



Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

July 30, 2025

Company name: TOKYO GAS CO.,LTD.

Listing: Tokyo Stock Exchange, Nagoya Stock Exchange

Securities code: 9531

URL: <https://www.tokyo-gas.co.jp/>

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Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes (for institutional investors)

Corporate Executive Officer, President and CEO
Chief Manager, Consolidated Settlements Sect.

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	647,341	10.3	62,523	141.4	57,137	122.3	101,727	438.7
June 30, 2024	586,829	-	25,899	-	25,704	-	18,883	-

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ -65,919 million [-%]
Three months ended June 30, 2024: ¥ 98,516 million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	282.35	-
June 30, 2024	47.61	-

(Note) Year-on-year percentage changes for the first quarter of the fiscal year ending March 31, 2025, are not stated due to retrospective adjustments made in accordance with changes in accounting policies.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	3,647,536	1,655,573	43.5
March 31, 2025	3,855,093	1,801,470	44.8

(Reference) Equity: As of June 30, 2025: ¥ 1,586,743 million
As of March 31, 2025: ¥ 1,725,446 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	35.00	-	45.00	80.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		40.00	-	40.00	80.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	2,754,000	4.4	159,000	19.5	147,000	29.4	183,000	146.6	524.79

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

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

Newly included: -

Excluded: 2 (Company name: Tokyo Gas Australia Pty Ltd, TG Global Trading Co., Ltd.)

(Reference) Scope of consolidation and application of equity method

Number of consolidated subsidiaries: 102 (Increased by 2 companies and decreased by 2 companies)

Number of subsidiaries and affiliates accounted for by equity method: 27

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

(Note) Please see page 9 of the Attachment, “2. Consolidated Financial Statements and Main Notes: (3) Notes on consolidated financial statements (Application of accounting treatment peculiar to quarterly consolidated financial statement preparation)” for details.

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: Yes

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2025: 371,090,859 shares

March 31, 2025: 388,893,859 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 14,813,325 shares

March 31, 2025: 19,370,015 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 360,285,342 shares

Three months ended June 30, 2024: 396,662,891 shares

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

* Proper use of results forecasts, and other special matter

1. Earnings forecasts are based on information available as of the date of this release and are not intended as a promise by the Company to achieve them. Actual results may differ from the forecasts due to various factors in the future. For details on earnings forecasts, please see “1. Overview of Business Performance, etc. (2) Future outlook” on page 4 of the Attachment.

2. The supplementary information related to this Financial Results will be posted on the Web site of the Company.

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1. Overview of Business Performance, etc.

(1) Overview of business performance for the three months ended June 30, 2025

(1) Business performance

The Group's net sales for the three months ended June 30, 2025, increased by ¥60,512 million (10.3%) year on year to ¥647,341 million due to an increase in gas and electric power sales volume.

Operating expenses increased by ¥23,888 million (4.3%) year on year to ¥584,817 million due to a year-on-year increase in power supply procurement costs.

Consequently, operating profit increased by ¥36,624 million (141.4%) year on year to ¥62,523 million, and ordinary profit increased by ¥31,433 million (122.3%) year on year to ¥57,137 million. Meanwhile, profit attributable to owners of parent increased by ¥82,844 million (438.7%) year on year to ¥101,727 million after recording the following: extraordinary income of ¥4,285 million in gain on sale of non-current assets, ¥2,561 million in gain on sale of investment securities, and ¥68,013 million in gain in reversal of foreign currency translation adjustment; and income taxes.

Segment earnings were as follows.

1) Energy solution

In terms of city gas, the sales volume to residential customers increased 7.7% year on year to 615 million m³, mainly due to an increase in demand resulting from low temperatures. Sales volume to commercial and industrial customers rose 2.3% to 1,511 million m³, mainly as a result of an increase in the volume of sales to power generation customers, while supply to other utilities decreased 7.0% to 353 million m³. Total sales volume increased 2.1% to 2,480 million m³.

In terms of electric power, the sales volume to retail customers increased 21.0% year on year to 3,146 million kWh, mainly due to an increase in the number of contracts. Sales volume to wholesale and other customers rose 16.0% to 2,786 million kWh, mainly as a result of higher demand from wholesale customers. Total sales volume increased 18.6% to 5,932 million kWh.

Segment sales stood at ¥566,884 million, an increase of ¥46,543 million, or 8.9%, year on year. The share of profit of entities accounted for using the equity method was ¥289 million, down ¥166 million, or 36.4%, year on year. Consequently, operating profit of the segment came to ¥55,503 million, up ¥30,129 million, or 118.7%, year on year.

<Consolidated City Gas Sales Volume, etc.>

			Apr.–Jun. 2025	Apr.– Jun. 2024	Change	% change
No. of customers for city gas retail sales		Thousands	8,859	8,843	16	0.2
No. of customers (meters)		Thousands	12,587	12,470	117	0.9
City gas sales volume	Residential	Mil. m ³	615	571	44	7.7
	Commercial	Mil. m ³	467	460	7	1.5
	Industrial	Mil. m ³	1,044	1,017	27	2.7
	Subtotal	Mil. m ³	1,511	1,477	34	2.3
	Supplies to other utilities	Mil. m ³	353	380	-27	-7.0
	Total	Mil. m ³	2,480	2,428	52	2.1
Average temperature		°C	19.7	20.0	-0.3	—

Notes:

1. No. of customers for city gas retail sales indicates the number of billed customers for city gas retail sales.
2. No. of customers (meters) indicates the number of meters as a gas pipeline operator.
3. “Commercial” indicates sales to commercial, public and medical institutions.
4. City gas sales volume is on the basis of 45MJ/m³.

< Consolidated Electric Power Sales Volume, etc.>

			Apr.–Jun. 2025	Apr.– Jun. 2024	Change	% change
No. of customers for electric power retail sales		Thousands	4,229	3,975	254	6.4
Electric power sales volume	Retail	million kWh	3,146	2,600	546	21.0
	Wholesale etc.	million kWh	2,786	2,402	384	16.0
	Total	million kWh	5,932	5,002	930	18.6

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

<Foreign Exchange Rate and Crude Oil Price>

¥/\$ rate	Apr.–Jun. 2025	Apr.– Jun. 2024	Change	Crude oil price (\$/bbl)	Apr.–Jun. 2025	Apr.– Jun. 2024	Change
	144.60	155.86	-11.26		75.12	87.48	-12.36

2) Network

Sales stood at ¥80,197 million, up ¥1,058 million, or 1.3%, year on year. As a result, segment profit ended at ¥1,470 million, up ¥302 million, or 25.8%, year on year.

3) Overseas

Sales were ¥57,839 million, up ¥16,189 million, or 38.9%, year on year. The share of loss of entities accounted for using the equity method was ¥998 million, a deterioration of ¥2,515 million, year on year. Consequently, segment profit ended at ¥11,938 million, up ¥7,843 million, or 191.5%, year on year.

4) Urban development business

Sales stood at ¥14,506 million, down ¥865 million, or 5.6%, year on year. The share of loss of entities accounted for using the equity method was ¥69 million, a deterioration of ¥235 million, year on year. As a result, segment profit ended at ¥3,528 million, down ¥329 million, or 8.5%, year on year.

(2) Financial position

Total assets at the end of the three months ended June 30, 2025, decreased by ¥207,557 million from the end of the prior consolidated fiscal year to ¥3,647,536 million. This was mainly due to a decrease in notes and accounts receivable – trade, and contract assets owing to seasonal factors.

Liabilities decreased by ¥61,660 million to ¥1,991,963 million, mainly due to a decrease in the outstanding interest-bearing debt, such as long-term borrowings.

Net assets decreased by ¥145,897 million to ¥1,655,573 million. This was mainly due to a decrease in deferred gains or losses on hedges and in foreign currency translation adjustment, which offset the recording of profit attributable to owners of parent (¥101,727 million).

The equity ratio decreased by 1.3 percentage points to 43.5% as a result of the greater rate of decrease in equity capital (the sum of shareholders' equity and accumulated other comprehensive income) than the rate of decrease in total capital.

(2) Future outlook

The current outlook of the business environment and earnings are as follows.

a. Consolidated city gas sales volume forecast for FY2025

			FY2025 (Forecast)	FY2024 (Results)	Change	% change
City gas sales volume	Residential	Mil. m ³	2,784	2,663	121	4.6
	Others	Mil. m ³	8,240	8,552	-312	-3.6
	Total	Mil. m ³	11,024	11,215	-191	-1.7
Average temperature		°C	16.5	17.6	-1.1	—

Note: City gas sales volume is on the basis of 45MJ/m³.

b. Consolidated electric power sales volume forecast for FY2025

		FY2025 (Forecast)	FY2024 (Results)	Change	% change
Total electric power sales volume	million kWh	27,582	23,440	4,142	17.7

c. Consolidated earnings forecast for FY2025

		Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent
FY2025 (forecast)	¥ hundred million	27,540	1,590	1,470	1,830
FY2024 (results)	¥ hundred million	26,368	1,330	1,135	741
Change	¥ hundred million	1,172	260	335	1,089
Change	%	4.4	19.5	29.4	146.6

< Foreign exchange rate and crude oil price forecast for FY2025 >

¥/\$ rate	FY2025 (Forecast)	FY2024 (Results)	Change	Crude oil price (\$/bbl)	FY2025 (Forecast)	FY2024 (Results)	Change
	150.00	152.62	-2.62		75.00	82.41	-7.41

2. Consolidated Financial Statements and Main Notes

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	244,388	156,177
Notes and accounts receivable - trade, and contract assets	441,533	354,240
Lease receivables and investments in leases	18,162	18,097
Securities	103	-
Merchandise and finished goods	39,006	38,871
Work in process	19,625	25,085
Raw materials and supplies	79,990	96,547
Other current assets	205,588	204,233
Allowance for doubtful accounts	-1,268	-1,081
Total current assets	1,047,130	892,171
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	313,045	311,963
Machinery, equipment and vehicles, net	863,809	846,118
Tools, furniture and fixtures, net	11,173	11,216
Land	180,794	180,668
Leased assets, net	5,804	5,310
Construction in progress	79,110	87,385
Total property, plant and equipment	1,453,739	1,442,663
Intangible assets		
Goodwill	5,896	5,692
Mining rights	610,657	588,476
Other intangible assets	142,431	137,589
Total intangible assets	758,985	731,758
Investments and other assets		
Investment securities	383,571	374,181
Long-term loans receivable	33,541	33,309
Retirement benefit asset	34,856	35,225
Deferred tax assets	15,484	15,072
Other investments	130,015	125,586
Allowance for doubtful accounts	-2,232	-2,432
Total investments and other assets	595,237	580,943
Total non-current assets	2,807,963	2,755,365
Total assets	3,855,093	3,647,536

(Millions of yen)

As of March 31, 2025

As of June 30, 2025

Liabilities		
Current liabilities		
Notes and accounts payable - trade	102,577	87,712
Short-term borrowings	11,015	11,611
Current portion of long-term borrowings	67,799	72,590
Income taxes payable	19,471	33,582
Other current liabilities	409,350	411,969
Total current liabilities	610,214	617,465
Non-current liabilities		
Bonds payable	651,350	645,705
Long-term borrowings	577,843	513,717
Deferred tax liabilities	56,715	54,524
Retirement benefit liability	58,194	55,784
Provision for share awards for directors (and other officers)	390	398
Provision for gas holder repairs	3,238	3,343
Provision for safety measures	308	290
Provision for contract loss in regards to appliance warranties	3,523	3,402
Provision for point card certificates	391	504
Asset retirement obligations	24,810	26,442
Other noncurrent liabilities	66,642	70,383
Total non-current liabilities	1,443,408	1,374,497
Total liabilities	2,053,623	1,991,963
Net assets		
Shareholders' equity		
Share capital	141,844	141,844
Capital surplus	4,122	4,122
Retained earnings	1,343,185	1,347,247
Treasury shares	-85,205	-67,372
Total shareholders' equity	1,403,947	1,425,842
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	71,608	68,909
Deferred gains or losses on hedges	34,175	-10,977
Foreign currency translation adjustment	203,097	93,324
Remeasurements of defined benefit plans	12,617	9,644
Total accumulated other comprehensive income	321,498	160,900
Non-controlling interests	76,024	68,830
Total net assets	1,801,470	1,655,573
Total liabilities and net assets	3,855,093	3,647,536

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

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	586,829	647,341
Cost of sales	494,400	514,789
Gross profit	92,428	132,552
Selling, general and administrative expenses	66,528	70,028
Operating profit	25,899	62,523
Non-operating income		
Interest income	1,588	1,198
Dividend income	728	936
Share of profit of entities accounted for using equity method	2,139	-
Gain on derivatives	1,646	2,367
Miscellaneous income	3,046	2,953
Total non-operating income	9,148	7,456
Non-operating expenses		
Interest expenses	7,330	6,772
Share of loss of entities accounted for using equity method	-	778
Loss on derivatives	267	2,881
Miscellaneous expenses	1,746	2,411
Total non-operating expenses	9,343	12,842
Ordinary profit	25,704	57,137
Extraordinary income		
Gain on sale of non-current assets	-	4,285
Gain on sale of investment securities	-	2,561
Compensation income for damage	2,000	-
Gain on reversal of foreign currency translation adjustment	-	68,013
Total extraordinary income	2,000	74,860
Profit before income taxes	27,705	131,997
Income taxes	9,111	30,604
Profit	18,594	101,393
Loss attributable to non-controlling interests	-289	-333
Profit attributable to owners of parent	18,883	101,727

(Consolidated statement of comprehensive income)

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	18,594	101,393
Other comprehensive income		
Valuation difference on available-for-sale securities	-2,400	-2,699
Deferred gains or losses on hedges	19,192	-47,727
Foreign currency translation adjustment	59,917	-109,193
Remeasurements of defined benefit plans, net of tax	-1,831	-2,972
Share of other comprehensive income of entities accounted for using equity method	5,043	-4,719
Total other comprehensive income	79,921	-167,312
Comprehensive income	98,516	-65,919
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	94,993	-58,871
Comprehensive income attributable to non-controlling interests	3,523	-7,048

(3) Notes on consolidated financial statements

(Note on going concerns' premise)

Not applicable

(Significant changes in shareholders' equity)

I Three months ended June 30, 2024

Purchase of treasury stock

At its Board of Directors meeting held on April 25, 2024, the Company resolved to purchase treasury shares pursuant to Article 156 of the Companies Act as applied mutatis mutandis to Article 165, paragraph (3) of the Act and is purchasing treasury shares up to 17 million shares, totaling ¥40,000 million, between May 7, 2024, and March 31, 2025.

During the three months ended June 30, 2024, the Company purchased treasury shares as follows.

- | | |
|--------------------------------|---|
| (1) Purchase period | May 7 – June 30, 2024 (execution basis) |
| (2) Number of shares purchased | 4,585,600 shares |
| (3) Total value of purchase | ¥15,992,598,800 |
| (4) Purchase method | Market purchase on the Tokyo Stock Exchange |

II Three months ended June 30, 2025

Purchase of treasury stock

At its Board of Directors meeting held on March 26, 2025, the Company resolved to purchase treasury shares pursuant to Article 156 of the Companies Act as applied mutatis mutandis to Article 165, paragraph (3) of the Act and is purchasing treasury shares up to 35 million shares, totaling ¥120,000 million, between April 1, 2025, and September 30, 2025.

During the three months ended June 30, 2025, the Company purchased treasury shares as follows.

- | | |
|--------------------------------|---|
| (1) Purchase period | April 1 – June 30, 2025 (execution basis) |
| (2) Number of shares purchased | 13,257,600 shares |
| (3) Total value of purchase | ¥62,685,506,300 |
| (4) Purchase method | Market purchase on the Tokyo Stock Exchange |

Retirement of Treasury Stock

At its Board of Directors meeting held on April 28, 2025, the Company resolved to cancel treasury shares pursuant to Article 178 of the Companies Act and implemented the cancellation as follows.

- | | |
|------------------------------|----------------------------|
| (1) Type of shares retired | The Company's common stock |
| (2) Number of shares retired | 17,803,000 shares |
| (3) Date of retirement | May 23, 2025 |

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

Calculation of tax expenses

Tax expenses are calculated by making a reasonable estimate of the effective tax rate after applying tax effect accounting to profit before income taxes for the consolidated fiscal year that includes the first-quarter period and multiplying the quarterly profit before income taxes by the estimated effective tax rate. However, in cases where the calculation of tax expenses using the estimated effective tax rate results in a significant lack of rationality, tax expenses are calculated using the statutory effective tax rate.

(Changes in accounting policies)

Application of accounting treatment in accordance with U.S. GAAP by U.S. consolidated subsidiaries

Tokyo Gas America Ltd., the Company's U.S. consolidated subsidiary, and its affiliated consolidated subsidiaries prepared financial statements in accordance with the International Financial Reporting Standards (IFRS) but have adopted Generally Accepted Accounting Principles in the U.S. (U.S. GAAP) for their financial statements from the end of FY2024. Therefore, the prior year quarterly consolidated financial statements have been restated after the retrospective application of the change.

As a result, operating profit, ordinary profit, and profit attributable to owners of the parent increased by ¥986 million, decreased by ¥1,358 million, and decreased by ¥1,017 million, respectively, compared with those before the retrospective application.

The impact on segment information is described in the relevant section.

(Notes to segment information, etc.)

[Segment Information]

I Three months ended June 30, 2024

1 Information related to net sales and profit or loss by reporting segment

(Unit: million yen)

	Reporting segment				Total	Adjustments (Note 1)	Amount recorded on quarterly consolidated statement of income (Note 2)
	Energy solution	Network	Overseas	Urban development			
Net sales							
External sales	513,606	23,038	41,579	8,605	586,829	—	586,829
Intersegment sales & transfers	6,735	56,101	71	6,766	69,673	-69,673	—
Total	520,341	79,139	41,650	15,371	656,502	-69,673	586,829
Segment profit (loss)							
Operating profit (loss)	24,919	1,168	2,577	3,691	32,357	-6,457	25,899
Investment gain (loss) on equity method	455	—	1,517	166	2,139	—	2,139
Total	25,374	1,168	4,095	3,857	34,496	-6,457	28,038

Notes:

1. The ¥6,457 million adjustment to segment profit/loss includes ¥175 million for the elimination of intersegment transactions and ¥6,282 million for companywide expenses not allocated to the respective reporting segments. Companywide expenses consist primarily of general and administrative expenses not attributable to the reporting segments.
2. Segment profit or loss is adjusted from operating profit or loss on the quarterly consolidated financial statement of income, which is added or deducted by investment gain or loss on equity method.
3. As described in “(Changes in accounting policies),” Tokyo Gas America Ltd., the Company’s U.S. consolidated subsidiary, and its affiliated consolidated subsidiaries prepared financial statements in accordance with the International Financial Reporting Standards (IFRS) but have adopted Generally Accepted Accounting Principles in the U.S. (U.S. GAAP) for their financial statements from the end of FY2024. Therefore, the prior year quarterly segment information has been restated after the retrospective application of this change. As a result, segment profit (loss) for the three months ended June 30, 2024, increased by ¥986 million in the overseas segment compared with that before the retrospective application.

II Three months ended June 30, 2025

1 Information related to net sales and profit or loss by reporting segment

(Unit: million yen)

	Reporting segment				Total	Adjustments (Note 1)	Amount recorded on quarterly consolidated statement of income (Note 2)
	Energy solution	Network	Overseas	Urban development			
Net sales							
External sales	557,889	23,963	57,764	7,724	647,341	—	647,341
Intersegment sales & transfers	8,995	56,233	75	6,781	72,085	-72,085	—
Total	566,884	80,197	57,839	14,506	719,427	-72,085	647,341
Segment profit (loss)							
Operating profit (loss)	55,213	1,470	12,936	3,597	73,218	-10,694	62,523
Investment gain (loss) on equity method	289	—	-998	-69	-778	—	-778
Total	55,503	1,470	11,938	3,528	72,440	-10,694	61,745

Notes:

1. The ¥10,694 million adjustment to segment profit/loss includes ¥785 million for the elimination of intersegment transactions and ¥9,908 million for companywide expenses not allocated to the respective reporting segments. Companywide expenses consist primarily of general and administrative expenses not attributable to the reporting segments.
2. Segment profit or loss is adjusted from operating profit or loss on the quarterly consolidated financial statement of income, which is added or deducted by investment gain or loss on equity method.

(Notes to statements of cash flows)

Quarterly consolidated statements of cash flows pertaining to the three months ended June 30, 2025, have not been prepared. Depreciation (including amortization related to intangible assets excluding goodwill) pertaining to the first three months is as follows:

	Three months ended June 30, 2024	Three months ended June 30, 2025
Depreciation	¥60,446 million	¥67,695 million