

Supplementary Q3 (Third Quarter) Financial Information for the Year ending March 2007

1. Consolidated

(million yen)

06.3 Full Year: Number of Consolidated Subsidiaries 136 Affiliates Recorded by Equity 4 07.3 Q3: Number of Consolidated Subsidiaries 132 Affiliates Recorded by Equity 4		F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results→07.3 Q3 Results (A→B) Changes	Notes (Figures shown by 100 million yen)
		(A) Q3(※)	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)		
Consolidated	Operating Revenues	707,967	533,085	815,986	1,193,500	1,193,500	108,019	OG+715, Subsidiaries+458, Consolidated Adjustment Increase-93
	Operating Expenses	657,110	488,589	758,703	1,113,000	1,113,000	101,593	
	Operating Income	50,857	44,496	57,282	80,500	80,500	6,425	OG+4, Subsidiaries+56, Consolidated Adjustment Decrease+3
	Ordinary Profit	55,370	45,319	59,354	81,000	81,000	3,984	OG+8, Subsidiaries+116, Consolidated Adjustment Increase-84
	Net Income After Tax	36,275	27,709	35,952	46,000	46,000	-323	OG-20, Subsidiaries+77, Consolidated Adjustment Increase-59
	Total Assets *	1,398,692	1,376,788	1,414,342	1,443,200	1,443,200	15,650	Inventory+394, Cash and Deposit-213
	Total Shareholders' equity *	628,510	647,727	647,729	653,000	653,000	19,219	
	Interest-bearing Debt *	487,510	515,814	549,979	526,000	526,000	62,469	mainly caused by OG
Non-Consolidated	Operating Revenues	516,170	384,310	587,710	845,500	845,500	71,540	OG+619, Miscellaneous Sales+62, Incidental Sales+33
	Operating Expenses	481,325	353,836	552,433	792,000	792,000	71,107	
	Operating Income	34,844	30,474	35,277	53,500	53,500	433	Gas Margin+100, Miscellaneous Margin-59, Incidental Margin-23, Expenses Increase-12
	Ordinary Profit	40,141	34,776	40,998	63,000	63,000	856	
	Net Income After Tax	29,219	23,274	27,136	42,500	42,500	-2,083	Decrease in Sales of Investment in Securities
	Total Assets *	1,078,437	1,064,297	1,090,137	1,091,700	1,091,700	11,700	Feedstock Backlog+260, Cash and Deposit-194
Total Shareholders' equity *	518,171	534,959	530,044	541,300	541,300	11,872		
Interest-bearing Debt *	346,046	385,127	417,097	370,500	370,500	71,051	caused by seasonal change	
Consolidated/ Non-Consolidated Ratio	Operating Revenues	1.37	1.39	1.39	1.41	1.41	0.02	
	Operating Expenses	1.37	1.38	1.37	1.41	1.41	0.01	
	Operating Income	1.46	1.46	1.62	1.50	1.50	0.16	
	Ordinary Profit	1.38	1.30	1.45	1.29	1.29	0.07	
	Net Income After Tax	1.24	1.19	1.32	1.08	1.08	0.08	

※B/S items (*) show figures at the end of F.Y.06.3 (Full Year).

2. Number of Employees and Capital Expenditure

		F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results→07.3 Q3 Results (A→B) Changes	Notes (Figures shown by 100 million yen)
		(A) Q3(※)	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)		
Consolidated	Number of employees (*)	16,077	16,469	—	16,425	16,425	—	
	Capital Expenditure (million yen)	(46,792)	(31,486)	(50,747)	(76,688)	(76,688)	(3,954)	Investment for growth 178; OG and LNG vessels (Construction)
Non-Consolidated	Number of employees (*)	5,481	5,523	5,535	5,475	5,475	54	
	Capital Expenditure (million yen)	(26,324)	(17,722)	(29,490)	(45,191)	(47,228)	(3,165)	Investment for growth 126; Senboku Electric Power Plant (Construction), Shiga Pipeline, and Mie-Shiga Pipeline (Installation)

※Number of Employees show figures at the end of F.Y.06.3 (Full Year).

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

3. Non-Consolidated

(million yen)

	F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results→07.3 Q3 Results (A→B) Changes	Notes (Figures shown by 100 million yen)
	(A) Q3	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)		
Gas Sales Revenues	401,662	307,263	463,613	679,500	679,500	61,950	Feedstock Price Influence, and Gas Sales Volume Increase
Miscellaneous & Incidental Revenues	114,507	77,046	124,086	166,000	166,000	9,589	Gas Appliances Sales Increase, LNG Sales Increase, and LNG Handling Fee Decrease
Operating Revenues	516,170	384,310	587,710	845,500	845,500	71,540	
Operating Expenses	481,325	353,836	552,433	792,000	792,000	71,107	
Feedstock	178,305	144,836	230,245	338,000	338,000	51,939	LNG Price Increase, Gas Sales Volume Increase
Labor Costs & Operating Expenses	201,641	134,473	202,882	290,500	290,500	1,241	Labor Costs Decrease+31, Operating Expenses Increase-71, Depreciation Costs Decrease+27
Miscellaneous & Incidental Costs	101,378	74,526	119,304	163,500	163,500	17,925	Increase caused by Sales Increase, Appliances checkup costs Increase
Operating Income	34,844	30,474	35,277	53,500	53,500	433	
Non-Operating Profit and Loss	5,297	4,301	5,721	9,500	9,500	423	
Non-Operating Revenues	9,583	7,802	11,209	16,500	16,500	1,625	Dividend Income Increase, Decrease in Sales of Investment in Securities
Non-Operating Expenses	4,285	3,500	5,487	7,000	7,000	1,202	Finance Expenses Increase
Ordinary Profit	40,141	34,776	40,998	63,000	63,000	856	
Extraordinary Profit and Loss	5,624	0	0	0	0	-5,624	Decrease in Sales of Investment in Securities
Income Tax (Current and Deferred)	16,546	11,502	13,881	20,500	20,500	-2,684	
Net Income After Tax	29,219	23,274	27,136	42,500	42,500	-2,083	

※Depreciation Costs & LNG Handling Fee are included in "Labor Costs & Operating Expenses."

4. Breakdown of Non-Consolidated Gross Margin

(million yen)

	F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results→07.3 Q3 Results (A→B) Changes	Notes (Figures shown by 100 million yen)	
	(A) Q3	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)			
Gross Margin of Gas Sales	223,357	162,427	233,368	341,500	341,500	10,011	Gas Sales Volume Increase	
Breakdown of Gross Margin of Gas Sales	current based	—	—	56,446	—	60,000	—	Caused by the Gas Tariff Revision implemented in November, Net Profit and Loss has changed to "-35 billion yen", from "-45 billion yen" forecasted at the end of the 1st Half. However, substantial circumstances and conditions have not changed. This is why no revision made in Gross Margin of Gas Sales. Note: "Current" are based on the tariff revised in November 2006. "Former" are based on the tariff before November 2006.
		—	—	80,169	—	95,000	—	
		—	—	-23,723	—	-35,000	—	
former based	20,549	48,621	—	100,000	—	—		
	54,757	62,497	—	145,000	—	—		
	-34,208	-13,876	—	-45,000	—	—		
Crude Oil Price (\$/bbl)	54.5	67.8	65.5	66.4	64.0	11.0	4th Quarter Hypothesis: 60\$/bbl	
Exchange Rate (Yen/\$)	112.1	115.4	116.2	118.0	118.0	4.1	4th Quarter Hypothesis: ¥123/\$	

5. Gas Sales

	F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results→07.3 Q3 Results (A→B) Changes	Notes (Figures shown by 100 million yen)
	(A) Q3	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)		
Averaged Temperature	20.3	22.9	20.4	16.6	17.3	0.1	Upward revision from the forecast at the end of the 1st Half
Gas Sales per Household (m3/month)	26.8	26.6	27.4	35.1	34.1	0.6	Downward revision from the forecast at the end of the 1st Half
Residential	1,368	911	1,411	2,407	2,340	44	Downward revision from the forecast at the end of the 1st Half
Non-Residential	4,229	3,026	4,480	6,026	6,026	251	No revision in Non-Residential Total from the forecast at the end of the 1st Half
Commercial	805	567	802	1,080	1,052	-2	
Public and Medical	447	326	455	610	638	8	
Industrial	2,977	2,134	3,222	4,336	4,336	245	
Wholesale	253	189	290	391	391	37	
Total Volume of Gas Sales (million m ³ , 45MJ/m ³)	5,849	4,126	6,181	8,824	8,757	332	
Supply for Non-Regulated Customers	3,180	2,299	3,438	4,594	4,594	257	
Number of Customers (Thousand)	6,733	6,780	6,794	6,814	6,814	60	
Number of Newly Built Houses (Thousand)	79	49	78	130	130	-1	

(Reference) Consolidated Gas Sales

	F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results→07.3 Q3 Results (A→B) Changes	Notes (Figures shown by 100 million yen)
	(A) Q3	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)		
Osaka Gas	5,849	4,126	6,181	8,824	8,757	332	
Nabari Kintetsu Gas	10.7	9.1	13.1	17.4	18.0	2.4	
Toyooka Energy	5.1	4.5	6.3	7.8	7.8	1.1	
Sasayama Toshi Gas	1.2	1.0	1.3	1.6	1.6	0.2	
Total Volume of Gas Sales (million m ³ , 45MJ/m ³)	5,866	4,141	6,202	8,851	8,785	335	

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.

**Q3 (Third Quarter) Subsidiaries Information
for the Year ending March 2007**

[Affiliates recorded by equity are excluded]

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

(million yen)

06.3 Full Year: Number of Consolidated Subsidiaries 136 Affiliates Recorded by Equity 4		F.Y. 06.3 Results	F.Y. 06.3 Results	F.Y.07.3 Results	F.Y.07.3 Full Year		06.3 Q3 Results	
07.3 Q3: Number of Consolidated Subsidiaries 132 Affiliates Recorded by Equity 4		(A) Q3()	Interim	(B) Q3	Forecasted (at 1st Half end)	Forecasted (Latest)	(A B) Changes	Notes
B	1 Osaka Gas International Transport	1,595	1,112	1,589	2,046	2,046	6	
C	2 OG Road	752	601	902	1,135	1,135	+ 149	
C	3 Kinnai	7,425	5,833	8,376	14,016	14,016	+ 950	Increase in Orders
C	4 Kinnai Renotech	1,030	739	969	1,300	1,300	60	
A	5 Osaka Gas Customer Relations	7,936	6,328	9,541	12,662	12,662	+ 1,604	Realignment of business
B	6 Osaka Gas Housing & Equipment	11,691	7,828	12,621	17,128	17,128	+ 930	Increase in Sales of Houses
C	7 Kansai Business Information	2,879	1,805	3,232	4,200	4,200	+ 352	
C	8 Rakuyo Gas	732	503	881	1,270	1,270	+ 149	
C	9 Gakuenmae Gascenter	1,074	743	1,247	1,638	1,638	+ 173	
C	10 Kuzuha Gas Living	846	470	792	1,090	1,090	53	
C	11 Hello	801	443	729	1,095	1,095	72	
C	12 Takenaka Maiko Service Shop	1,054	651	1,082	1,378	1,378	+ 27	
C	13 Hearts	2,060	1,153	1,893	2,700	2,700	166	
AB	14 Nabari Kintetsu Gas	2,482	1,954	2,679	3,568	3,568	+ 196	
B	15 Gas and Power Investment	10,330	8,049	11,488	14,711	14,711	+ 1,157	Operation Commencement of Settsu Energy Center
B	16 Gas and Power	4,244	3,257	4,899	7,223	7,223	+ 655	Increase in Operation and Price Revision
B	17 Nakayama Joint Power Generation	3,940	3,539	5,172	7,227	7,227	+ 1,231	Increase in Operation and Price Revision
B	18 Nakayama Nagoya Joint Power Generation	5,965	4,137	6,267	8,355	8,355	+ 301	Increase in Operation and Price Revision
B	19 Cooperation Technology Service	8,242	5,815	8,150	14,183	14,183	91	
C	20 Enetec Kyoto	2,318	2,329	2,836	4,604	4,604	+ 518	Completion of Large Scale Order
C	21 Enetec Osaka	2,352	1,640	2,290	4,000	4,000	61	
B	22 Issupport	821	666	996	1,416	1,416	+ 174	
	Other 49 companies	6,889	8,224	12,366	16,238	16,238	+ 5,477	Contributed by IPP companies in U.S.
	Directly Under Osaka Gas Business Unit Total	87,470	67,828	101,007	143,191	143,191	+ 13,536	
B	72 Liquid Gas	8,761	7,164	10,879	14,828	14,828	+ 2,117	Increase in Sales of LPG and LNG
B	73 Liquid Gas Kyoto	1,643	1,181	1,818	2,595	2,595	+ 175	
B	74 Nissho Gas Energy	2,356	1,683	2,590	3,923	3,923	+ 233	
B	75 Cold Air Products	1,355	829	1,265	1,593	1,593	89	
B	76 Cryo-Air	2,294	1,520	2,228	2,775	2,775	66	
	Other 10 companies	4,218	2,798	4,349	6,250	6,250	+ 131	
	Liquid Gas Group Total	20,630	15,180	23,131	31,966	31,966	+ 2,500	
B	87 Nissho Petroleum Gas	39,822	45,364	71,100	108,750	108,750	+ 31,277	Increase in business by alliance effect
B	88 Nissho Propane Sekiyu	11,493	6,173	11,977	22,233	22,233	+ 484	
B	89 Nissho Gas Supply (former Nissho Gas Kanto)	2,081	1,539	2,644	4,084	4,084	+ 562	
B	Nissho Gas Supply	1,205	593	593	593	593	612	
B	90 Nagano Propane Gas	2,805	1,759	2,760	4,018	4,018	45	
B	91 Daiya Nensho	2,974	2,106	3,290	5,000	5,000	+ 315	
B	92 Ehime Nissho Propane	622	488	753	1,100	1,100	+ 131	
B	93 Kochi Nissho Propane	1,058	750	1,146	1,711	1,711	+ 88	
	Other 5 companies	883	552	837	1,219	1,219	45	
	Nissho Propane Gas Group Total	62,947	59,329	95,103	148,711	148,711	+ 32,156	
D	99 Urbanex	9,804	7,029	10,670	14,562	14,562	+ 866	Increase in New Facilities for Lease
D	100 Osaka Gas Total Facilities	2,431	1,604	2,519	3,284	3,284	+ 87	
D	101 OSC Engineering	3,256	2,163	3,214	4,191	4,191	41	
D	102 Kyoto Research Park	3,373	2,436	3,620	4,767	4,767	+ 246	Operation Commencement of New Building
	Other 3 companies	797	448	676	954	954	120	
	Urbanex Group Total	19,663	13,682	20,701	27,760	27,760	+ 1,038	
E	Kinrei	8,791	0	0	0	0	8,791	Consolidated only before FY2006.3 Interim
	Kinrei	8,791	0	0	0	0	8,791	
E	106 Osaka Gas Information System Research Institute	16,306	11,464	17,748	29,000	29,000	+ 1,352	Increase in Orders
E	107 Ube Information Systems	3,199	1,864	2,781	4,982	4,982	418	Decrease in Large Scale Order
	Other 2 companies	319	172	269	490	490	50	
	OGIS-RI Group Total	19,915	13,501	20,798	34,472	34,472	+ 883	
E	110 Osaka Gas Chemicals	12,950	7,524	11,480	15,303	15,303	1,469	Decrease of Sales in Chemical Products Decrease in Sales of Activated Charcoal, and Preservative
E	111 Japan EnviroChemicals	9,692	6,178	9,258	12,997	12,997	434	
E	112 Minabe Chemical Industries	2,640	1,677	2,643	3,553	3,553	+ 2	
	Other 2 companies	810	639	929	1,244	1,244	+ 118	
	Osaka Gas Chemicals Group Total	26,093	16,020	24,311	33,099	33,099	1,782	
D	115 OG Capital	2,451	1,656	2,481	3,288	3,288	+ 29	
E	116 Osaka Gas Engineering	4,267	3,384	4,717	11,278	11,278	+ 449	Increase in Large Scale Order
E	117 OG Maintenance Service	2,423	1,570	2,431	3,930	3,930	+ 8	
E	118 KRI	885	555	942	3,520	3,520	+ 57	
E	119 Planetwork	1,396	949	1,552	2,190	2,190	+ 156	
E	120 Osaka Gas Business Create	7,158	5,764	8,946	12,053	12,053	+ 1,788	Increase in Facility Management and Staffing
E	121 Osaka Gas Security Service	6,792	4,229	6,379	8,876	8,876	413	Realignment of business
E	122 Unitika Life	1,598	1,019	1,469	2,089	2,089	128	
E	123 OG Sports	7,551	6,096	9,021	11,900	11,900	+ 1,469	Increase in Shops
E	124 Osaka Gas Autoservice	3,862	3,130	4,787	6,250	6,250	+ 924	Increase in Number of Cars for Lease
E	125 OGIC	5,486	3,772	5,710	7,654	7,654	+ 224	
E	126 L-Net	4,524	3,878	5,794	7,932	7,932	+ 1,269	Increase in Large Scale Order (Bulk Mail)
E	127 Active Life	2,016	1,473	2,207	2,993	2,993	+ 191	
E	128 OUD	703	815	1,192	1,728	1,728	+ 489	Increase in Shops
	Other 4 companies	1,734	941	1,521	2,226	2,226	212	
	OG Capital Group Total	52,853	39,238	59,157	87,812	87,812	+ 6,303	
	Existing Subsidiaries	287,342	223,682	342,848	505,411	505,411	+ 55,506	
	New Subsidiaries	0	162	427	666	666	+ 427	Japan EnviroChemicals etc.
	Eliminated Subsidiaries	11,024	936	936	936	936	10,087	Kinrei etc.
	Total	298,366	224,781	344,212	507,014	507,014	+ 45,846	

Listed are companies with 1 billion yen or over in operating revenues for F.Y. 06.3.