

**Consolidated Financial Results Bulletin for the Fiscal Year Ended March 31, 2024****(J-GAAP)****Tokyo Gas Co., Ltd.**

Securities code: 9531  
 (URL <https://www.tokyo-gas.co.jp/en/IR/index.html>)  
 Representative: Mr. SASAYAMA Shinichi, Representative  
 Corporate Executive Officer, President and CEO  
 Contact: Mr. KOMORI Rikiya, Chief Manager,  
 Consolidated Settlements Sect.

**Stock listings:**  
 Tokyo Stock Exchange, Nagoya Stock Exchange

Location of head office: Tokyo

General shareholders' meeting schedule: June 27, 2024  
 Scheduled date of the filing of securities report: June 27, 2024  
 Scheduled date of the start of dividend payments: June 6, 2024  
 Preparation of earnings presentation material (yes/no): **Yes**  
 Holding of earnings announcement (yes/no): **Yes** (for institutional investors)

(Amounts are rounded down to the nearest million yen)

**1. Consolidated Performance for FY2023 ended March 31, 2024 (from April 1, 2023 to March 31, 2024)**

(Unit: million yen)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
FY2023 ended Mar. 31, 2024	2,664,518	-19.0%	220,308	-47.7%	228,179	-44.2%	169,936	-39.5%
FY2022 ended Mar. 31, 2023	3,289,634	52.7%	421,477	230.5%	408,846	199.6%	280,916	193.5%

Note: Total comprehensive income

FY2023 ended March 31, 2024: 281,162 million yen (-21.5%)

FY2022 ended March 31, 2023: 358,130 million yen (238.4%)

	Profit per share	Diluted profit per share	Ratio of profit to shareholders' equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
FY2023 ended Mar. 31, 2024	411.88 yen	—	10.4%	6.1%	8.3%
FY2022 ended Mar. 31, 2023	646.99 yen	—	20.0%	12.1%	12.8%

Reference: Profit or loss on investment accounted for by equity method

FY2023 ended March 31, 2024: 3,061 million yen

FY2022 ended March 31, 2023: -4,450 million yen

**(2) Consolidated Financial Position**

(Unit: million yen)

	Total assets	Total net assets	Equity ratio	Net assets per share
As of Mar. 31, 2024	3,888,855	1,733,218	43.6%	4,249.83 yen
As of Mar. 31, 2023	3,581,425	1,589,301	43.5%	3,595.60 yen

Reference: Shareholders' equity

As of March 31, 2024: 1,695,747 million yen

As of March 31, 2023: 1,558,404 million yen

**(3) Consolidated Cash Flows**

(Unit: million yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
FY2023 ended Mar. 31, 2024	331,210	-362,014	-73,214	363,890
FY2022 ended Mar. 31, 2023	487,030	-203,522	-22,403	453,432

## 2. Dividend

	Dividend per share (Unit: yen)					Total dividend payments (Full-year) (Unit: million yen)	Payout ratio (Consolidated)	Dividend on equity (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	Full-year			
FY2022 ended Mar. 31, 2023	—	32.50	—	32.50	65.00	28,186	10.0%	2.0%
FY2023 ended Mar. 31, 2024	—	32.50	—	37.50	70.00	28,407	17.0%	1.8%
FY2024 ending Mar. 31, 2025 (Forecast)	—	35.00	—	35.00	70.00		—	

## 3. Consolidated Results Forecast for FY2024 ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(Unit: million yen)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
Full-year	2,642,000	-0.8%	113,000	-48.7%	111,000	-51.4%	80,000	-52.9%	205.40

### \*Notes

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

Newly included: 4 (names) Rockcliff Energy II LLC (note 1), Rockcliff Energy Operating LLC (note 2), TGAM Trading, LLC, TGARM Investment, LLC

Excluded: 2 (names) TGBI 1. LLC, TG Barnett Resources LP

Notes: 1. Rockcliff Energy II LLC has been renamed TGNR Intermediate Holdings LLC, effective April 1, 2024.

2. Rockcliff Energy Operating LLC has been renamed TGNR East Texas II LLC, effective April 1, 2024.

Reference: Scope of consolidation and application of equity method

Number of consolidated subsidiaries: 104 (Increased by 14 companies and decreased by 12 companies)

Number of subsidiaries and affiliates accounted for by equity method: 23 (Increased by 9 companies and decreased by 1 company)

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

1) Change in accounting policies in accordance with revision of accounting standards: *No*

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

3) Change in accounting estimates: *No*

4) Retrospective restatements: *No*

(3) Number of issued shares (common stock)

(Unit: share)

1) Number of issued shares at end of period (including treasury stock):	Mar. 31, 2024	400,452,159	Mar. 31, 2023	434,875,059
2) Number of shares of treasury stock at end of period:	Mar. 31, 2024	1,436,376	Mar. 31, 2023	1,455,205
3) Average number of shares during period:	Apr. 2023– Mar.2024	412,584,717	Apr. 2022– Mar.2023	434,188,168

(Reference)

**1. Non-Consolidated Business Results for FY2023 ended March 31, 2024 (April 1, 2023 - March 31, 2024)**

(1) Non-Consolidated Business Performance

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

	Net sales		Operating profit		Ordinary profit		Net income	
FY2023 ended Mar. 31, 2024	2,376,447	-20.8%	126,258	-58.1%	155,575	-48.8%	124,300	-39.4%
FY2022 ended Mar. 31, 2023	2,999,878	55.3%	301,426	480.6%	303,621	532.8%	205,171	442.9%

	Profit per share	Diluted profit per share
FY2023 ended Mar. 31, 2024	301.27 yen	—
FY2022 ended Mar. 31, 2023	472.54 yen	—

(2) Non-Consolidated Financial Position

(Unit: million yen)

	Total assets	Total net assets	Equity ratio	Net assets per share
As of Mar. 31, 2024	2,698,141	980,081	36.3%	2,456.25 yen
As of Mar. 31, 2023	2,696,080	991,764	36.8%	2,288.23 yen

Reference: Shareholders' equity

As of March 31, 2024: 980,081 million yen

As of March 31, 2023: 991,764 million yen

\* Quarterly review procedures by a certified public accountant or an audit firm do not apply to quarterly consolidated financial results bulletins.

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

1. Earnings forecasts involve significant uncertainties, including the impact of the situation between Russia and Ukraine. Forecasts may vary significantly depending on future developments.  
For details of the above forecasts, please refer to "1. Overview of Business Performance, etc. (2) Future outlook" on page 6 of the Attachment.
2. The information related to this Financial Results will be posted on the Web site of the Company.

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## **I. Overview of Business Performance, etc.**

### **(1) Overview of business performance and financial position of FY2023**

#### **(Business performance of FY2023)**

During the fiscal year under review, Japan's economy recovered moderately on the back of a recovery trend in capital expenditures, although weakness remained in some areas of consumer spending and exports. The economy is expected to continue to recover moderately as a result of various policy measures and as the employment and income environment improves. Nevertheless, the economic outlook requires close attention due to recent price increases, the situation in the Middle East, and fluctuations in financial and capital markets.

In addition, the environment surrounding the Group has undergone significant changes, such as the emergence of a global trend toward decarbonization and digitalization. Regarding decarbonization, the development of an environment for green transformation investment by the public and private sectors is progressing, and related innovations are entering the social implementation phase. In terms of digitalization, the use of generative AI and other technologies for business is advancing rapidly. Customer values are diversifying along with these social changes, ushering in an era in which we can no longer meet customer needs by providing products and services in the same way as before.

The year 2023 marked the first year of the Group's current Medium-term Management Plan, Compass Transformation 23-25.

In light of such changes of business environment, we have implemented diverse actions under our three core strategies, focusing on green transformation (GX), digital transformation (DX), and customer experience (CX). The core strategies are "Achieving both stable energy supply and decarbonization", "Fully rolling out Solutions business" and "Realize a flexible corporate culture resilient to change".

In the fiscal year under review, the Energy Solution segment saw a decrease in city gas sales volume to industrial customers mainly as a result of lower demand from customers that use gas for power generation. In electric power sales, while the retail sales volume increased due to a higher number of contracts, the sales volume of wholesale, etc. dropped due to a decline in demand from wholesale customers.

In the Network segment, third-party access revenue was affected by high temperatures. In the Overseas segment, the balance of income and expenses deteriorated, primarily reflecting a drop in selling prices in the LNG business in Australia and North America owing to a global decline in market prices. In the Urban Development Segment, Profit from real estate sales increased.

Reflecting these economic conditions and changes in the business climate, consolidated net sales totaled ¥2,664.5 billion, down 19.0% year on year, and operating expenses were ¥2,444.2 billion, down 14.8% year on year.

Consequently, operating profit was ¥220.3 billion, down 47.7% year on year, and ordinary profit totaled ¥228.1 billion, down 44.2% year on year. Meanwhile, profit attributable to owners of the parent came to ¥169.9 billion, down 39.5% year on year after recording the following: extraordinary income of ¥25.1 billion in gain on sales of investment securities and ¥2.2 billion in gain on the valuation of long-term loans as extraordinary income; extraordinary losses of ¥3.4 billion in impairment loss; and income taxes.

#### **<Segment summary>**

##### **1) Energy solution**

Segment sales decreased by ¥639.7 billion to ¥2,422.8 billion, mainly due to a decrease in unit sales price owing to resource cost adjustments and a drop in electric power sales.

Operating expenses stood at ¥2,223.2 billion, owing in part to a downward trend in crude oil prices from the previous fiscal year.

Accordingly, operating profit of the segment decreased by ¥161.6 billion to ¥200.8 billion.

##### **(Gas)**

The sales volume of city gas was 11,303 million m<sup>3</sup>, down 10.1% year on year. This includes residential demand of 2,724 million m<sup>3</sup>, which decreased 2.8% year on year due to lower demand for hot water supply caused by high temperatures. Commercial demand increased 2.3% year on year to 2,275 million m<sup>3</sup> due to an increase in demand for air conditioning owing to high temperatures.

Industrial demand fell 20.1% year on year to 4,741 million m<sup>3</sup> due to a slowdown in user operations.

Supply to other utilities decreased 3.2% year on year to 1,563 million m<sup>3</sup> due to a decline in operations of other utilities.

<Consolidated City Gas Sales Volume for FY2023 Ended March 31, 2024>

		FY2023	FY2022	Change	% change	
No. of customers for city gas retail sales	Thousands	8,789	8,701	88	1.0	
No. of customers (meters)	Thousands	12,451	12,331	120	1.0	
City gas sales volume	Residential	Mil. m <sup>3</sup>	2,724	2,802	-78	-2.8
	Commercial	Mil. m <sup>3</sup>	2,275	2,224	51	2.3
	Industrial	Mil. m <sup>3</sup>	4,741	5,932	-1,191	-20.1
	Subtotal	Mil. m <sup>3</sup>	7,016	8,156	-1,140	-14.0
	Supplies to other utilities	Mil. m <sup>3</sup>	1,563	1,616	-53	-3.2
	Total	Mil. m <sup>3</sup>	11,303	12,574	-1,271	-10.1
Average temperature	°C	17.5	16.8	0.7	—	

Notes:

1. No. of customers for city gas retail sales indicates the number of billed customers for city gas retail sales.
2. The number of installed meters is the number of meters installed as a gas pipeline operator.
3. “Commercial” indicates sales to commercial, public and medical institutions.
4. City gas sales volumes are on the basis of 45MJ/m<sup>3</sup>.

<Foreign Exchange Rate and Crude Oil Price>

¥/\$ rate	FY2023	FY2022	Change	Crude oil price (\$/bbl)	FY2023	FY2022	Change
	144.58	135.50	9.08		85.97	102.73	-16.76

(Electric power)

<Consolidated Electric Power Sales Volume for FY2023 Ended March 31, 2024>

		FY2023	FY2022	Change	% change	
No. of customers for electric power retail sales	Thousands	3,871	3,475	396	11.4	
Electric power sales volume	Retail	million kWh	13,439	12,019	1,420	11.8
	Wholesale etc.	million kWh	12,040	22,426	-10,386	-46.3
	Total	million kWh	25,479	34,445	-8,966	-26.0

Note: No. of customers for electric power retail sales indicates the number of billed customers for electric power retail sales.

2) Network

Sales decreased by ¥10.4 billion year on year to ¥326.4 billion. Operating expenses were ¥330.4 billion. Segment profit/loss was a loss of ¥3.9 billion, down ¥9.8 billion from the previous fiscal year.

3) Overseas

Sales decreased by ¥39.9 billion year on year to ¥120.0 billion. Operating expenses were ¥90.2 billion. Segment profit was ¥30.8 billion, down ¥37.1 billion year on year, as a result of posting the share of profit of entities accounted for using the equity method.

4) Urban development business

Sales increased by ¥28.5 billion year on year to ¥91.1 billion. Operating expenses were ¥68.8 billion. Segment profit was ¥22.9 billion, up ¥7.8 billion year on year, as a result of posting the share of profit of entities accounted for using the equity method.

## &lt;Summary by segment&gt;

(Unit: million yen)

		Energy solution	Network	Overseas	Urban development
Sales	FY2023	2,422,873	326,459	120,021	91,113
	(% of total)	(81.8%)	(11.0%)	(4.1%)	(3.1%)
	FY2022	3,062,554	336,812	159,912	62,676
	(% of total)	(84.6%)	(9.3%)	(4.4%)	(1.7%)
	Amount of change	-639,681	-10,353	-39,891	28,437
	(Rate of change)	(-20.9%)	(-3.1%)	(-24.9%)	(45.4%)
Operation expenses	FY2023	2,223,299	330,418	90,265	68,897
	(% of total)	(82.0%)	(12.2%)	(3.3%)	(2.5%)
	FY2022	2,699,963	330,818	86,866	48,283
	(% of total)	(85.4%)	(10.4%)	(2.7%)	(1.5%)
	Amount of change	-476,664	-400	3,399	20,614
	(Rate of change)	(-17.7%)	(-0.1%)	(3.9%)	(42.7%)
Segment profit/loss	FY2023	200,812	-3,959	30,846	22,946
	(% of total)	(80.1%)	(-1.6%)	(12.3%)	(9.2%)
	FY2022	362,491	5,993	67,911	15,177
	(% of total)	(80.3%)	(1.3%)	(15.0%)	(3.4%)
	Amount of change	-161,679	-9,952	-37,065	7,769
	(Rate of change)	(-44.6%)	—	(-54.6%)	(51.2%)

- Notes: 1. Figures for sales include internal transactions. Figures for operating expenses do not include expenses that cannot be allocated to specific segments.
2. Figures for segment profit/loss are operating profit plus or minus the share of profit/loss of entities accounted for using the equity method.
3. Due to a review of our system for providing services to regional administrations and local governments, we have transferred some of the businesses previously included in the Network segment to the Energy Solutions segment or to the corporate business, effective from the consolidated fiscal year under review. Note that the segment information for the previous consolidated fiscal year is presented based on the reporting segment classification after the above segment changes.

## (Financial position in FY2023)

### 1) Situation of assets, debt and net assets

Assets increased by ¥307.4 billion from the end of the previous consolidated fiscal year to ¥3,888.8 billion due mainly to an increase in mining rights as a result of the acquisition of Rockcliff Energy II LLC.

Liabilities increased by ¥163.5 billion to ¥2,155.6 billion due in part to an increase in interest-bearing debt mainly due to corporate bonds and long-term borrowings.

Net assets increased by ¥143.9 billion to ¥1,733.2 billion due to an increase in shareholders' equity, partly as a result of the posting of profit attributable to owners of the parent, and an increase in accumulated other comprehensive income, offsetting the distribution of capital surplus, the acquisition of treasury shares, and other factors.

Since the growth rate of equity capital (the sum of shareholders' equity and accumulated other comprehensive income) was higher than the growth rate of total assets, the equity ratio increased by 0.1 percentage points to 43.6% compared to the end of the previous consolidated fiscal year.

### <Capital expenditure>

(Unit: hundred million yen)

	FY2023	FY2022	Change	% change
Energy solution	688	778	-90	-11.6
Network	807	816	-9	-1.1
Overseas	403	304	99	32.6
Urban development	158	245	-87	-35.6
Adjustments	-5	-12	7	—
Total	2,052	2,132	-80	-3.8

### 2) Situation of cash flow

(Unit: hundred million yen)

	FY2023	FY2022	Change
Cash flow from operating activities	3,312	4,870	-1,558
Cash flow from investing activities	-3,620	-2,035	-1,585
Cash flow from financing activities	-732	-224	-508
Cash and cash equivalents at end of year	3,638	4,534	-896

#### a) Cash flow from operating activities

Cash and cash equivalents obtained as a result of operating activities totaled ¥331.2 billion. Cash and cash equivalents increased mainly due to the posting of income before income taxes (¥252.0 billion) and depreciation and amortization (¥208.2 billion), despite payments for corporate income taxes (-¥172.0 billion), etc.

#### b) Cash flow from investing activities

Cash and cash equivalents used in investing activities totaled ¥362.0 billion. Cash and cash equivalents decreased mainly due to the purchase of subsidiary shares resulting in a change in the scope of consolidation (-¥219.9 billion), the purchase of property, plant and equipment associated with capital expenditure (-¥180.7 billion), despite proceeds from sale of subsidiary shares resulting in a change in the scope of consolidation (¥89.3 billion), etc.

#### c) Cash flow from financing activities

Cash and cash equivalents used in financing activities totaled ¥73.2 billion. Cash and cash equivalents decreased mainly due to repayments of long-term borrowings (-¥154.9 billion), the purchase of treasury shares (-¥113.0 billion), and dividends paid (-¥27.5 billion), despite proceeds from long-term borrowings (¥148.5 billion), decrease in net increase in commercial papers (¥77.0 billion).



## (2) Future outlook

In FY2024, which ends March 31, 2025, we forecast city gas sales volume to total 11,422 million m<sup>3</sup>, an increase of 1.1% versus FY2023, due to an expected increase in residential demand and an expected growth in industrial demand from power generation customers, although we expect demand for air conditioning from commercial customers to decline, as we set our temperature forecast to be in line with an average year. We forecast electric power sales volume to decrease 5.6% year on year to 24,060 million kWh, mainly due to a drop in sales volume to wholesalers. Net sales are expected to decrease by 0.8% year on year, reflecting a decline in the unit sales price in conjunction with resource cost adjustments and a drop in electric power sales volume. Meanwhile, operating expenses are expected to increase primarily due to an increase in depreciation in the overseas business.

Taking these factors into account, we forecast consolidated net sales of ¥2,642.0 billion, a decrease of ¥22.5 billion or 0.8% year on year, operating profit of ¥113.0 billion, a fall of ¥107.3 billion or 48.7% year on year, ordinary profit of ¥111.0 billion, a drop of ¥117.1 billion or 51.4% year on year, and profit attributable to owners of the parent of ¥80.0 billion, a decline of ¥89.9 billion or 52.9% year on year.

The economic frame assumed for FY2024 is ¥145/\$ for foreign exchange rate for the full-year, and \$80/bbl for the full-year for crude oil price.

### a. Consolidated city gas sales volume forecast for FY2024

			FY2024 (Forecast)	FY2023 (Results)	Change	% change
City gas sales volume	Residential	Mil. m <sup>3</sup>	2,816	2,724	92	3.4
	Others	Mil. m <sup>3</sup>	8,606	8,579	27	0.3
	Total	Mil. m <sup>3</sup>	11,422	11,303	119	1.1
Average temperature		°C	16.4	17.5	-1.1	—

### b. Consolidated electric power sales volume forecast for FY2024

		FY2024 (Forecast)	FY2023 (Results)	Change	% change
Total electric power sales volume	million kWh	24,060	25,479	-1,419	-5.6

### c. Consolidated earnings forecast for FY2024

(Unit: hundred million yen)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent
FY2024 (forecast)	26,420	1,130	1,110	800
FY2023 (results)	26,645	2,203	2,281	1,699
Change	-225	-1,073	-1,171	-899
% change	-0.8%	-48.7%	-51.4%	-52.9%

### < Foreign exchange rate and crude oil price forecast for FY2024 >

¥/\$ rate	FY2024 (Forecast)	FY2023 (Results)	Change	Crude oil price (\$/bbl)	FY2024 (Forecast)	FY2023 (Results)	Change
	145.00	144.58	0.42		80.00	85.97	-5.97

### **(3) Basic policy on profit sharing and dividends for FY2023 and FY2024**

The Company allocates its management results to the improvement of customer service and realization of a sustainable society, as well as sharing them with shareholders in an appropriate and timely manner. Our basic dividend policy is to maintain stable dividends while at the same time offering gradual dividend increases in accordance with profit growth by comprehensively taking into consideration medium- to long-term profit levels.

The Company revised its Articles of Incorporation on June 29, 2021. Owing to a resolution approved by the Board of Directors, it is now possible for the Company to set a dividend. As of the Board of Directors held of April 25, 2024, the Board has set the per-share dividend at ¥37.50. Reflecting this, the annual dividend per share will be ¥70 for FY2023, including an interim dividend of ¥32.50.

The dividend forecast for FY2024 is an annual dividend of ¥70 per share (including interim dividend of ¥35).

## **II. Basic Concept Regarding Selection of Accounting Standards**

The Tokyo Gas Group prepares consolidated financial statements based on Japanese standards in consideration of comparability of consolidated financial statements between companies. It intends to respond appropriately regarding the application of IFRS, taking into account the situations in both Japan and abroad.

### III. Consolidated Financial Statements and Main Notes

#### (1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	453,502	363,945
Notes and accounts receivable - trade, and contract assets	460,111	454,276
Lease receivables and investments in leases	17,125	18,334
Securities	10	-
Merchandise and finished goods	6,030	34,476
Work in process	15,653	13,249
Raw materials and supplies	135,769	89,810
Other current assets	131,832	331,570
Allowance for doubtful accounts	-2,122	-1,718
Total current assets	1,217,914	1,303,945
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	346,262	318,445
Machinery, equipment and vehicles, net	921,572	828,076
Tools, furniture and fixtures, net	10,714	9,883
Land	197,245	180,647
Leased assets, net	8,231	7,553
Construction in progress	98,878	100,979
Total property, plant and equipment	1,582,904	1,445,585
Intangible assets		
Goodwill	6,410	5,524
Mining rights	145,567	526,319
Other intangible assets	162,554	149,793
Total intangible assets	314,533	681,637
Investments and other assets		
Investment securities	278,497	293,923
Long-term loans receivable	56,550	16,767
Retirement benefit asset	8,809	19,457
Deferred tax assets	32,849	19,841
Other investments	93,649	110,053
Allowance for doubtful accounts	-4,283	-2,355
Total investments and other assets	466,073	457,687
Total non-current assets	2,363,511	2,584,910
Total assets	3,581,425	3,888,855

As of March 31, 2023

As of March 31, 2024

Liabilities		
Current liabilities		
Notes and accounts payable - trade	79,041	96,013
Short-term borrowings	6,674	9,421
Current portion of bonds payable	20,000	20,000
Current portion of long-term borrowings	59,973	44,577
Income taxes payable	118,636	38,695
Other current liabilities	321,832	461,289
<b>Total current liabilities</b>	<b>606,158</b>	<b>669,997</b>
Non-current liabilities		
Bonds payable	548,976	638,660
Long-term borrowings	607,262	631,683
Deferred tax liabilities	33,901	46,512
Retirement benefit liability	64,570	62,908
Provision for share awards for directors (and other officers)	183	254
Provision for gas holder repairs	3,444	3,247
Provision for safety measures	527	422
Provision for contract loss in regards to appliance warranties	5,176	4,327
Provision for point card certificates	654	503
Asset retirement obligations	27,559	19,959
Other noncurrent liabilities	93,709	77,158
<b>Total non-current liabilities</b>	<b>1,385,965</b>	<b>1,485,639</b>
<b>Total liabilities</b>	<b>1,992,124</b>	<b>2,155,636</b>
Net assets		
Shareholders' equity		
Share capital	141,844	141,844
Capital surplus	-	4,109
Retained earnings	1,310,908	1,340,347
Treasury shares	-3,658	-4,459
<b>Total shareholders' equity</b>	<b>1,449,094</b>	<b>1,481,841</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30,954	59,727
Deferred gains or losses on hedges	-9,626	31,322
Foreign currency translation adjustment	86,226	115,170
Remeasurements of defined benefit plans	1,754	7,685
<b>Total accumulated other comprehensive income</b>	<b>109,309</b>	<b>213,906</b>
<b>Non-controlling interests</b>	<b>30,896</b>	<b>37,471</b>
<b>Total net assets</b>	<b>1,589,301</b>	<b>1,733,218</b>
<b>Total liabilities and net assets</b>	<b>3,581,425</b>	<b>3,888,855</b>

**(2) Consolidated statements of income and comprehensive income**  
**(Consolidated statement of income)**

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales	3,289,634	2,664,518
Cost of sales	2,596,462	2,189,255
Gross profit	693,172	475,262
Selling, general and administrative expenses	271,695	254,954
Operating profit	421,477	220,308
Non-operating income		
Interest income	2,463	8,228
Dividend income	2,797	1,518
Share of profit of entities accounted for using equity method	-	3,061
Foreign exchange gains	5,089	13,341
Miscellaneous income	18,150	16,982
Total non-operating income	28,500	43,131
Non-operating expenses		
Interest expenses	15,138	19,008
Share of loss of entities accounted for using equity method	4,450	-
Loss on derivatives	10,308	4,165
Miscellaneous expenses	11,233	12,086
Total non-operating expenses	41,130	35,260
Ordinary profit	408,846	228,179
Extraordinary income		
Gain on sale of investment securities	3,795	25,131
Gain on sale of businesses	3,506	-
Gain on valuation of long-term loans receivable	-	2,258
Total extraordinary income	7,301	27,389
Extraordinary losses		
Impairment losses	4,093	3,478
Loss on valuation of investment securities	2,420	-
Loss on valuation of long-term loans receivable	2,154	-
Total extraordinary losses	8,669	3,478
Profit before income taxes	407,479	252,089
Income taxes - current	122,208	78,475
Income taxes - deferred	3,748	3,470
Total income taxes	125,956	81,945
Profit	281,522	170,144
Profit attributable to non-controlling interests	605	207
Profit attributable to owners of parent	280,916	169,936

**(Consolidated statement of comprehensive income)**

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit	281,522	170,144
Other comprehensive income		
Valuation difference on available-for-sale securities	12,063	28,790
Deferred gains or losses on hedges	3,113	44,555
Foreign currency translation adjustment	51,756	30,900
Remeasurements of defined benefit plans, net of tax	4,795	5,933
Share of other comprehensive income of entities accounted for using equity method	4,879	837
Total other comprehensive income	76,608	111,018
Comprehensive income	358,130	281,162
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	353,795	274,533
Comprehensive income attributable to non-controlling interests	4,334	6,628

### (3) Consolidated statements of changes in equity

For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	141,844	846	1,076,184	-3,524	1,215,350
Changes during period					
Dividends of surplus			-29,485		-29,485
Transfer from retained earnings to capital surplus		821	-821		-
Profit attributable to owners of parent			280,916		280,916
Purchase of treasury shares				-16,031	-16,031
Disposal of treasury shares				12	12
Cancellation of treasury shares			-15,885	15,885	-
Change in ownership interest of parent due to transactions with non-controlling interests		-1,668			-1,668
Net changes in items other than shareholders' equity					
Total changes during period	-	-846	234,724	-134	233,743
Balance at end of period	141,844	-	1,310,908	-3,658	1,449,094

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	18,866	-11,904	32,545	-3,076	36,430	29,368	1,281,150
Changes during period							
Dividends of surplus							-29,485
Transfer from retained earnings to capital surplus							-
Profit attributable to owners of parent							280,916
Purchase of treasury shares							-16,031
Disposal of treasury shares							12
Cancellation of treasury shares							-
Change in ownership interest of parent due to transactions with non-controlling interests							-1,668
Net changes in items other than	12,088	2,278	53,681	4,830	72,879	1,528	74,407

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
shareholders' equity							
Total changes during period	12,088	2,278	53,681	4,830	72,879	1,528	308,151
Balance at end of period	30,954	-9,626	86,226	1,754	109,309	30,896	1,589,301



For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	141,844	-	1,310,908	-3,658	1,449,094
Changes during period					
Dividends of surplus			-27,530		-27,530
Profit attributable to owners of parent			169,936		169,936
Purchase of treasury shares				-113,049	-113,049
Disposal of treasury shares			0	70	70
Cancellation of treasury shares			-112,178	112,178	-
Increase in the number of consolidated subsidiaries			-789		-789
Change in ownership interest of parent due to transactions with non-controlling interests		4,109			4,109
Net changes in items other than shareholders' equity					
Total changes during period	-	4,109	29,438	-800	32,746
Balance at end of period	141,844	4,109	1,340,347	-4,459	1,481,841

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	30,954	-9,626	86,226	1,754	109,309	30,896	1,589,301
Changes during period							
Dividends of surplus							-27,530
Profit attributable to owners of parent							169,936
Purchase of treasury shares							-113,049
Disposal of treasury shares							70
Cancellation of treasury shares							-
Increase in the number of consolidated subsidiaries							-789
Change in ownership interest of parent due to transactions with non-controlling interests							4,109
Net changes in items other than	28,773	40,948	28,944	5,931	104,596	6,574	111,171

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
shareholders' equity							
Total changes during period	28,773	40,948	28,944	5,931	104,596	6,574	143,917
Balance at end of period	59,727	31,322	115,170	7,685	213,906	37,471	1,733,218

**(4) Consolidated statements of cash flows**

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	407,479	252,089
Depreciation	205,076	208,235
Impairment losses	4,093	3,478
Amortization of long-term prepaid expenses	4,224	4,124
Loss (gain) on sale of investment securities	-3,347	-25,110
Loss (gain) on valuation of long-term loans receivable	2,154	-2,258
Interest and dividend income	-5,260	-9,746
Interest expenses	15,138	19,008
Share of loss (profit) of entities accounted for using equity method	4,450	-3,061
Decrease (increase) in accounts receivable - trade, and contract assets	-125,403	23,178
Decrease (increase) in inventories	-78,491	51,740
Increase (decrease) in trade payables	7,107	52,547
Other, net	89,402	-71,636
Subtotal	526,622	502,591
Interest and dividends received	14,915	18,280
Interest paid	-14,069	-17,634
Income taxes paid	-40,437	-172,026
Net cash provided by (used in) operating activities	487,030	331,210
<b>Cash flows from investing activities</b>		
Purchase of investment securities	-28,011	-30,045
Proceeds from sale and redemption of investment securities	13,574	15,639
Purchase of property, plant and equipment	-150,647	-180,715
Purchase of intangible assets	-34,294	-33,429
Purchase of long-term prepaid expenses	-5,237	-6,098
Long-term loan advances	-10,922	-3,994
Proceeds from collection of long-term loans receivable	6,642	10,554
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-1,303	-219,947
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	2,718	89,381
Payment for settlement of contingent consideration	-3,914	-3,474
Other, net	7,873	115
Net cash provided by (used in) investing activities	-203,522	-362,014

(Millions of yen)

For the fiscal year  
ended March 31, 2023

For the fiscal year  
ended March 31, 2024

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
<b>Cash flows from financing activities</b>		
Net increase (decrease) in commercial papers	-30,000	77,000
Repayments of lease liabilities	-2,928	-3,198
Proceeds from long-term borrowings	97,366	148,524
Repayments of long-term borrowings	-72,241	-154,962
Proceeds from issuance of bonds	19,791	19,988
Redemption of bonds	-	-20,000
Purchase of treasury shares	-16,031	-113,049
Dividends paid	-29,474	-27,515
Other, net	11,113	-1
Net cash provided by (used in) financing activities	-22,403	-73,214
Effect of exchange rate change on cash and cash equivalents	12,628	12,483
Net increase (decrease) in cash and cash equivalents	273,733	-91,535
Cash and cash equivalents at beginning of period	179,699	453,432
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	-	1,992
Cash and cash equivalents at end of period	453,432	363,890

**(5) Notes on consolidated financial statements**

**1) (Note on going concerns' premise)**

Not applicable

**2) (Additional information)**

[Share-based compensation plan for directors, corporate executive officers and executive officers]

At its Compensation Committee held on June 29, 2021, the Company resolved to introduce a trust-type share-based Compensation Plan for its directors and corporate executive officers with the aim of providing incentives to improve the Company's corporate value over the medium to long term. The Company has also decided to introduce a similar share-based compensation plan for its executive officers (the two share-based compensation plans are hereinafter collectively referred to as the "Plan"; the directors, corporate executive officers and executive officers are hereinafter collectively referred to as the "Executives").

Accounting for the Plan is based on the Practical Solution on Transactions of Delivering the Company's Own Stock to Employees etc. through Trusts (PITF No. 30, March 26, 2015).

**(1) Overview of transaction**

The Plan is a trust-type share-based compensation plan under which a trust established by the Company by contributing cash (hereinafter, the "Trust") acquires Company shares equivalent to the number of points granted by the Company to each Executive, who then receives delivery of the shares.

As a general rule, Executives shall receive the Company shares when they resign/retire.

**(2) Company shares remaining in trust**

The treasure stock remaining in trust are recorded as treasury stock under net assets based on book value in trust (excluding ancillary expenses). The book value and number of said treasury stock remaining, as of the end of the previous fiscal year, was valued at ¥449 million and totaled 218,500 shares and as of the end of the fiscal year under review were valued at ¥380 million and totaled 184,800 shares.

[Accounting estimate taking into account the state of affairs concerning Russia and the Ukraine]

The Company procures resources from Russia. However, given the current state of affairs surrounding Russia and the Ukraine, it is difficult to accurately forecast the impact this will have on the procurement of resources.

The Tokyo Gas Group is conducting various accounting estimates based on the assumption it continues to carry out procurement transactions with the two countries.

[Transfer of shares in our subsidiaries]

On March 28, 2024, Tokyo Gas Australia Pty Ltd (“TGAU”), a wholly owned subsidiary of the Company, transferred its holding of shares of Tokyo Gas Pluto Pty Ltd, Tokyo Gas Gorgon Pty Ltd, Tokyo Gas QCLNG Pty Ltd, Tokyo Gas Ichthys Pty Ltd (“TGI”), and Tokyo Gas Ichthys F&E Pty Ltd (“TGI F&E”) to Tokyo Gas Australia 1 Pty Ltd (“TGAU1”), a pure holding company and a wholly owned subsidiary of TGAU, as contribution in kind, and then transferred all shares of TGAU1 to MidOcean Energy Holdings Pty Ltd (“MidOcean”). The upstream interests and shares in the liquification business held by TGI and TGI F&E, the two companies involved in the Ichthys Project, were transferred by TGI and TGI F&E to INPEX Ichthys Pty Ltd, INPEX Browse E&P Pty Ltd, and INPEX Holdings Australia Pty Ltd, after all shares of TGAU1 were transferred to MidOcean.

(1) Reason for the share transfer

Since 2003, the Company has participated in five Australian LNG projects and has expanded its business of holding upstream LNG interests. However, as a result of reviewing the asset portfolio to allocate resources to growth areas, the Company has determined that it is appropriate to transfer all of the shares of its above consolidated subsidiary to MidOcean.

(2) Name of counterparty of the share transfer

MidOcean Energy Holdings Pty Ltd

(3) Name and business of the companies subject to the transfer

Name	Business
Tokyo Gas Australia 1 Pty Ltd	Holding company of the five companies below
Tokyo Gas Pluto Pty Ltd	Development of gas fields, production and sale of LNG and condensate
Tokyo Gas Gorgon Pty Ltd	
Tokyo Gas QCLNG Pty Ltd	
Tokyo Gas Ichthys Pty Ltd	
Tokyo Gas Ichthys F&E Pty Ltd	

(4) Share transfer execution date

March 28, 2024

(5) Gain/loss on the transfer

A gain on sale of investment securities of ¥22,458 million has been posted as extraordinary income in FY2023, which ended March 31, 2024. The gain/loss on the transfer may fluctuate due to the conditions of the agreement for this transfer and the agreements with other related parties.

**3) (Changes in presentation)**

[Consolidated balance sheets]

“Mining rights,” which were included in “Other intangible assets” under “Intangible assets” in the previous consolidated fiscal year, are presented as an independent item in the consolidated fiscal year under review due to their increased monetary significance. The consolidated financial statements for the previous fiscal year have been reclassified to reflect this change.

Consequently, ¥145,567 million shown as “Other intangible assets” under “Intangible assets” in the consolidated financial statements for the previous fiscal year has been reclassified to “Mining rights.”

A portion of receivables related to the overseas business that were included in “Other current assets” under “Current assets” in the previous consolidated fiscal year are included in “Notes and accounts receivable – trade, and contract assets” under “Current assets” in the consolidated fiscal year under review. This change was made as a result of the acquisition of Rockcliff Energy II LLC to better present the Group’s position by redefining the accounting items and reclassifying those with similar characteristics.

Consequently, ¥14,049 million of receivables related to sales transactions arising from the overseas business, which were included in “Other current assets” under “Current assets” in the consolidated financial statements for the previous fiscal year, have been reclassified to “Notes and accounts receivable – trade, and contract assets.”

A portion of liabilities related to the overseas business that were included in “Other current liabilities” under “Current liabilities” in the previous consolidated fiscal year are included in “Notes and accounts payable – trade” under “Current liabilities” in the consolidated fiscal year under review. This change was made as a result of the acquisition of Rockcliff Energy II LLC to better present the Group’s position by redefining the accounting items and reclassifying those with similar characteristics.

Consequently, ¥15,196 million of liabilities related to purchase transactions arising from the overseas business,

which were included in “Other current liabilities” under “Current liabilities” in the consolidated financial statements for the previous fiscal year, have been reclassified to “Notes and accounts payable – trade.”

[Consolidated statements of cash flows]

The “Decrease (increase) in trade receivables” and “Decrease (increase) in contract assets,” which were presented as independent items under “Cash flows from operating activities” in the previous consolidated fiscal year, have been reviewed for a more appropriate presentation and have been combined as “Decrease (increase) in accounts receivable - trade, and contract assets,” effective from the consolidated fiscal year under review.

Consequently, ¥114,253 million and ¥2,594 million shown independently as “Decrease (increase) in trade receivables” and “Decrease (increase) in contract assets,” respectively, under “Cash flows from operating activities” in the previous fiscal year’s consolidated statements of cash flows, have been reclassified to “Decrease (increase) in accounts receivable - trade, and contract assets.”

Due to changes in the presentation of consolidated balance sheets, a portion of receivables related to the overseas business that were included in “Decrease (increase) in accounts receivable – other,” which was presented independently under “Cash flows from operating activities” in the previous consolidated fiscal year, have been included in “Decrease (increase) in accounts receivable - trade, and contract assets” under “Cash flows from operating activities,” effective from the consolidated fiscal year under review.

Consequently, the decrease/increase in receivables related to the overseas business of ¥8,555 million, which was included in “Decrease (increase) in accounts receivable – other” under “Cash flows from operating activities” in the previous fiscal year’s consolidated statements of cash flows, has been reclassified to “Decrease (increase) in accounts receivable - trade, and contract assets.”

The items in the following table, which were presented as independent items in the previous consolidated fiscal year, have been reviewed from the perspective of significance and have been included in “Other,” effective from the consolidated fiscal year under review.

(Millions of yen)

Items presented in the previous consolidated fiscal year	Amounts posted in the previous consolidated fiscal year
<b>Cash flows from operating activities</b>	
Loss on retirement of property, plant and equipment	1,658
Loss (gain) of derivatives	10,904
Loss (gain) on valuation of investment securities	2,420
Loss (gain) on sale of businesses	-3,506
Decrease (increase) in retirement benefit asset	3,207
Increase (decrease) in provision for contract loss in regards to appliance warranties	2,556
Foreign exchange losses (gains)	-1,910
Increase (decrease) in contract liabilities	6,541
Increase (decrease) in accrued consumption taxes	12,761
Decrease (increase) in accounts receivable – other	4,967
Decrease (increase) in prepaid expenses	-1,789
Increase (decrease) in long-term advances received	-2,223
<b>Cash flows from investing activities</b>	
Proceeds from sale of non-current assets	5,769
Net decrease (increase) in short-term loans receivable	-1,520
Payments of guarantee deposits	-8,128
Proceeds from refund of guarantee deposits	14,706
Proceeds from sale of businesses	4,112
<b>Cash flows from financing activities</b>	
Net increase (decrease) in short-term borrowings	13,839
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-1,867

#### 4) (Segment information, etc.)

##### 1. Overview of reporting segments

The Group's reporting segments are regularly reviewed by the Board of Directors using the segregated financial information available within each segment to determine the allocation of management resources and evaluate business results.

That being said, the main business operations of each reporting segment is as follows.

“Energy solution”: Production and sales of city gas, LNG sales, trading, electricity, engineering solutions (engineering, energy services, etc.), etc.

“Network”: Transmission service of city gas

“Overseas”: Offshore resource development and investment, energy supply, etc.

“Urban development”: Real estate development and leasing, etc.

##### 2. Calculation of net sales, profit and loss, and assets, etc.

There are no significant changes to the accounting method for the reported business segments from the descriptions on the basis of presenting consolidated financial statements in the most recent Securities Report (filed June 29, 2023).

Profit or loss of reporting segments is based on operating profit or loss plus or minus investment gain or loss on equity method.

Intersegment sales and transfers are attributable to transactions within group companies, and calculated based on market value.



3. Information related to net sales, profit and loss, and assets, etc. by reporting segment  
Fiscal year ended March 31, 2023 (from Apr. 1, 2022 to Mar. 31, 2023)

(Unit: million yen)

	Reporting segment				Total	Adjustments (Note 1)	Amount recorded on consolidated statement of income (Note 2)
	Energy solution	Network	Overseas	Urban development			
Net sales							
External sales	3,015,752	95,325	142,164	36,392	3,289,634	—	3,289,634
Intersegment sales & transfers	46,802	241,487	17,748	26,283	332,322	-332,322	—
Total	3,062,554	336,812	159,912	62,676	3,621,956	-332,322	3,289,634
Segment profit (loss)							
Operating profit (loss)	362,591	5,993	73,046	14,392	456,024	-34,547	421,477
Investment gain (loss) on equity method	-99	—	-5,135	785	-4,450	—	-4,450
Total	362,491	5,993	67,911	15,177	451,574	-34,547	417,027
Segment Assets	1,626,009	668,461	620,844	304,635	3,219,952	361,473	3,581,425
Others							
Depreciation expenses	70,100	99,663	24,504	12,441	206,709	-1,633	205,076
Increase in property, plant, equipment, and intangible assets	73,188	81,153	30,468	24,467	209,278	-1,282	207,996

Notes:

1. The “Adjustments” indicates as follows;

- (1) The -¥34,547 million segment profit or loss adjustment includes -¥4,013 million in eliminations for intersegment transactions and -¥30,533 million of companywide expenses not allocated to the respective reporting segments. Companywide expenses are primarily, general and administrative expenses in parent company that are not assignable to a reporting segment.
  - (2) The ¥361,473 million segment assets adjustment includes ¥411,141 million of companywide assets not allocated to the respective reporting segments, and -¥49,668 million of net eliminations for intersegment obligations. Companywide assets are primarily, financial assets in parent company that are not assignable to a reporting segment.
2. Segment profit or loss is adjusted to reflect operating profit recorded in the consolidated statement of income which is adjusted by investment gain or loss on equity method.

Fiscal year ended March 31, 2024 (from Apr. 1, 2023 to Mar. 31, 2024)

(Unit: million yen)

	Reporting segment				Total	Adjustments (Note 1)	Amount recorded on consolidated statement of income (Note 2)
	Energy solution	Network	Overseas	Urban development			
Net sales							
External sales	2,387,992	97,478	114,256	64,790	2,664,518	—	2,664,518
Intersegment sales & transfers	34,880	228,980	5,764	26,322	295,949	-295,949	—
Total	2,422,873	326,459	120,021	91,113	2,960,467	-295,949	2,664,518
Segment profit (loss)							
Operating profit (loss)	199,573	-3,959	29,755	22,215	247,584	-27,276	220,308
Investment gain (loss) on equity method	1,239	—	1,090	731	3,061	—	3,061
Total	200,812	-3,959	30,846	22,946	250,646	-27,276	223,370
Segment Assets	1,708,358	648,859	1,104,118	303,646	3,764,982	123,873	3,888,855
Others							
Depreciation expenses	69,958	99,331	28,952	11,463	209,706	-1,470	208,235
Increase in property, plant, equipment, and intangible assets	63,134	80,290	40,380	15,823	199,629	-529	199,099

Notes:

1. The “Adjustments” indicates as follows;

- (1) The -¥27,276 million segment profit or loss adjustment includes -¥470 million in eliminations for intersegment transactions and -¥26,806 million of companywide expenses not allocated to the respective reporting segments. Companywide expenses are primarily, general and administrative expenses in parent company that are not assignable to a reporting segment.
- (2) The ¥123,873 million segment assets adjustment includes ¥171,590 million of companywide assets not allocated to the respective reporting segments, and -¥47,717 million of net eliminations for intersegment obligations. Companywide assets are primarily, financial assets in parent company that are not assignable to a reporting segment.

2. Segment profit or loss is adjusted to reflect operating profit recorded in the consolidated statement of income which is adjusted by investment gain or loss on equity method.

4. Matters related to changes to the reporting segments

Due to a review of our system for providing services to regional administrations and local governments, we have transferred some of the businesses previously included in the Network segment to the Energy Solutions segment or to the corporate business, effective from the consolidated fiscal year under review.

Note that the segment information for the previous consolidated fiscal year is presented based on the reporting segment classification after the above segment changes.

## 5) (Per share information)

(Unit: yen)

	FY2022 (Apr. 2022– Mar. 2023)	FY2023 (Apr. 2023 – Mar. 2024)
Shareholders' equity per share	3,595.60	4,249.83
Profit per share	646.99	411.88

Notes:

1. Diluted profit per share is not disclosed as no latent shares exist.
2. Basis for calculation of profit per share is as follows.

	FY2022 (Apr. 2022– Mar. 2023)	FY2023 (Apr. 2023 – Mar. 2024)
Profit attributable to owners of parent (million yen)	280,916	169,936
Not attributable to common shareholders (million yen)	—	—
Profit attributable to owners of parent with regard to the common shares (million yen)	280,916	169,936
Average number of common shares outstanding (thousand shares )	434,188	412,585

3. Basis for calculation of BPS is as follows.

	FY2022 (as of Mar. 31, 2023)	FY2023 (as of Mar. 31, 2024)
Shareholders' equity (million yen)	1,589,301	1,733,218
Deduction from shareholders' equity (million yen)	30,896	37,471
-Shares of minority shareholders (million yen)	30,896	37,471
Net shareholders' equity attributable to common shares (million yen)	1,558,404	1,695,747
Number of shares to calculate BPS (thousand shares)	433,420	399,016

4. The Company has introduced a Director Stock Ownership Plan. Shares held in the Plan's trust account are included in the treasury shares that are excluded from calculating the average number of shares during the fiscal year for calculating net income per share, and are included in the treasury shares that are excluded from the total number of outstanding shares at the end of the fiscal year when calculating net assets per share.

The average number of shares during the fiscal year of the excluded treasury shares for calculating net income per share was 219,467 shares in the previous consolidated fiscal year and 192,233 shares in the consolidated fiscal year under review. The number of excluded treasury shares at the end of the fiscal year for calculating net assets per share was 218,500 shares in the previous consolidated fiscal year and 184,800 shares in the consolidated fiscal year under review.

## 6) (Material subsequent events)

### [Acquisition of treasury shares]

At its Board of Directors meeting held on April 25, 2024, the Company resolved to acquire treasury stock in accordance with the provisions of Article 156 of the Companies Act applied with a replacement of the terms pursuant to the provisions of Article 165, paragraph 3 of the same act.

The details of the purchase of treasury shares are as follows.

- Type of stock to be acquired: Tokyo Gas common stock
- Total number of shares to be acquired: 17 million (upper limit)  
(Rate to number of shares outstanding 4.2%)
- Total value of shares to be acquired: ¥40 billion (upper limit)
- Term of acquisition: May 7, 2024– March 31, 2025
- Method of acquisition: Market purchase on the Tokyo Stock Exchange

### [Conclusion of a capital and business alliance agreement and underwriting of third-party allotment of new shares]

On April 1, 2024, the Company entered into a capital and business alliance agreement with RENOVA, Inc. to expand cooperation in the development of renewable energy power sources in Japan, the procurement and sale of electric power, and the operation of the biomass business. On April 17, 2024, the Company underwrote the third-party allotment of new shares conducted by RENOVA, Inc.

The outline is as follows.

#### (1) Outline of company from which shares were acquired

- Name: RENOVA, Inc.
- Address: 2-2-1 Kyobashi, Chuo-ku, Tokyo
- Representative: Yosuke Kiminami, Representative Director President & CEO
- Business: New development and operation management of renewable energy power plants
- Capital: ¥2,387 million (As of December 31, 2023)

#### (2) Details of the share acquisition

- Number of shares held prior to acquisition: Nil
- Type of shares acquired: Common stock
- Total number of shares acquired: 11,877,600 (percentage of voting rights held: 13.04%)
- Total acquisition price of shares: ¥17,816 million

## IV. Non-Consolidated Financial Statements

### (1) Balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	308,643	42,840
Notes receivable - trade	1,147	965
Accounts receivable - trade	391,305	350,684
Work in process	10,799	6,895
Raw materials and supplies	110,205	70,878
Prepaid expenses	1,414	1,522
Other current assets	145,746	269,958
Allowance for doubtful accounts	-1,473	-2,336
Total current assets	967,788	741,408
Non-current assets		
Property, plant and equipment		
Buildings	14,677	14,659
Structures	43,403	41,439
Machinery and equipment	65,576	55,450
Tools, furniture and fixtures	5,626	5,213
Land	104,327	104,327
Construction in progress	6,029	13,820
Other fixed asset	2	43
Total property, plant and equipment	239,642	234,953
Intangible assets		
Software	96,471	86,198
Goodwill	887	811
Other intangible assets	8,248	9,674
Total intangible assets	105,607	96,684
Investments and other assets		
Investment securities	49,948	53,525
Shares of subsidiaries and associates	647,502	929,203
Long-term loans receivable	627,777	596,352
Deferred tax assets	25,724	21,201
Other investments	38,190	33,903
Allowance for doubtful accounts	-6,101	-9,093
Total investments and other assets	1,383,041	1,625,094
Total non-current assets	1,728,291	1,956,732
Total assets	2,696,080	2,698,141

(Millions of yen)

As of March 31, 2023

As of March 31, 2024

Liabilities		
Current liabilities		
Accounts payable - trade	42,051	60,717
Short-term borrowings	208,059	222,713
Accounts payable - other	42,777	46,646
Accrued expenses	138,223	144,029
Income taxes payable	97,904	2,317
Contract liabilities	8,744	5,925
Advances received	10,933	6,025
Deposits received	11,233	5,722
Unearned revenue	1,100	1,221
Other current liabilities	94,870	200,288
<b>Total current liabilities</b>	<b>655,898</b>	<b>695,607</b>
Non-current liabilities		
Bonds payable	544,799	544,799
Long-term borrowings	425,202	412,860
Provision for retirement benefits	58,633	57,764
Provision for share awards for directors (and other officers)	183	254
Provision for contract loss in regards to appliance warranties	5,176	4,327
Provision for point card certificates	603	480
Other noncurrent liabilities	13,819	1,966
<b>Total non-current liabilities</b>	<b>1,048,417</b>	<b>1,022,452</b>
<b>Total liabilities</b>	<b>1,704,315</b>	<b>1,718,059</b>
Net assets		
Shareholders' equity		
Share capital	141,844	141,844
Capital surplus		
Legal capital surplus	2,065	2,065
<b>Total capital surplus</b>	<b>2,065</b>	<b>2,065</b>
Retained earnings		
Legal retained earnings	35,454	35,454
Other retained earnings		
Reserve for tax purpose reduction entry of non-current assets	4,216	4,216
Reserve for overseas investment loss	210	-
Reserve for adjustment of cost fluctuations	141,000	141,000
General reserve	339,000	339,000
Retained earnings brought forward	316,839	301,641
<b>Total retained earnings</b>	<b>836,720</b>	<b>821,312</b>
Treasury shares	-3,658	-4,459
<b>Total shareholders' equity</b>	<b>976,972</b>	<b>960,762</b>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	18,072	23,029
Deferred gains or losses on hedges	-3,279	-3,710
<b>Total valuation and translation adjustments</b>	<b>14,792</b>	<b>19,318</b>
<b>Total net assets</b>	<b>991,764</b>	<b>980,081</b>
<b>Total liabilities and net assets</b>	<b>2,696,080</b>	<b>2,698,141</b>

## (2) Statements of income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales	2,999,878	2,376,447
Cost of sales	2,508,130	2,061,584
Gross profit	491,747	314,863
Selling, general and administrative expenses	190,321	188,604
Operating profit	301,426	126,258
Non-operating income		
Interest and dividend income	15,167	39,837
Miscellaneous income	5,790	10,327
Total non-operating income	20,958	50,164
Non-operating expenses		
Interest expenses	3,295	4,143
Interest expenses on bonds	5,563	5,557
Provision of allowance for doubtful accounts	1,690	7,661
Miscellaneous expenses	8,213	3,484
Total non-operating expenses	18,763	20,847
Ordinary profit	303,621	155,575
Extraordinary income		
Gain on sale of investment securities	2,670	2,499
Gain on extinguishment of tie-in shares	-	2,058
Total extraordinary income	2,670	4,557
Extraordinary losses		
Impairment losses	2,114	-
Loss on valuation of shares of subsidiaries and associates	11,953	-
Total extraordinary losses	14,068	-
Profit before income taxes	292,222	160,133
Income taxes - current	98,574	33,212
Income taxes - deferred	-11,523	2,620
Total income taxes	87,050	35,833
Profit	205,171	124,300