

FY2003 ending in March 2004
Interim Non-Consolidated Financial Statements
(Half-Year Ended on September 30, 2003)
Tokyo Gas Co., Ltd

October 30, 2003

Code No.: 9531

(URL: <http://www.tokyo-gas.co.jp>)

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Meeting of board of directors to approve half-year financial results: October 30, 2003

Commencement date of interim dividends: November 25, 2003

The company has an interim dividend scheme. Adoption of the unit stock system : Yes (unit: 1,000 shares)

Shares listed on:

Tokyo Stock Exchange, Osaka Securities Exchange,
Nagoya Stock Exchange

Location of head office (prefecture): Tokyo

1. Results for half-year ended in September 2003 (April 1, 2003 to September 30, 2003)

(1) Business results (Rounded down to the nearest million yen.)

	Sales		Operating profits		Ordinary profits	
	(Unit: million yen)	(%)	(Unit: million yen)	(%)	(Unit: million yen)	(%)
Half-year ended Sept. 2003	447,717	7.0	33,160	26.8	31,177	38.6
Half-year ended Sept. 2002	418,519	-1.7	26,144	35.3	22,492	171.7
Year ended Mar. 2002	992,236		100,108		79,680	

	Net profits		Net earnings per share
	(Unit: million yen)	(%)	(Unit: yen)
Half-year ended Sept. 2003	21,012	30.1	7.67
Half-year ended Sept. 2002	16,156	107.7	5.76
Year ended Mar. 2002	53,633		19.19

Notes: 1. Average number of outstanding shares during the term:

Half-year ended in September 2003: 2,740,820,753 shares

Half-year ended in September 2002: 2,804,723,790 shares

Year ended in March 2003: 2,791,588,384 shares

2. Changes in accounting methods: None

3. Percentage figures on sales, operating profits, ordinary profits and net profits indicate the percentage change on the interim results for the previous year.

(2) Dividends

	Interim dividend per share	Annual dividend per share
Half-year ended Sept. 2003	3.00 yen	-
Half-year ended Sept. 2002	3.00 yen	-
Year ended Mar. 2002		6.00 yen

(3) Financial position

	Total assets	Shareholders' equity	Ratio to shareholders' equity	Shareholders' equity per share
	(Unit: million yen)	(Unit: million yen)	(%)	(Unit: yen)
Half-year ended Sept. 2003	1,363,422	521,741	38.3	193.14
Half-year ended Sept. 2002	1,350,044	513,442	38.0	184.71
Year ended Mar. 2003	1,381,359	528,264	38.2	190.14

Notes: 1. Number of outstanding shares as of:

Half-year ended September 2003: 2,810,171,295 shares

Half-year ended September 2002: 2,810,168,346 shares

Year ended March 2003: 2,810,171,295 shares

2. Treasury stock held as of:

Half-year ended September 2003: 108,793,089 shares

Half-year ended September 2002: 30,512,906 shares

Year ended March 2003: 32,173,308 shares

2. Results forecast for the year ending in March 2004 (April 1, 2003- March 31, 2004)

	Sales	Ordinary profits	Net profits	Annual dividend per share	
				End of half-year	
Full year	(Unit: million yen) 1,023,000	(Unit: million yen) 110,000	(Unit: million yen) 71,000	(Unit: yen) 3.00	(Unit: yen) 6.00

- Reference:
1. Forecast net earnings per share (full year): ¥26.26
 2. Breakdown of sales (full year):
 - Gas: ¥826,000 million
 - Miscellaneous: ¥197,000 million
 3. Forecast ordinary profit (full year): ¥122,000 million

* The above forecast was based on information available at the time of the release of this document. Due to various factors, the actual result may vary from the forecast data.

Balance Sheet

(Unit: million yen)

Account	Half-year (Sept. 30, 2003)	Previous year (Mar. 31, 2003)	Change	Half-year (Sept. 30, 2002)
(Assets)				
Fixed assets	1,185,970	1,184,773	1,197	1,195,021
Tangible fixed assets	885,899	910,530	-24,631	919,086
Production facilities	255,622	244,370	11,252	253,322
Distribution facilities	520,975	532,098	-11,123	532,365
Business facilities	66,493	69,044	-2,551	71,736
Associated business facilities	4,574	5,034	-460	4,954
Idle facilities	-	5	-5	5
Construction in progress	38,233	59,977	-21,744	56,701
Intangible fixed assets	13,863	16,138	-2,275	14,196
Leaseholds	1,295	1,255	40	1,260
Software	-	14,069	-14,069	-
Other intangible fixed assets	12,568	814	11,754	12,935
Investments, etc.	286,206	258,103	28,103	261,738
Investment securities	57,156	45,720	11,436	65,069
Investments in affiliates	123,069	112,133	10,936	112,513
Long-term loans receivable	191	191	-	172
Long-term loans within company	4,365	4,542	-177	4,572
Long-term loans to affiliates	28,223	17,081	11,142	9,756
Investments in partnership	5	5	-	5
Long-term prepaid expenses	36,784	37,166	-382	40,742
Deferred tax assets	32,527	37,299	-4,772	24,733
Miscellaneous investments	5,167	5,330	-163	5,470
Allowances for doubtful accounts	-1,283	-1,367	84	-1,297
Current assets	177,452	196,585	-19,133	154,982
Cash and deposits	8,921	14,901	-5,980	7,086
Trade notes receivable	1,242	1,564	-322	1,319
Accounts receivable	66,584	91,627	-25,043	63,391
Accounts receivable from affiliates	7,475	9,444	-1,969	7,047
Uncollected accounts	4,260	7,334	-3,074	5,847
Negotiable securities	1	1	-	1
Finished products	66	83	-17	72
Raw materials	17,002	9,345	7,657	12,940
Supplies	8,097	6,046	2,051	6,052
Prepaid expenses	7,998	238	7,760	5,287
Short-term loans to affiliates	12,041	2,251	9,790	3,039
Deferred tax assets	6,550	9,099	-2,549	5,610
Short-term loans	-	17,000	-17,000	-
Cost of unearned appliances sales	-	-	-	13,678
Other current assets	37,815	28,457	9,358	24,122
Allowances for doubtful accounts	-606	-809	203	-516
Total assets	1,363,422	1,381,359	-17,937	1,350,004

(Unit: million yen)

Account	Half-year (Sept. 30, 2003)	Previous year (Mar. 31, 2003)	Change	Half-year (Sept. 30, 2002)
(Liabilities)				
Fixed liabilities	638,357	610,408	27,949	626,884
Straight bonds	255,733	236,833	18,900	252,433
Convertible bonds	182,812	182,814	-2	183,752
Long-term bank loans payable	77,453	65,998	11,455	68,218
Long-term obligations to affiliates	639	639	-	663
Retirement benefit reserve	110,171	112,020	-1,849	113,949
Allowances for repairs of gas holders	3,188	3,298	-110	3,372
Other fixed liabilities	8,358	8,804	-446	4,494
Current liabilities	203,324	242,686	-39,362	209,676
Fixed liabilities due within one year	7,423	74,432	-67,009	89,504
Accounts payable	11,912	19,821	-7,909	13,412
Other accounts payable	16,846	35,124	-18,278	19,535
Accrued expenses	27,266	39,332	-12,066	32,139
Corporation tax payable, etc.	13,367	36,257	-22,890	11,668
Advances received	9,448	7,913	1,535	12,098
Deposits received	1,638	1,537	101	1,485
Short-term obligations to affiliates	19,563	16,583	2,980	9,799
Commercial paper	85,000	-	85,000	-
Other current liabilities	10,857	11,683	-826	20,031
Total liabilities	841,681	853,094	-11,413	836,561
Common stock	141,844	141,844	-	141,843
Common stock	141,844	141,844	-	141,843
Capital surplus	2,065	2,065	-	2,065
Capital reserve	2,065	2,065	-	2,065
Retained earnings	392,284	379,668	12,616	350,530
Earned surplus reserve	35,454	35,454	-	35,454
Expropriation etc., compression reserve	976	985	-9	985
Reserve against losses on foreign investments, etc.	-	19	-19	19
Reserve against depreciation of construction of specified gas pipes	3,317	4,067	-750	4,067
Raw material cost fluctuation adjustment reserve	141,000	141,000	-	141,000
General reserves	149,000	119,000	30,000	119,000
Unappropriated Earned surplus of half/full year	62,536	79,141	-16,605	50,003
Unrealized gains on shares, etc. available for sale	24,262	15,548	8,714	29,269
Unrealized gains on other securities	24,262	15,548	8,714	29,269
Treasury stock	-38,715	-10,862	-27,853	-10,266
Treasury stock	-38,715	-10,862	-27,853	-10,266
Total shareholders' equity	521,741	528,264	-6,523	513,442
Total liabilities and shareholders' equity	1,363,422	1,381,359	-17,937	1,350,004

Statement of income

(Unit: ¥1 million)

Account		Half year (Apr. - Sept. 2003)	Half year (Apr. - Sept. 2002)	Change	Previous year (Apr. 2002 - Mar. 2003)	
Ordinary profit or loss	Operating profit or loss	Product sales	365,312	329,538	35,774	785,079
		Gas sales	365,312	329,538	35,774	785,079
		Cost of sales	148,086	118,945	27,141	288,896
		(Gross profit)	(219,226)	(210,592)	(8,634)	(496,183)
		Supply and sales expenses	154,957	155,198	- 241	331,437
		General and administrative expenses	36,115	33,345	2,770	75,256
		(Profit on core business)	(28,153)	(22,047)	(6,106)	(89,488)
		Miscellaneous operating revenues	75,881	76,793	- 912	186,270
		Revenues from construction work	25,227	26,136	-909	64,176
		Revenues from sales of appliances	50,383	50,450	-67	121,597
		Other miscellaneous operating revenues	270	205	65	496
		Miscellaneous operating expenses	71,277	73,727	-2,450	176,891
		Cost of construction work	24,766	26,185	-1,419	61,232
		Cost of sales of appliances	46,510	47,541	-1,031	115,659
		Revenues from associated businesses	6,524	12,188	-5,664	20,887
	Expenses from associated businesses	6,120	11,157	-5,037	19,646	
	(Operating profit)	(33,160)	(26,144)	(7,016)	(100,108)	
	Non-operating profit or loss	Non-operating income	7,360	6,873	487	12,552
		Interest income	366	241	125	576
		Divided income	396	592	-196	1,709
Affiliates' dividends earned		1,410	935	475	-	
Rental income		2,297	2,399	-102	4,718	
Miscellaneous revenues		2,889	2,703	186	5,548	
Non-operating expenses		9,344	10,526	-1,182	32,980	
Interest paid		1,173	1,380	-207	2,666	
Interest on bonds		4,523	5,201	-678	10,022	
Amortization of bond issue costs		120	95	25	96	
Balance on commissioned construction		1,853	1,990	-137	4,805	
Loss from debenture redemption		-	-	-	6,327	
Environmental conditioning costs		-	-	-	5,656	
Miscellaneous expenditures		1,672	1,858	-186	3,404	
(Ordinary profit)		(31,177)	(22,492)	(8,685)	(79,680)	
Extraordinary profit or loss	Extraordinary profits	619	2,163	-1,544	8,655	
	Gain on sales of fixed assets	28	337	-309	5,503	
	Gain on sales of investment securities	590	1,826	1,236	3,152	
	Extraordinary losses	-	58	-58	4,477	
	Losses on sales of fixed assets	-	58	-58	61	
	Losses on compression of fixed assets	-	-	-	4,415	
(Net profit before income tax)		(31,796)	(24,597)	(7,199)	(83,857)	
Corporate taxes etc.		8,410	7,090	1,320	37,140	
Adjustment for corporate tax, etc.		2,374	1,351	1,023	-6,915	
Half-year/current net profits		21,012	16,156	4,856	53,633	
Retained earnings brought forward		41,516	33,839	7,677	33,839	
Disposition of expropriation, etc. compression reserve		9	7	2	7	
Net loss on disposal of treasury stock		1	-	1	-	
Mid-term dividend		-	-	-	8,338	
Unappropriated profit		62,536	50,003	12,533	79,141	

Note: 1. The figures in the sales column for "Results for half-year ended September 2003: (1) Business results" are the total of product sales, miscellaneous operating revenues, and revenues from associated businesses.