deferred gains or losses on hedges	863	(73)
Foreign currency translation adjustment	4,966	(3,716)
Adjustment for retirement benefits	—	(562)
Share of other comprehensive income of associates accounted for using equity method	2,434	(1,241)
Total other comprehensive income	10,735	(2,049)
Comprehensive income	36,970	43,030
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	36,746	42,677
Comprehensive income attributable to minority interests	223	353

(3) Notes on consolidated financial statements

(Note on going concerns' premise)

Not applicable

(Significant changes in shareholders' equity)

Purchase of treasury stock

The Company purchased treasury stock from the market as per the provisions of Article 156 of the Companies Act that is applied in an alternative interpretation of Article 165, Section 3 of the Companies Act.

The acquisition of treasury stock, as per the resolution passed by the Board of Directors on April 28, 2014, was completed with the purchases made by June 12, 2014.

- Purchase period May 7 – June 12, 2014 (contract basis)
- Number of shares purchased 70,773 thousand shares
- Total amount of purchase ¥39,999 million
- Purchase method Market buying by specified fund trust on the Tokyo Stock Exchange

(Segment information)

(Information related to net sales and profit and loss amounts by reporting segment)

Three months ended June 30, 2013 (from Apr. 1 – Jun. 30, 2013)

(Unit: million yen)

	Reporting segment					Others (Note 1)	Total	Adjustments (Note 2)	Amount recorded on consolidated statement (Note 3)
	City gas	Gas appliances and installation work	Other energy	Real estate	Total				
Net sales									
External sales	331,905	39,373	78,656	2,746	452,681	20,942	473,623	—	473,623
Intersegment sales & transfers	12,609	2,997	835	4,598	21,040	19,609	40,649	(40,649)	—
Total	344,514	42,370	79,492	7,344	473,721	40,551	514,273	(40,649)	473,623
Segment income	43,555	651	3,585	1,616	49,408	605	50,014	(10,079)	39,934

Notes:

1. The “Others” segment indicates businesses not included in the reporting segments, including construction business, information processing service, shipping business, credit/lease financial services, and overseas business.
2. The ¥(10,079) million segment income adjustment includes ¥798 million in eliminations for intersegment transactions and ¥(10,878) million of companywide expenses not allocated to the respective reporting segments. Companywide expenses are primarily, general and administrative expenses that are not assignable to a reporting segment.
3. Segment income is adjusted to reflect operating income as recorded on the Consolidated Statements of Income.

Three months ended June 30, 2014 (from Apr. 1 – Jun. 30, 2014)

(Unit: million yen)

	Reporting segment					Others (Note 1)	Total	Adjustments (Note 2)	Amount recorded on consolidated statement (Note 3)
	City gas	Gas appliances and installation work	Other energy	Real estate	Total				
Net sales									
External sales	376,048	37,803	95,702	2,771	512,325	21,714	534,039	—	534,039
Intersegment sales & transfers	13,771	2,588	1,873	3,819	22,053	24,288	46,341	(46,341)	—
Total	389,820	40,392	97,575	6,591	534,379	46,002	580,381	(46,341)	534,039
Segment income	55,382	641	9,706	1,682	67,413	2,869	70,283	(10,271)	60,011

Notes:

1. The “Others” segment indicates businesses not included in the reporting segments, including construction business, information processing service, shipping business, credit/lease financial services, and overseas business.
2. The ¥(10,271) million segment income adjustment includes ¥404 million in eliminations for intersegment transactions and ¥(10,676) million of companywide expenses not allocated to the respective reporting segments. Companywide expenses are primarily, general and administrative expenses that are not assignable to a reporting segment.
3. Segment income is adjusted to reflect operating income as recorded on the Consolidated Statements of Income.

4. Supplementary Information

(1) Non-consolidated 1st quarter business performance

<Gas Sales Volume for Three Months Ended June 30, 2014>

		Apr. – Jun. 2014	Apr. – Jun. 2013	Change	% change	
No. of customers	Thousands	10,834	10,696	138	1.3	
Gas sales volume	Residential	m ³	29.36	29.86	-0.50	-1.7
		Mil. m ³	808	810	-2	-0.2
	Business	Mil. m ³	561	567	-6	-1.0
	Industrial	Mil. m ³	1,714	1,438	276	19.2
	Subtotal	Mil. m ³	2,275	2,005	270	13.5
	Supplies to other utilities	Mil. m ³	523	519	4	0.6
	Total	Mil. m ³	3,605	3,334	271	8.1
Average temperature	°C	17.8	17.5	0.3	—	

<Balance of Payments for Three Months Ended June 30, 2014>

(Unit: hundred million yen)

Income			Change from First 3M of FY2013	Rate (%)	Expenses			Change from First 3M of FY2013	Rate (%)
Product sales	Gas sales	3,806	450	13.4	Operating expenses	Cost of sales	2,447	346	16.5
						Sales and administrative expenses	946	-14	-1.4
						Subtotal	3,394	333	10.9
Other sales	Installation work	81	0	-0.1	Other expenses	Installation work	83	0	-0.4
	Gas appliances, etc.	236	-17	-6.8		Gas appliances	208	-15	-6.7
	Incidental businesses	811	184	29.2		Incidental businesses	759	168	28.5
	Subtotal	1,128	166	17.3		Subtotal	1,051	153	17.0
Total net sales		4,935	617	14.3	Total expenses		4,446	487	12.3
					Operating income		489	130	36.1
Non-operating income		75	3	4.1	Non-operating expenses		34	-15	-29.5
					Ordinary income		529	148	38.6
Extraordinary income		12	12	—	Extraordinary loss		5	5	—
					Net income		387	128	49.2

Notes:

1. Cost of sales includes gas resource cost of ¥238.4 billion (increased by ¥33.8 billion, or 16.5%, year on year).
2. Non-operating expenses include interest expenses of ¥2.6 billion (increased by ¥0.1 billion, or 6.4%, year on year).