

Supplementary Financial Information for the 1st Quarter of the Fiscal Year ending March 2011

1. Consolidated

(million yen)

	(A) FY10.3 1Q Results	(B) FY11.3 1Q Results	FY11.3 Forecast (Planned at beginning)		FY11.3 Latest Forecast		FY10.3 1Q Results→FY11.3 1Q Results (A→B)		FY11.3 Interim Planned→Latest (C→E)		
			(C) Interim	(D) Full Year	(E) Interim	(F) Full Year	Changes	Notes (billion yen)	Changes	Notes (billion yen)	
Consolidated	Operating Revenues	269,830	273,353	529,500	1,175,000	538,000	1,175,000	3,522	OG+4.7, Subsidiaries+10.2	8,500	Increase in gas sales and electricity sales of OG
	Operating Expenses	216,861	248,110	508,500	1,102,500	506,000	1,102,500	31,249		-2,500	Decrease or time frame difference in operating expenses and electricity business expenses of OG
	Operating Profit	52,969	25,242	21,000	72,500	32,000	72,500	-27,727	OG-28.6, Subsidiaries+1.1	11,000	
	Ordinary Profit	51,861	25,731	18,500	65,500	30,000	65,500	-26,129	OG-29.2, Subsidiaries+2.5, Equity Method Investment Gain+1.4 (Idemitsu Snorre etc.)	11,500	
	Net Income After Tax	31,825	13,764	8,500	37,000	15,500	37,000	-18,061	OG-18.3, Subsidiaries+1.1	7,000	
	Total Assets *	1,441,496	1,377,437	1,437,100	1,489,600	1,437,100	1,489,600	-64,058	Current assets-88.1 (Cash and deposits-52), Tangible assets-18.3	0	
	Total Shareholder's equity *	653,902	663,419	662,700	682,500	669,700	682,500	9,517	Shareholder's equity+6.2, Valuation and translation adjustments-9.5	7,000	Increase in net income after tax
Interest-bearing Debt *	563,862	529,397	565,300	549,700	565,300	549,700	-34,465		0		
Non-Consolidated	Operating Revenues	211,710	216,412	402,500	907,000	411,000	907,000	4,701	Gas sales revenues-3.2, Incidental business revenues+7.2	8,500	Increase in gas sales and electricity sales
	Operating Expenses	164,652	198,008	395,000	865,000	393,500	865,000	33,355		-1,500	Decrease or time frame difference in operating expenses and electricity business expenses of OG
	Operating Profit	47,057	18,403	7,500	42,000	17,500	42,000	-28,654	Gross margin of gas sales-29.3	10,000	
	Ordinary Profit	48,822	19,616	8,000	42,000	18,500	42,000	-29,205		10,500	
	Net Income After Tax	31,135	12,819	5,000	26,500	11,500	26,500	-18,316		6,500	
	Total Assets *	1,139,752	1,073,465	1,119,000	1,171,400	1,119,000	1,171,400	-66,287	Current assets-83.3 (Cash and deposits-52.6), Tangible assets-15.4	0	
	Total Shareholder's equity *	541,363	538,365	536,900	551,000	543,400	551,000	-2,998	Shareholder's equity+5.2, Valuation and translation adjustments-8.9	6,500	Increase in net income after tax
Interest-bearing Debt *	429,164	395,233	439,500	428,400	439,500	428,400	-33,930		0		

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

2. Number of Employees and Capital Expenditure

	(A) FY10.3 1Q Results	(B) FY11.3 1Q Results	FY11.3 Forecast (Planned at beginning)		FY11.3 Latest Forecast		FY10.3 1Q Results→FY11.3 1Q Results (A→B)		FY11.3 Interim Planned→Latest (C→E)		
			(C) Interim	(D) Full Year	(E) Interim	(F) Full Year	Changes	Notes (billion yen)	Changes	Notes (billion yen)	
Consolidated	Number of Employees (*b)	19,443	19,727	19,537	19,546	19,537	19,546	284		0	
	Capital Expenditure (million yen)	17,750	13,292	33,183	83,692	33,183	83,692	-4,457	Construction completed of Semboku power plant in FY10.3	0	
	Upgrading Existing Businesses	16,384	19,108	23,700	50,000	23,700	50,000	2,724		0	
	Investment for Incubation and Expansion	5,580	2,307	31,800	85,000	31,800	85,000	-3,272		0	
	Investments (million yen) (*c)	21,964	21,416	55,500	135,000	55,500	135,000	-547		0	
Non-Consolidated	Number of Employees (*a)	7,069	7,056	6,984	6,944	6,984	6,944	-13		0	
	Number of Employees (*b)	5,647	5,863	5,723	5,731	5,723	5,731	216		0	
	Capital Expenditure (million yen)	13,320	8,309	21,649	54,308	21,649	54,308	-5,011	Construction completed of Semboku power plant in FY10.3	0	

\*(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

3. Non-Consolidated

	(A) FY10.3 1Q Results	(B) FY11.3 1Q Results	FY11.3 Forecast (Planned at beginning)		FY11.3 Latest Forecast		FY10.3 1Q Results→FY11.3 1Q Results (A→B)		FY11.3 Interim Planned→Latest (C→E)	
			(C) Interim	(D) Full Year	(E) Interim	(F) Full Year	Changes	Notes (billion yen)	Changes	Notes (billion yen)
Gas Sales Revenues	172,999	169,745	306,800	705,200	314,300	705,200	-3,254	Gas sales volume factor+18.1, Fuel cost factor etc.-21.4	7,500	Increase in gas sales
Other Revenues (Miscellaneous and Incidental Businesses)	38,710	46,666	95,600	201,700	96,600	201,700	7,956		1,000	Increase in electricity sales (incidental business)
Operating Revenues	211,710	216,412	402,500	907,000	411,000	907,000	4,701		8,500	Increase in gas sales and electricity sales
Fuel Costs	60,021	86,069	164,500	372,600	167,000	372,600	26,048	LNG price factor, gas sales volume factor etc.	2,500	According with gas sales volume increase
Sum of Labor Costs, Operating Expenses, Depreciation Costs	70,620	69,991	142,300	303,100	141,300	303,100	-629	Decrease mainly in operating expenses	-1,000	Decrease in recognized cost caused by allowance made in FY10.3
Other Expenses (relating with Miscellaneous and Incidental Businesses)	34,011	41,948	88,100	189,200	85,200	189,200	7,937		-2,900	
Operating Expenses	164,652	198,008	395,000	865,000	393,500	865,000	33,355		-1,500	
Operating Profit	47,057	18,403	7,500	42,000	17,500	42,000	-28,654	Gross margin of gas sales-29.3	10,000	
Non-Operating Profit and Loss	1,764	1,213	500	0	1,000	0	-551		500	
Non-Operating Revenues	3,830	3,010	3,900	7,700	4,400	7,700	-819	Decrease in dividend income etc.	500	Decrease in dividend income etc.
Non-Operating Expenses	2,065	1,797	3,400	7,700	3,400	7,700	-268	Decrease in financial charges etc.	0	
Ordinary Profit	48,822	19,616	8,000	42,000	18,500	42,000	-29,205		10,500	
Extraordinary Profit and Loss	0	0	0	0	0	0	0		0	
Income Tax (Current and Deferred)	17,686	6,797	2,900	15,400	6,900	15,400	-10,889		4,000	
Net Income After Tax	31,135	12,819	5,000	26,500	11,500	26,500	-18,316		6,500	

4. Breakdown of Gross Margin

	(A) FY10.3 1Q Results	(B) FY11.3 1Q Results	FY11.3 Forecast (Planned at beginning)		FY11.3 Latest Forecast		FY10.3 1Q Results→FY11.3 1Q Results (A→B)		FY11.3 Interim Planned→Latest (C→E)	
			(C) Interim	(D) Full Year	(E) Interim	(F) Full Year	Changes	Notes (billion yen)	Changes	Notes (billion yen)
Gross Margin of Gas Sales	112,978	<b>83,675</b>	142,300	332,600	147,300	332,600	-29,302	Gas sales volume increase+12.1, Profit/loss on fuel cost adjustment system etc.-41.3	5,000	
Profit/ Loss on Fuel Cost Adjustment System	27,824	<b>-8,980</b>	-13,422	-17,503	-10,723	-17,503	-36,804		2,698	Difference from peojection in exchange rate for 1Q
Cruide Oil Price (\$/bbl)	52.4	<b>81.3</b>	80.0	80.0	77.9	80.0	28.9	Sensitivity on profit: circa ¥1 billion per \$1/bbl change	-2.1	
Exchange Rate (Yen/\$)	97.4	<b>92.0</b>	95.0	95.0	92.3	95.0	-5.3	Sensitivity: circa ¥0.8 billion per ¥1/\$ change	-2.7	

5. Gas Sales Volume

	(A) FY10.3 1Q Results	(B) FY11.3 1Q Results	FY11.3 Forecast (Planned at beginning)		FY11.3 Latest Forecast		FY10.3 1Q Results→FY11.3 1Q Results (A→B)		FY11.3 Interim Planned→Latest (C→E)	
			(C) Interim	(D) Full Year	(E) Interim	(F) Full Year	Changes	Notes (billion yen)	Changes	Notes (billion yen)
Averaged Temperature	19.7	<b>18.8</b>	23.2	17.0	23.2	17.0	-1.0		0.0	
Gas Sales per Household (m <sup>3</sup> /month)	32.0	<b>34.2</b>	24.0	32.8	24.0	32.8	2.2		0.0	
Residential	556	<b>596</b>	835	2,282	864	2,282	40	YOY: 107.1%	29	Lower temperature than projection in 1Q
Non-Residential	1,182	<b>1,319</b>	2,752	5,448	2,827	5,448	137	YOY: 111.6%	75	Increase in capacity utilization of customers' facilities
Commercial	203	<b>203</b>	497	939	496	939	0	YOY: 100.2%	0	
Public and Medical	116	<b>124</b>	302	578	315	578	8	YOY: 107.3%	13	
Industrial	864	<b>992</b>	1,953	3,931	2,015	3,931	128	...Increase in capacity utilization of customer's facilities	62	
Wholesale	99	<b>114</b>	213	440	221	440	15	YOY: 114.7%	8	
Total Volume of Gas Sales (million m <sup>3</sup> , 45MJ/m <sup>3</sup> )	1,837	<b>2,029</b>	3,801	8,170	3,913	8,170	191	YOY: 110.4%	112	
Supply for Non-Regulated Customers	1,006	<b>1,136</b>	2,334	4,625	2,396	4,625	129	YOY: 112.9%	63	
Number of Customers (thousand)	6,945	<b>6,984</b>	6,988	7,010	6,988	7,010	40		0	
Nuber of Newly Built Houses (Thousand)	16	<b>16</b>	30	67	30	67	0		0	

(Reference) Consolidated Gas Sales

	(A) FY10.3 1Q Results	(B) FY11.3 1Q Results	FY11.3 Forecast (Planned at beginning)		FY11.3 Latest Forecast		FY10.3 1Q Results→FY11.3 1Q Results (A→B)		FY11.3 Interim Planned→Latest (C→E)	
			(C) Interim	(D) Full Year	(E) Interim	(F) Full Year	Changes	Notes (billion yen)	Changes	Notes (billion yen)
Osaka Gas	1,837	<b>2,029</b>	3,801	8,170	3,913	8,170	191		112	
Nabari Kintetsu Gas	6.4	<b>7.2</b>	12.4	23.5	12.4	23.5	0.8		0.0	
Sasayama Toshi Gas	0.5	<b>0.0</b>	—	—	—	—	-0.5		—	
Toyooka Energy	2.4	<b>2.3</b>	4.0	7.1	4.0	7.1	0.0		0.0	
Shingu Gas	0.4	<b>0.4</b>	0.8	1.4	0.8	1.4	0.0		0.0	
Total Volume of Gas Sales (million m <sup>3</sup> , 45MJ/m <sup>3</sup> )	1,847	<b>2,039</b>	3,818	8,202	3,930	8,202	192		112	

<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.

Segment and Subsidiaries Information  
for the 1st Quarter of the Fiscal Year  
ending March 2011

(million yen)

FY10.3 end: Number of Consolidated Subsidiaries 128 FY11.3 1Q end: Number of Consolidated Subsidiaries 129 Affiliated Recorded by Equity 6 at FY10.3 end and at FY11.3 1Q end		Operating Revenues				Notes
		FY10.3 (A) 1Q Results	FY11.3 (B) 1Q Results	FY11.3 Forecast	10.3 1Q →11.3 1Q (A→B)	
Gas		208,420	207,682	870,000	▲738	
	Osaka Gas	197,697	195,158	811,400	▲2,539	Decrease in sales unit price
	Osaka Gas Customer Relations	3,520	3,091	12,284	▲429	Reorganization in Osaka Gas group
	Osaka Gas Housing & Equipment	3,001	3,169	14,778	+167	
	Kansai Business Information	1,078	1,571	5,748	+492	Strong in staffing business
	Creative Techno Solution	1,877	4,490	22,121	+2,613	Reorganization in Osaka Gas group
	Osaka Gas Security Service	2,352	2,118	8,959	▲234	
	Kinpai	1,973	1,786	13,114	▲186	
LPG, Electricity, and Other Energies		32,037	36,400	172,000	+4,363	
	Osaka Gas	14,012	21,253	95,500	+7,241	Full year operation of Semboku power plant
	Liquid Gas	2,321	2,283	9,445	▲38	
	Osaka Gas LPG	3,437	3,919	15,198	+481	Sales increase
	Nissho Petroleum Gas	3,937	4,818	14,859	+880	Sales increase
	Nissho Propane Sekiyu	2,612	3,491	17,255	+878	Sales increase
International Energy Businesses		2,471	2,719	11,000	+247	
	Osaka Gas Energy America Corporation	1,279	1,227	4,970	▲52	
	Osaka Gas International Transport	457	457	1,830	±0	
	Osaka Gas Summit Resources	1	1	3	±0	
Environment and Non-Energy Businesses		39,143	38,663	187,000	▲480	
Real Estate	Urbanex	3,690	4,105	23,969	+415	Property increase
	Osaka Gas Maison	684	924	9,472	+240	
Information Technology	Osaka Gas Information System Research Institute	5,345	4,853	26,000	▲492	Decrease in system development order
	Sakura Information Systems	4,498	4,217	18,501	▲281	
	Ube Information Systems	1,011	1,125	5,000	+114	
Advanced Materials	Osaka Gas Chemicals	3,760	3,337	15,354	▲423	Sales decrease of fine materials and carbon fiber
	Japan EnviroChemicals	3,174	3,312	12,547	+138	
Others	OG Sports	3,346	3,414	14,293	+68	
	OGIC	2,190	2,313	8,481	+123	
	Osaka Gas Engineering	605	272	7,687	▲333	
	Osaka Gas Autoservice	1,847	1,961	7,910	+113	
	L-Net	1,273	1,462	6,150	+188	
	Osaka Gas Business Create	2,963	2,789	11,704	▲174	
Subtotal		282,073	285,465	1,240,000	+3,392	
Elimination and Consolidation		-12,242	-12,112	-65,000	+129	
Total		269,830	273,353	1,175,000	+3,522	

**Segment and Subsidiaries Information  
for the 1st Quarter of the Fiscal Year  
ending March 2011**

(million yen)

FY10.3 end: Number of Consolidated Subsidiaries 128 FY11.3 1Q end: Number of Consolidated Subsidiaries 129 Affiliated Recorded by Equity 6 at FY10.3 end and at FY11.3 1Q end		Operating Profit + Equity Method Investment Gain				Notes
		FY10.3 (A) 1Q Results	FY11.3 (B) 1Q Results	FY11.3 Forecast	10.3 1Q →11.3 1Q (A→B)	
Gas		45,621	18,026	38,000	▲27,595	
	Osaka Gas	45,243	17,315	35,200	▲27,928	Fuel cost adjustment system factor
	Osaka Gas Customer Relations	39	30	237	▲8	
	Osaka Gas Housing & Equipment	2	29	453	+27	
	Kansai Business Information	-1	174	321	+176	Strong in staffing business
	Creative Techno Solution	40	254	473	+213	Reorganization in Osaka Gas group
	Osaka Gas Security Service	-47	23	288	+71	
	Kinpai	-82	-74	81	+8	
LPG, Electricity, and Other Energies		3,075	3,188	16,000	+113	
	Osaka Gas	1,813	1,087	6,800	▲725	
	Liquid Gas	120	163	714	+42	
	Osaka Gas LPG	240	203	116	▲37	
	Nissho Petroleum Gas	13	12	42	±0	
	Nissho Propane Sekiyu	50	34	233	▲16	
International Energy Businesses		432	1,711	3,000	+1,279	
	Osaka Gas Energy America Corporation	464	457	1,713	▲7	
	Osaka Gas International Transport	157	145	407	▲11	
	Osaka Gas Summit Resources	0	0	-4	±0	
Environment and Non-Energy Businesses		2,589	2,971	15,000	+381	
Real Estate	Urbanex	1,568	1,579	5,405	+11	
	Osaka Gas Maison	-134	-77	172	+57	
Information Technology	Osaka Gas Information System Research Institute	1	-163	2,050	▲164	Decrease in system development order
	Sakura Information Systems	-209	-16	632	+192	Cost-cutting etc.
	Ube Information Systems	-58	-24	141	+34	
Advanced Materials	Osaka Gas Chemicals	367	-19	954	▲387	Increase in depreciation costs caused by facility investment
	Japan EnviroChemicals	537	482	1,163	▲54	
Others	OG Sports	-399	-120	-403	+279	Cost-cutting etc.
	OGIC	263	317	681	+54	
	Osaka Gas Engineering	-82	-134	217	▲51	
	Osaka Gas Autoservice	168	189	678	+21	
	L-Net	-51	-20	94	+30	
	Osaka Gas Business Create	193	221	669	+28	
Subtotal		51,719	25,898	72,000	▲25,821	
Elimination and Consolidation		952	522	1,500	▲429	
Total		52,672	26,421	73,500	▲26,250	