

Q1 Supplementary Financial Information for the Year Ended March 2007 (from April 2006 to March 2007)

1. Consolidated

(million yen)

		A FY06.3	B FY07.3	FY07.3		A B	
		Q1 or year end Results (*)	Q1 Results	Interim Forecasts	Full Year Forecasts	Changes	Notes (100 million yen)
06.3Q1: Number of Consolidated Subsidiaries: 117 Affiliates recorded by equity: 2							
07.3Q1: Number of Consolidated Subsidiaries: 136 Affiliates recorded by equity: 4							
Consolidated	Operating Revenues	235,400	278,335	525,000	1,199,000	42,935	OG+280, Subsidiaries+157, Consolidation adjustment increase-8
	Operating Expenses	201,221	236,067	490,000	1,113,000	34,845	
	Operating Income	34,178	42,268	35,000	86,000	8,089	OG+67, Subsidiaries+11, Consolidation adjustment decrease+1
	Ordinary Profit	35,570	43,657	35,500	86,500	8,086	Equity in net income affiliates+12
	Net Income After Tax	22,287	27,132	20,000	49,500	4,844	Subsidiaries+37
	Total Assets	1,398,692	1,361,637	1,375,800	1,443,200	-37,055	Investments etc.-122, Cash and time deposits -234
	Total Net Worth (**)	628,510	650,428	628,700	653,000	21,917	Increase of retained earnings
	Interest-bearing Debt	487,510	510,006	527,100	526,000	22,496	Refer to notes in "Non-Consolidated" table
Non-Consolidated	Operating Revenues	175,880	203,917	373,500	851,000	28,037	Gas+251, Miscellaneous+28
	Operating Expenses	146,607	167,940	348,500	792,000	21,332	Feedstock+203
	Operating Income	29,272	35,976	25,000	59,000	6,704	Gas Mrgin+47, Decrease of Labor costs+21
	Ordinary Profit	31,399	37,495	30,000	68,500	6,095	
	Net Income After Tax	20,289	24,071	20,000	46,000	3,781	
	Total Assets	1,078,437	1,050,072	1,049,800	1,091,700	-28,364	Cash and time deposits-247
	Total Net Worth (**)	518,171	539,661	520,900	541,300	21,489	Increase of retained earnings
	Interest-bearing Debt	346,046	372,031	384,200	370,500	25,984	Seasonal factors

* P/L lines show the 06.3 Q1 results. B/S lines show the 06.3 year end results.

**The total shareholders' equity is shown for 06/3.

*** colored cell shows the change from the original forecasts.

		A FY06.3	B FY07.3	FY07.3		A B	
		Q1 or year end Results (*)	Q1 Results	Interim Forecasts	Full Year Forecasts	Changes	Notes
Consolidated	Number of Employees	16,077	-	16,470	16,425	-	
	Capital Expenditure excluding Growth-oriented Investments	(14,556)	(15,534)	(29,848)	(76,688)	(978)	
	Capital Expenditure (million yen)	17,679	19,397	38,697	101,428	1,718	Growth investment (Non-consolidated investment and other small power plants, GPI)
Non-Consolidated	Number of employees (**)	5,481	5,573	5,525	5,475	92	New Employees+123
	Capital Expenditure excluding Growth-oriented Investments	(8,020)	(8,221)	(16,903)	(45,191)	(201)	
	Capital Expenditure (million yen)	10,175	11,925	25,101	66,405	1,750	Growth investment (Senboku Power Plant/Pipeline) 3,700 million yen.

*The number of employees shows the 06.3 year end result. The capital expenditure shows the 06.3 Q1 result.

**The number of employees excludes those who loaned to other organization, and includes part time workers.

2. Non-Consolidated

(million yen)

		A FY06.3	B FY07.3	FY07.3		A B	
		Q1 Results	Q1 Results	Interim Forecasts	Full Year Forecasts	Changes	Notes (100 million yen)
Gas Sales Revenues		141,652	166,798	299,000	679,500	25,146	Fuel cost adjustment+164, Gas Sales Volume increase etc.+86
Revenues from Gas appliances, Pipeline Installation, and Incidental		34,227	37,118	74,500	171,500	2,891	Miscellaneous+16, Incidental Business+12
Operating Revenue		175,880	203,917	373,500	851,000	28,037	
Operating Expense		146,607	167,940	348,500	792,000	21,332	
	Feedstock	50,166	70,539	140,000	332,000	20,373	LNG cost increase+182, Gas sales volume increase etc.+21
	Labor, Depreciation and Others	66,982	64,785	138,000	292,000	-2,196	Labor Costs-20
	Incidental Businesses	29,459	32,615	70,500	168,000	3,155	Miscellaneous+11, Incidental Business+20
Operating Income		29,272	35,976	25,000	59,000	6,704	
Non-Operating Profit and Loss		2,127	1,518	5,000	9,500	-608	
	Non-Operating Profit	3,392	3,400	8,500	16,500	8	
	Non-Operating Loss	1,264	1,881	3,500	7,000	616	Miscellaneous expenses etc.
Ordinary Profit		31,399	37,495	30,000	68,500	6,095	
Extraordinary Profit and Loss		0	0	0	0	0	
Income Tax (Current and Deferred)		11,109	13,423	10,000	22,500	2,313	
Net Income After Tax		20,289	24,071	20,000	46,000	3,781	

* colored cell shows the change from the original forecasts.

(million yen)

		A FY06.3	B FY07.3	FY07.3		A B	
		Q1 Results	Q1 Results	Interim Forecasts	Full Year Forecasts	Changes	Notes (100 million yen)
Gross Margin of Gas Sales		91,486	96,259	159,000	347,500	4,772	Gas sales volume increase+65, Fuel cost adjustment-17
Breakdown of Gross Margin of Gas Sales	Sales Increase by Tariff	6,085	22,568	ca. 40,000	ca. 100,000	16,482	
	Increase of Feedstock Cost	10,906	29,169	ca. 55,000	ca. 145,000	18,262	
	Balance	-4,820	-6,600	ca. -15,000	ca. -45,000	-1,779	
Crude Oil Price (\$/bbl)		49.7	64.9	65.0	65.0	15.5	Forecasted \$65/bbl since July
Exchange Rate (Yen/\$)		107.7	114.5	114.8	115.0	6.8	Forecasted ¥115/\$ since July

* colored cell shows the change from the original forecasts.

	A FY06.3	B FY07.3	FY07.3		A B	Notes
	Q1 Results	Q1 Results	Interim Forecasts	Full Year Forecasts	Changes	
Averaged Temperature (C°)	20.2	19.2	23.6	16.8	-1.0	Forecasted the same as the original since July
Gas Sales Volume per Household (m ³ /month)	32.6	36.1	26.2	34.9	3.5	(B)/(A):110.7%
Residential	555	619	899	2,395	64	(B)/(A):111.6%
Non-Residential	1,306	1,378	2,972	5,857	71	(B)/(A):105.5%
Commercial	224	231	564	1,077	7	(B)/(A):103.0%
Public and Medical	119	129	327	612	10	(B)/(A):108.4%
Industrial	963	1,017	2,080	4,168	54	(B)/(A):105.7%
Wholesale	86	92	173	375	6	(B)/(A):106.9%
Total Gas Sales Volume (million m ³) 45MJ/m ³	1,947	2,089	4,044	8,628	142	(B)/(A):107.3%
Non-regulated (*)	1,008	1,070	2,244	4,435	62	(B)/(A):106.2%
Number of Customers (Thousand)	6,704	6,766	6,773	6,814	62	
Number of Newly Built Houses (Thousand)	24	22	53	130	-2	

*Large volume gas supply to customers who consume over 0.5 million m³ per year

** colored cell shows the change from the original forecasts.

(Reference Material) Consolidated Gas Sales Volume

	A FY06.3	B FY07.3	FY07.3		A B	Notes
	Q1 Results	Q1 Results	Interim Forecasts	Full Year Forecasts	Changes	
Osaka Gas	1,947	2,089	4,044	8,628	142	
Nabari Kintetsu Gas	4	5	8	16	1	
Toyooka Energy	2	3	4	8	1	
Sasayama Gas	0	1	1	2	0	
Total Gas Sales Volume (million m ³) 45MJ/m ³	1,954	2,097	4,058	8,653	143	

* colored cell shows the change from the original forecasts.

1. Disclaimer

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

2. Q1 results and interim forecasts

Because consolidated results consist of large gas businesses, there is a tendency that large sales results are posted during the winter season (December to May). On the other hand, fixed costs are not affected seasonally. Thus, profit for Q1 exceeded the interim forecasts.

Some consolidated subsidiaries are also affected by seasonal factors as follows:

- LPG companies; There is a tendency that sales results during the summer season are relatively small.
- Engineering companies; Sales results differ materially, depending on when an order is recognized as sales.

<Explanatory Notes about the change from the original forecasts>

During the period of Q1, gas sales volume for residential use was increased due to lower temperatures, which caused an achievement of better performances than originally forecasted. Reflecting the Q1 results, we have changed the interim forecasts and full year forecasts. Key points of the change are as follows;

- Gas sales volumes for Q2, Q3, and Q4 are forecasted to remain the same as originally forecasted, though gas sales volume for Q1 exceeded the original forecasts.
- We change crude oil price forecasts for Q2, Q3, and Q4 to \$65/bbl, up from \$58/bbl, the original forecasts.
- We also change exchange rate forecasts for Q2, Q3, and Q4 to ¥115/\$, from ¥120/\$, the original forecasts.
- Gas sales volume, gas sales, feedstock, operating income, ordinary profit, and net income after tax, for the first half of the year are all forecasted to exceed the original forecasts.
- Gas sales volume, gas sales, and feedstock for full year are forecasted to exceed the original forecasts; while operating income, ordinary profit, and net income after tax for full year are forecasted to remain the same as originally forecasted, reflecting the increase of feedstock cost.
- Gas rate revision is under consideration, however, it is not reflected in this forecasts.

Financial results of consolidated subsidiaries for FY07.3 (1st quarter)

(million yen)

07.3Q1: Number of Consolidated Subsidiaries: 136 Affiliates recorded by equity: 4		Operating Revenues				A B changes	Notes	
		A. 06.3	B. 07.3	FY07.3				
		Q1 Results	Q1Results	Interim Forecasts	Full year Forecasts			
(*)								
B	1	Osaka Gas International Transport	531	476	951	1,885	-55	Price down of vessel chartering fee
C	2	OG Road	218	282	492	1,027	+ 63	Increase of engineering works
C	3	Kinpai	1,827	1,948	5,386	14,016	+ 121	
C	4	Kinpai Renotech	310	324	604	1,300	+ 13	
A	5	Osaka Gas Customer Relations	1,893	3,076	6,173	12,384	+ 1,182	Reorganization of customer contact business
C	6	Osaka Gas Housing Equipment	3,342	3,331	8,044	17,128	-11	
B	7	Kansai Business Information	831	834	1,549	4,094	+ 3	
C	8	Rakuyo Gas Center	211	220	511	1,134	+ 8	
C	9	Gakuenmae Gas Center	289	302	705	1,586	+ 13	
C	10	Kuzuha Gas Living	243	210	564	1,261	-32	
C	11	Hello	234	229	548	1,200	-4	
C	12	Takenaka Maiko Service Shop	298	312	634	1,347	+ 14	
C	13	Hearts	589	567	1,291	2,871	-21	
AB	14	Nabari Kintetsu Gas	1,052	1,055	1,914	3,452	+ 3	
B	15	Gas and Power Investment	3,235	3,543	8,096	14,924	+ 308	Settsu Energy Center started its operation.
B	16	Gas and Power	1,135	1,249	3,206	7,172	+ 113	
B	17	Nakayama Joint Power Generation	1,199	1,373	3,360	7,061	+ 173	
B	18	Nakayama Nagoya Joint Power Generation	1,665	1,924	4,151	8,208	+ 258	Increase in days of operation
B	19	Cogen Techno Service	2,165	2,345	6,114	15,025	+ 180	Increase of customers for energy services
C	20	Enetech Kyoto	519	463	1,638	4,154	-55	
C	21	Enetech Osaka	603	732	1,561	4,000	+ 129	
B	22	I-support	218	312	669	1,455	+ 94	
		The other 49 Companies	1,887	4,003	7,497	16,745	+ 2,116	Main change is related with IPP.
		Under Business Units 71 companies	24,504	29,121	65,666	143,435	+ 4,616	
B	72	Liquid Gas	2,639	3,553	6,686	14,319	+ 914	Increase of sales and unit price
B	73	Liquid Gas Kyoto	558	911	1,083	2,497	+ 352	
B	74	Nissho Gas Energy	829	972	1,668	3,887	+ 142	
B	75	Cold Air Products	449	386	777	1,510	-63	
B	76	Cryo-Air	744	717	1,464	2,742	-26	
B	77	Gas Net	528	511	1,170	2,704	-16	
		The other 10 Companies	716	796	1,629	3,740	+ 80	
		Liquid Gas Group 16 Companies	6,466	7,850	14,480	31,401	+ 1,383	
B	88	Nissho Petroleum Gas	12,062	23,669	47,086	98,218	+ 11,607	Increase of transaction volume
B	89	Nissho Propane Sekiyu	3,395	3,689	7,120	23,180	+ 293	
B	90	Nissho Gas Kanto	698	802	1,434	3,538	+ 103	
B	91	Nissho Gas Sales	394	460	917	2,044	+ 65	
B	92	Nagano Propane Gas	893	955	1,891	4,434	+ 62	
B	93	Daiya Nensho	1,002	1,142	1,943	4,618	+ 139	
B	94	Ehime Nissho Propane	199	264	458	1,030	+ 65	
B	95	Kochi Nissho Propane	353	398	786	1,727	+ 45	
		The other 7 companies	309	326	626	1,617	+ 16	
		Nissho Petroleum Gas Group 15 companies	19,310	31,708	62,264	140,410	+ 12,398	Unit price increase due to feedstock costs rise
D	103	Urbanex	3,210	3,019	6,512	13,720	-190	Large sales of complex houses last year
D	104	Osaka Gas Total Facilities	727	743	1,539	3,157	+ 16	
D	105	OSC Engineering	1,238	1,114	2,051	4,113	-124	
D	106	Kyoto Research Park	1,069	1,185	2,298	4,575	+ 116	
		The other 3 companies	347	199	460	955	-147	
		Urbanex Group 7 companies	6,592	6,263	12,862	26,522	-329	
E	110	OGIS Research Institute	4,872	5,030	11,033	29,000	+ 158	
E	111	Ube Information Systems	769	770	2,385	5,300	+ 1	
		The other 2 companies	87	74	164	500	-13	
		OGIS Research Institute Group 4 companies	5,728	5,876	13,582	34,800	+ 147	
E	114	Osaka Gas Chemicals	4,200	4,211	8,588	17,617	+ 10	
E	115	Japan Enviro Chemicals	3,257	2,999	6,894	13,813	-258	Sales decrease in wood coating due to decrease of daylight hours
E	116	Minabe Chemical Industries	911	796	1,727	3,475	-115	Decrease of sales to Japan Enviro Chemicals
		The other 2 companies	87	283	556	1,258	+ 195	
		Osaka Gas Chemicals Group 5 companies	8,458	8,290	17,766	36,165	-167	
D	119	OG Capital	813	817	1,653	3,289	+ 3	
E	120	Osaka Gas Engineering	1,307	1,696	3,137	12,990	+ 388	
E	121	OG Maintenance Service	484	617	1,055	3,420	+ 132	
E	122	KRI	119	98	548	3,870	-20	
E	123	Planet Work	789	559	1,040	2,281	-229	Reorganization of staffing business
E	124	Osaka Gas Business Create	2,045	2,793	5,437	11,485	+ 748	Reorganization of staffing business
E	125	Osaka Gas Security Service	2,801	2,019	4,122	8,876	-782	Reorganization of patrol business
E	126	Unitika Life	487	428	1,053	2,108	-59	
E	127	OG Sports	2,287	2,906	5,617	11,400	+ 618	Increase of fitness centers
E	128	Osaka Gas Auto Services	1,253	1,473	2,894	5,875	+ 220	Increase in number of leasing
E	129	OGIC	1,771	1,883	3,751	7,768	+ 111	Increase in number of leasing
E	130	L-net	1,371	1,936	3,844	7,932	+ 565	Large order accepted
E	131	Active Life	681	730	1,566	3,106	+ 49	
		The other 5 companies	776	829	2,476	5,154	+ 52	
		OG Capital Group 19 companies	16,992	18,790	38,200	89,560	+ 1,798	
		Kinrei	4,093	0	0	0	-4,093	
		Existing subsidiaries	88,004	105,887	220,199	491,357	+ 17,883	
		Newly Consolidated Subsidiaries during 06.3Q1 and 07.3Q1	0	2,013	4,623	10,939	+ 2,013	OGPA, OSR etc.
		Eliminated Subsidiaries during 06.3Q1 and 07.3Q1	4,142	0	0	0	-4,142	Kinrei, Home Pro, etc.
		Total	92,146	107,901	224,823	502,296	+ 15,754	

* Indicating the segment which each company belongs; A:Gas, B:LPG,Electricity and Other Energies, C:Gas appliances and House-Pipe Installation, D:Real Estate, E:Other
Above is a limited disclosure by rule. Disclosed companies are (i)companies whose operating revenues in FY06.3 were over 1 billion yen, or (ii) strategic companies