

Supplementary Financial Information for the 3rd Quarter of the Fiscal Year ending March 2010

February 2010
Osaka Gas Co., Ltd.

In this material, "2Q", "3Q" mean "1st half (April through September)", "nine months (April through December)" respectively, except as otherwise noted.

1. Consolidated

		(million yen)						
		FY09.3 Results		FY10.3 Results		FY10.3 Full	FY09.3 3Q→FY10.3 3Q (B-A)	
		(A) 3Q	Full Year	2Q	(B) 3Q	Year Forecast	Changes	Notes (100 million yen)
Consolidated	Operating Revenues	930,611	1,326,785	501,687	757,924	1,090,500	-172,686	OG-878, Subsidiaries-822, Consolidated Adjustment Increase-26
	Operating Expenses	926,750	1,259,852	439,902	687,778	1,006,000	-238,971	
	Operating Profit	3,861	66,932	61,784	70,146	84,500	66,285	OG+646, Subsidiaries+24, Consolidated Adjustment Increase-8
	Ordinary Profit	5,610	64,510	60,094	66,227	76,000	60,616	OG+674, Subsidiaries+5, Equity in Net Income of Affiliates-58 (Idemitsu Snorre-51etc.)
	Net Income After Tax	743	36,041	36,884	39,555	45,500	38,811	OG+428, Subsidiaries+0, Consolidated Adjustment Increase-40
	Total Assets *	1,525,338	1,452,457	1,439,512	1,436,715	1,522,700	-15,742	Decrease principally in OG
	Total Shareholders' equity *	580,201	612,565	656,440	653,991	635,600	41,426	Net Income After Tax Increase etc.
	Interest-bearing Debt *	686,656	573,483	545,996	543,808	650,900	-29,675	Decrease principally in OG
Non-Consolidated	Operating Revenues	665,944	971,876	381,303	578,135	836,500	-87,808	Gas-949, Others+71
	Operating Expenses	683,243	933,995	334,312	530,734	780,000	-152,508	
	Operating Profit	-17,298	37,881	46,991	47,400	56,500	64,699	Margin of Gas Sales+618
	Ordinary Profit	-17,427	37,821	48,301	50,005	59,000	67,432	
	Net Income After Tax	-11,272	24,038	30,761	31,591	37,500	42,864	
	Total Assets *	1,183,756	1,140,479	1,126,384	1,127,429	1,192,100	-13,050	Feedstock Inventory Decrease etc.
	Total Shareholders' equity *	461,935	507,987	534,811	531,007	513,100	23,020	Net Income After Tax Increase etc.
	Interest-bearing Debt *	538,380	433,822	408,703	408,134	505,200	-25,688	
Consolidated/ Non-Consolidated Ratio	Operating Revenues	1.40	1.37	1.32	1.31	1.30	-0.09	
	Operating Profit	—	1.77	1.31	1.48	1.50	—	
	Ordinary Profit	—	1.71	1.24	1.32	1.29	—	
	Net Income After Tax	—	1.50	1.20	1.25	1.21	—	

*B/S items show figures at the end of the each term.

2. Number of Employees and Capital Expenditure

		FY09.3 Results		FY10.3 Results		FY10.3 Full	FY09.3 3Q→FY10.3 3Q (B-A)	
		(A) 3Q	Full Year	2Q	(B) 3Q	Year Forecast	Changes	Notes (100 million yen)
Consolidated	Number of Employees (*b)	—	19,009	19,287	19,343	19,379	—	
	Capital Expenditure (million yen)	(43,214)	(67,806)	40,898	66,311	103,082	-4,716	
	Upgrading Existing Businesses	—	—	25,760	35,640	57,000	—	
	Investments for incubation and expansion	—	—	19,897	35,885	116,000	—	
	Investments (million yen) (*c)	—	—	45,657	71,525	173,000	—	
Non-Consolidated	Number of Employees (*a)	6,978	6,918	7,002	6,978	6,895	0	
	Number of Employees (*b)	5,496	5,477	5,620	5,616	5,517	120	
	Capital Expenditure (million yen)	(29,567)	(45,035)	24,276	36,932	62,595	-4,018	Decrease in Investment for Senboku Power Plant Construction etc.
	Upgrading Existing Businesses	—	—	22,794	33,088	48,700	—	
	Investments for incubation and expansion	—	—	5,491	19,952	83,700	—	
	Investments (million yen) (*c)	—	—	28,284	53,021	132,400	—	

*(a): including the seconded to other organization and excluding part-time workers, (b): excluding the seconded and including part-time workers

*(c): including capital expenditure

※(Parenthetic figures) show capital expenditure excluding investment for growth.

3. Non-consolidated

		(million yen)						
		FY09.3 Results		FY10.3 Results		FY10.3 Full	FY09.3 3Q→FY10.3 3Q (B-A)	
		(A) 3Q	Full Year	2Q	(B) 3Q	Year Forecast	Changes	Notes (100 million yen)
Gas Sales Revenues		544,849	805,472	301,353	449,854	658,800	-94,995	Sales Volume Decrease-407, Others-542
Other Sales Revenues		121,094	166,404	79,950	128,281	177,700	7,186	Incidental Business Revenues Increase (Electricity) etc.
Operating Revenues		665,944	971,876	381,303	578,135	836,500	-87,808	
Fuel Costs		354,898	478,536	120,401	198,047	300,900	-156,851	Fuel Costs Decrease, Sales Volume Decrease etc.
Labor Costs, Operating Expenses, Depreciation Costs		209,861	293,955	141,718	215,018	311,400	5,156	Labor Costs Increase etc.
Other Expenses		118,482	161,504	72,192	117,669	167,700	-813	House Pipe Installation Decrease
Operating Expenses		683,243	933,995	334,312	530,734	780,000	-152,508	
Operating Profit		-17,298	37,881	46,991	47,400	56,500	64,699	
Non-Operating Profit and Loss		-128	-59	1,310	2,604	2,500	2,732	
Non-Operating Revenues		9,974	13,084	5,691	9,688	11,500	-286	
Non-Operating Expenses		10,102	13,144	4,380	7,083	9,000	-3,019	Derivative Costs Decrease etc.
Ordinary Profit		-17,427	37,821	48,301	50,005	59,000	67,432	
Extraordinary Profit and Loss		0	0	0	-135	0	-135	
Income Tax (Current and Diferred)		-6,154	13,783	17,539	18,277	21,500	24,432	
Net Income After Tax		-11,272	24,038	30,761	31,591	37,500	42,864	

4. Breakdown of Gross Margin

(million yen)

	FY09.3 Results		FY10.3 Results		FY10.3 Full Year Forecast	FY09.3 3Q→FY10.3 3Q (B-A)	
	(A) 3Q	Full Year	2Q	(B) 3Q		Changes	Notes (100 million yen)
Gross Margin of Gas Sales	189,950	326,936	180,952	251,807	357,900	61,856	Profit/Loss on Fuel Cost Adjustment System+754, Gas Sales Volume Decrease-126, Tariff Revision-29 etc.
Profit/ Loss on Fuel Cost Adjustment System	Former Basis (FY09.3 Basis)	-49,046	-25,473	—	—	—	
	Revised Basis (FY10.3 Basis)		約-10,000	31,238	26,357	15,500	
Crude Oil Price (\$/bbl)	105.1	90.5	61.8	66.5	68.4	-38.6	
Exchange Rate (Yen/\$)	102.8	100.5	95.5	93.6	95.3	-9.2	

5. Gas Sales Volume

	FY09.3 Results		FY10.3 Results		FY10.3 Full Year Forecast	FY09.3 3Q→FY10.3 3Q (B-A)	
	(A) 3Q	Full Year	2Q	(B) 3Q		Changes	yoy
Averaged Temperature	20.2	17.2	23.2	20.1	17.0	-0.2	
Gas Sales per Household (m ³ /month)	25.7	32.3	23.9	25.6	32.9	-0.1	-0.4%
Residential	1,338	2,238	830	1,334	2,282	-4	-0.3%
Non-Residential	4,415	5,708	2,650	3,957	5,254	-458	-10.4%
Commercial	740	971	495	704	947	-37	-4.9%
Public and Medical	433	609	303	428	585	-5	-1.2%
Industrial	3,242	4,128	1,852	2,826	3,722	-416	-12.8%
Wholesale	326	434	206	321	432	-5	-1.4%
Total Volume of Gas Sales (million m ³ , 45MJ/m ³)	6,079	8,380	3,686	5,613	7,969	-466	-7.7%
Supply for Non-Regulated Customers	3,780	4,834	2,231	3,354	4,386	-426	-11.3%
Number of Customers (Thousand)	6,918	6,939	6,953	6,963	6,972	45	0.6%
Number of Newly Built Houses (Thousand)	73	112	35	53	80	-20	-26.9%

(Reference) Consolidated Gas Sales

	FY09.3 Results		FY10.3 Results		FY10.3 Full Year Forecast	FY09.3 3Q→FY10.3 3Q (B-A)	
	(A) 3Q	Full Year	2Q	(B) 3Q		Changes	yoy
Osaka Gas	6,079	8,380	3,686	5,613	7,969	-466	-7.7%
Nabari Kintetsu Gas	19.3	25.3	11.3	16.2	23.0	-3.1	-16.1%
Sasayama Toshi Gas	1.1	1.5	0.8	1.1	1.5	-0.1	-7.6%
Toyooka Energy	5.8	7.2	3.8	5.4	7.1	-0.4	-6.1%
Shingu Gas	1.1	1.4	0.8	1.0	1.4	-0.1	-7.4%
Total Volume of Gas Sales (million m ³ , 45MJ/m ³)	6,106	8,416	3,703	5,637	8,002	-470	-7.7%

<Abbreviation>
OG: Osaka Gas

<Disclaimer>

Certain statements contained herein are forward-looking statements, strategies and plans, which reflect our judgment based on information available to date. Actual results may differ materially from those discussed in such statements. Among the factors that could cause actual results to differ materially are: economic trends in Japan, sharp fluctuations in exchange rate and oil prices, and extraordinary weather conditions.

Subsidiaries Information for the 3rd Quarter of the Fiscal Year ending March 2010

A=Gas, B=LPG, Electricity, and other Energies,
C=Gas Appliances and House-Pipe Installation,
D=Real Estate, E=Others

(million yen)

FY09.3 end: Number of Consolidated Subsidiaries 136 FY10.3 3Q end: Number of Consolidated Subsidiaries 128 Affiliated Recorded by Equity 5 at FY09.3 end, 6 at FY10.3 3Q end		Operating Revenues					FY09.3 3Q → FY10.3 3Q (B-A)
		FY09.3 Results		FY10.3 Results		FY10.3 Full Year Forecasted	
		(A) 3Q	Full Year	2Q	(B) 3Q		
B	Osaka Gas Summit Resources	4	5	2	3	4	±0
B	Osaka Gas International Transport	1,372	1,885	915	1,372	1,829	±0
B	Senboku Power Fuel	0	1,590	2,913	4,394	8,690	+4,394
B	US IPPs (FY09.3: 21 Companies)	6,115	7,440	2,991	4,393	5,832	▲1,721
E	OG Maintenance Service	2,528	4,178	1,722	3,096	4,400	+568
B	Gas and Power (former Gas and Power Investment)	12,610	16,711	7,095	10,082	12,985	▲2,528
B	Nakayama Joint Power Generation	6,244	9,097	3,015	4,277	5,470	▲1,966
B	Nakayama Nagoya Joint Power Generation	8,004	11,372	4,107	6,289	8,939	▲1,715
B	Senboku Natural Gas Power Generation	0	0	8,429	15,243	25,370	+15,243
C	Kinpai	8,516	14,856	5,251	7,978	12,819	▲538
C	Kinpai Renotech	1,403	1,891	706	1,257	1,900	▲146
C	Kinpai Hauzex	840	1,189	534	832	1,259	▲8
A	Osaka Gas Customer Relations	10,593	14,211	6,665	9,843	13,721	▲750
B	Kansai Business Information	3,910	5,608	2,350	4,261	5,090	+351
C	Osaka Gas Housing & Equipment	11,576	15,290	6,682	10,788	14,325	▲788
E	Osaka Gas Security Service	7,483	10,313	4,894	7,379	10,144	▲103
E	Osaka Gas Community Life (former Unitika Life)	1,985	2,649	1,245	1,245	2,660	▲739
C	Hello	957	1,244	555	923	1,315	▲33
C	Hearts	1,695	2,224	914	1,518	2,074	▲176
B	Creative Techno Solution (former Cogeneration Technology Service)	7,427	9,695	7,196	11,632	17,238	+4,204
C	Enetec Kyoto	2,247	3,223	1,204	1,727	3,200	▲520
C	Enetec Osaka	1,819	3,009	1,281	1,837	4,200	+17
AB	Nabari Kintetsu Gas	3,350	4,504	2,348	3,135	4,422	▲215
D	OG Capital	1,975	2,630	1,318	1,971	2,629	▲4
E	KRI	1,034	2,789	379	744	2,100	▲289
E	OG Sports	10,327	13,889	6,823	10,238	13,903	▲88
E	Osaka Gas Autoservice	5,045	6,894	3,771	5,736	7,260	+690
E	OGIC	6,554	8,692	4,329	6,522	8,538	▲31
E	L-Net	4,503	6,072	2,803	4,361	6,665	▲141
E	Planetwork	2,242	2,810	1,529	2,420	2,615	+177
E	Osaka Gas Business Create	9,346	12,785	6,093	9,017	12,063	▲328
E	Active Life	2,354	3,111	1,577	2,402	3,297	+47
E	Osaka Gas Engineering	3,045	7,828	1,605	3,091	8,370	+46
	Others	19,932	27,437	9,993	14,045	18,438	▲5,886
	Directly Under Osaka Gas Business Unit Total	167,049	237,141	113,234	174,067	253,764	+7,017
B	Liquid Gas	10,394	13,760	4,613	7,000	10,406	▲3,393
B	Osaka Gas LPG	10,444	14,432	6,211	9,650	14,895	▲793
B	Osaka Gas LPG Sales	2,072	2,844	0	0	0	▲2,072
B	Cold Air Products	1,361	1,697	815	1,189	1,586	▲172
B	Cryo-Air	2,387	2,865	1,220	1,816	2,349	▲571
B	Gas-Net	1,897	2,471	1,015	1,715	2,445	▲182
B	Nissho Petroleum Gas	80,859	97,425	8,597	10,328	14,844	▲70,531
B	Nissho Propane Sekiyu	12,276	17,267	4,490	9,254	17,270	▲3,022
B	Nissho Gas Supply	3,063	4,033	1,387	2,195	3,198	▲867
B	Nagano Propane Gas	2,774	3,655	1,291	2,116	3,148	▲658
B	Daiya Nensho	3,587	4,752	1,658	2,709	4,032	▲877
B	Ehime Nissho Propane	878	1,139	437	720	938	▲157
B	Kochi Nissho Propane	1,281	1,712	700	1,081	1,481	▲199
	Others	2,640	3,686	1,133	1,871	3,011	▲769
	Liquid Gas Group Total	135,921	171,745	33,567	51,650	79,603	▲84,271
D	Urbanex	11,752	15,789	7,597	11,675	16,209	▲76
D	Osaka Gas Total Facilities	2,694	3,880	1,961	3,115	3,639	+420
D	OSC Engineering	3,793	5,066	2,168	3,270	4,383	▲523
D	Kyoto Research Park	3,572	4,766	2,272	3,404	4,781	▲167
D	Osaka Gas Maison	3,171	5,371	1,911	2,541	5,037	▲631
	Others	217	279	70	69	257	▲147
	Urbanex Group Total	25,202	35,152	15,980	24,076	34,306	▲1,125
E	Osaka Gas Information System Research Institute (OGIS-RI)	18,896	28,131	11,616	16,949	25,300	▲1,947
E	Sakura Information Systems	15,417	21,020	9,304	13,968	18,700	▲1,449
E	Ube Information Systems	3,181	5,171	2,355	3,279	5,000	+97
	Others	2,006	2,877	1,274	1,892	2,906	▲113
	OGIS-RI Group Total	39,502	57,201	24,549	36,089	51,906	▲3,413
E	Osaka Gas Chemicals	11,824	15,108	7,620	11,506	14,192	▲318
E	Japan EnviroChemicals	9,530	12,646	6,469	9,650	12,333	+119
E	Minabe Chemical Industries	3,118	4,045	1,850	2,750	4,229	▲368
	Others	1,006	1,508	782	1,089	1,615	+83
	Osaka Gas Chemicals Group Total	25,480	33,308	16,721	24,996	32,369	▲484
	Total	393,157	534,549	204,052	310,880	451,949	▲82,276

* Listed are noteworthy companies or companies with 1 billion yen or over in operating revenues for FY10.3.

Segment Information for the 3rd Quarter of the Fiscal Year ending March 2010

(million yen)

	Gas	LPG, Electricity, other Energies	Gas Appliances, House-Pipe Installation	Real Estate	Others	Total	Elimination and Consolidation	Consolidated
Composition	56.8%	15.0%	11.2%	2.8%	14.1%	100.0%		
Operating Revenues	457,176	120,951	90,508	22,719	113,519	804,875	(46,950)	757,924
Change from FY09.3 3Q	-94,059	-72,194	-10,877	-1,201	-2,551	-180,882	—	-172,686
Notes	OG -93,715	Nissho LPG -70,531 OG +14,387	OG -8,480 OG Housing -788	Osaka Gas Maison -630	OGIS-RI -1,947 Sakura-I -1,449 OG Autoservice +690 OG Maintenance +568			
FY10.3 Latest Forecast	653,900	194,900	123,700	32,000	158,000	1,162,500	(72,000)	1,090,500
Operating Income	40,819	16,356	2,275	5,295	4,661	69,408	737	70,146
Sales/ Operating Profit Ratio	8.9%	13.5%	2.5%	23.3%	4.1%	8.6%	—	9.3%
Change from FY09.3 3Q	57,347	10,835	-133	-863	-904	66,282	—	66,285
Notes	OG +58,059	OG +6,819 Creative Techno +1,105 OGEA -1,377	OG -152	Osaka Gas Maison -655 Urbanex -376	OGIS-RI -748 OG Sports -254 Enviro +365			
FY10.3 Latest Forecast	51,100	14,800	2,600	6,500	6,500	81,500	3,000	84,500

OG: Osaka Gas, Nissho LPG: Nissho Propane Gas, OGEA: Osaka Gas Energy America,
OG Housing: Osaka Gas Housing & Equipment, Sakura-I: Sakura Information Systems,
OG Autoservice: Osaka Gas Autoservice, Creative Techno: Creative Techno Solution,
OG Maintenance: OG Maintenance Service, Enviro: Japan EnviroChemicals,
OGIS-RI: Osaka Gas Information System Research Institute