Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Three Months Ended 30th June 2026 [Japanese GAAP]

30th July 2026

Company name: NIPPON GAS CO., LTD.
Code number: 8174
URL: https://www.nichigas.co.jp/en/
Stock exchange listing: Tokyo Stock Exchange
Representative: Kunihiko Kashiwaya, Representative Director, Chief Executive Officer
Contact: Madoka Yamagishi, Managing Executive Officer, Head of Corporate Headquarters
Phone: +81-3-5308-2111
Scheduled date of commencing dividend payments: —
Availability of supplementary briefing material on financial results: Available
Schedule of financial results briefing session: Scheduled (for institutional investors)

(Amounts are rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Three Months Ended 30th June 2026 (1st Apr 2026 to 30th Jun 2026)

(1) Consolidated Results of Operations (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended 30th June 2026	49,910	8.8	3,836	5.0	3,819	4.2	2,593	(1.4)
Three months ended 30th June 2025	45,859	2.8	3,655	75.0	3,666	70.8	2,631	81.0

(Note) Comprehensive income: Three months ended 30th June 2026 ¥2,928 million [16.4%]
Three months ended 30th June 2025 ¥2,516 million [174.5%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended 30th June 2026	24.35	–
Three months ended 30th June 2025	24.12	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As at 30th June 2026	150,418	64,802	42.7
As at 31st Mar 2026	163,590	67,474	40.9

(Reference) Equity: As at 30th June 2026 ¥64,257 million As at 31st Mar 2026 ¥66,976 million

2. Dividends

	Annual dividends				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar 31st 2026	—	51.50	—	51.50	103.00
Fiscal year ending Mar 31st 2027	—				
Fiscal year ending Mar 31st 2027 (Forecast)		55.00	—	55.00	110.00

(Note) Revision of dividend projection from recently published figures: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31st 2027 (1st April 2026 to 31st March 2027)

(% indicates changes from the previous corresponding period.)

	Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending 30th Sept 2026	4,100	(18.0)	4,100	(18.6)	2,800	(18.6)	26.33
Full-year	20,000	(6.0)	20,000	(5.7)	14,000	(5.5)	132.27

(Note) Revision of financial results projection from recently published figures: Yes

4. Notes

(1) Significant changes in the scope of consolidation during the period: No

(2) Adoption of special accounting processes for preparing quarterly consolidated financial statements: No

(3) Changes to accounting policies, changes to accounting estimates, and revision restatements

1) Changes to accounting policies accompanying the revision of accounting standards, etc.: No

2) Changes to accounting policies other than 1) above: No

3) Changes to accounting estimates: No

4) Revision restatements: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares (including treasury shares):

30th June 2026	107,951,798 shares
31st Mar 2026	112,827,198 shares

2) Total number of treasury shares at the end of the period:

30th June 2026	1,425,779 shares
31st Mar 2026	6,321,020 shares

3) Average number of shares during the period:

Three months ended 30th June 2026	106,519,702 shares
Three months ended 30th June 2025	109,080,952 shares

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

* Explanation of the proper use of performance forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions deemed reasonable as of the date of publication of this document, but not intended to deliver the Company’s commitment to fulfilling them. In addition, actual results may differ significantly from these forecasts due to a wide range of factors. Please refer to “1. Qualitative Information on Consolidated Performance for the Period under Review (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 6 of the attached Appendix and “Financial Results Briefing Materials for the 1Q of FY Ending in March 2027,” which was disclosed separately today, for the notes on the use of preconditions for the earnings forecast and the use of the earnings forecast.

Contents of Appendix

1. Qualitative Information on Consolidated Performance for the Period under Review

(1) Explanation of Results of Operations

[Business Environment Surrounding the Group]

Due to the military conflicts in the Middle East and the blockade of the Strait of Hormuz triggered by the outbreak of the Iran war in February 2026, crude oil and Liquefied Natural Gas (LNG) prices have surged. Thus, this has resulted in a substantial increase in raw material costs since the beginning of the fiscal year period. At present, we anticipate that the fragile stabilization of the Middle East tensions through the US-Iran provisional agreement will remain volatile, with ongoing risks of the further spikes in overall energy procurement costs and historic yen depreciation, creating a continuous unpredictable outlook beyond this summer.

[Key Issues in the Energy Industry and its Solutions]

The operating environment for the energy retail industry faces numerous structural challenges, due to declined demand from declining birth rate and aging population, severe labor shortages, infrastructure becoming stranded assets, and the accelerating movement toward a decarbonized society, leading the industry to reach a critical juncture where continuing traditional business models is extremely difficult. Concurrently, as abnormal weather, such as the anticipated occurrence of Super El Niño this summer, becomes the norm, and natural disasters become more severe, the social role that energy business must play in ensuring a stable energy supply is becoming increasingly critical.

Amidst this shift in the socio-economic structure, NICIGAS Group will redefine its role and advance the following initiatives: proposing optimal energy utilization and the establishing "integrated energy capacity adjustment" (NICIGAS 3.0), and to streamlining the entire energy industry.

In FYE 03/27, we will accelerate the evolution of NICIGAS 3.0 by further expanding our customer base through bundled sales of electricity and gas, promoting the adoption of hybrid water heaters, and developing the "smart remote controller" as the core of our energy capacity adjustment. Smart remote controller remotely controls household solution devices such as storage batteries and hybrid water heaters to generate energy capacity adjustment.

Furthermore, we will promote streamlining across the entire energy industry through various forms of consolidation, not only via M&A and business transfers, but also through partnerships with industry peers. Amidst the ongoing surge in construction and system development costs, NICIGAS Group has already completed its major large-scale infrastructure investments. By providing our efficient infrastructure network and systems to a wider range of external operators (Platform business), we will meet the needs of local communities for stable, secure, and safe energy.

[Medium-Term Management Plan and Market Consolidation]

In April 2026, the NICIGAS Group announced the Three-Year Plan covering the period from FYE 03/27 through FYE 03/29. Under this plan, while maintaining high capital efficiency with an ROE of around 22%, we will grow profits in City Gas and Platform business alongside our core LP Gas and Electricity business. By FYE 03/29, the final fiscal year of the plan, we aim to achieve operating income of ¥25.0 billion and net income of ¥17.5 billion. The LP gas industry is currently undergoing a critical phase where industry restructuring is accelerating. We position market consolidation to be a key strategy and, under disciplined capital allocation, will leverage the wave of M&A-driven industry restructuring to fuel growth investments, thereby expanding our medium- to long-term economic added value.

Building on the customer base we have cultivated to date; we will further evolve NICIGAS 3.0 framework to provide the local community with a secure and comfortable infrastructure. By uniting as one team of NICIGAS Group, we will strive for the continuous enhancement of our corporate value.

[Consolidated Financial Results]

For the three months ended 30th June 2026, gross profit exceeded the same period of the previous fiscal year, driven by the expansion of the equipment and construction sales and Platform businesses, along with the improved margins in the LP Gas business. Regarding selling, general and administrative expenses, increase in costs due to personnel expenses and inflation-driven expenses were offset by enhancing cost efficiency, resulting in increases in both operating income and ordinary income.

(Millions of yen)

	Three months ended 30th June 2025	Three months ended 30th June 2026	YoY change	YoY change (%)
Net sales	45,859	49,910	4,051	8.8%
Gross profit	17,039	17,489	449	2.6%
Operating income	3,655	3,836	181	5.0%
Ordinary income	3,666	3,819	153	4.2%
Profit attributable to owners of parent	2,631	2,593	(37)	(1.4)%

[Results by Segment]

◇ LP Gas Business (Including LP gas equipment and construction)

In the LP Gas business segment, gross profit from the LP Gas business was ¥11,127 million (up ¥706 million year on year), and gross profit from the LP gas equipment and construction business was ¥759 million (up ¥160 million year on year).

Gross profit in the LP Gas business increased due to the positive impact of increased raw material prices on gas sales for commercial use, resulting in a significant expansion in margins. Additionally, gross profit in the LP gas equipment and construction business benefited from a significant increase of over 20% year-on-year in sales volume for hybrid water heaters, high-efficiency (energy-saving) gas water heaters, and other gas appliances.

Regarding sales activities, in the three months ended 30th June 2026, the number of customers grew by 6 thousand from the end of the previous fiscal year to 1.057 million.

In April 2026, the Company launched the Chubu Branch, which oversees the Shizuoka, Nagano, and Yamanashi areas, where there is still significant room for market-share growth. We are expanding our customer base by conducting sales activities tailored to the specific characteristics of each region. Furthermore, based on the trust we have built with our customers over the years, we are expanding our range of services, including proposals for optimal energy use, high-pressure drain cleaning service, and air-conditioner cleaning service. We will strive to contribute to the local community through our services, while working to extend contract durations and increase revenue per customer.

		Three months ended 30th June 2025	Three months ended 30th June 2026	YoY change	YoY change (%)
Gross profit (millions of yen)	LP gas	10,420	11,127	706	6.8%
	Equipment, construction, etc.	599	759	160	26.8%
Gas sales volume (1,000 tons)	Residential	42.2	41.2	(0.9)	(2.2)%
	Commercial use	25.8	26.2	0.4	1.6%
No. of customers (1,000 customers)		1,036	1,057	21	2.1%

◇ Electricity Business

Gross profit from the Electricity business segment was ¥533 million (down ¥465 million year on year).

The decrease in gross profit from the Electricity business was due to reduced profit margins caused by soaring fuel prices.

Regarding sales, the total number of customers increased by 5 thousand from the end of the previous fiscal year to 409 thousand. The percentage of customers for bundling gas and electricity services increased from 24.3% at the end of the previous fiscal year to 24.5% at the end of the first quarter of the fiscal year ending March 31st 2027. Due to the rise in market prices caused by the Middle East situation, our price competitiveness has relatively increased compared to new power companies adopting market-linked plans. A new plan “degawarilight” tailored for low- to-medium volume usage households were launched in May 2026. We will further accelerate with new customer acquisition by approaching customers who are expected to sign long-term contracts.

		Three months ended 30th June 2025	Three months ended 30th June 2026	YoY change	YoY change (%)
Gross profit (millions of yen)	Electricity	998	533	(465)	(46.6)%
Electricity sales volume (GWh)	Residential	322	292	(30)	(9.4)%
No. of customers (1,000 customers)		389	409	20	5.2%

◇ City Gas Business (Including city gas equipment and construction)

Gross profit from the City Gas business was ¥4,154 million (down ¥214 million year on year), and gross profit from the city gas equipment and construction business was ¥337 million (up ¥92 million year on year).

The decrease in gross profit from the city gas business was due to lower gas sales volume in residential and commercial use.

The number of customers has continued to grow steadily since turning to a net increase in the second half of the fiscal year ended March 2025, rising 4 thousand from the end of the previous fiscal year to 613 thousand.

		Three months ended 30th June 2025	Three months ended 30th June 2026	YoY change	YoY change (%)
Gross profit (millions of yen)	Gas	4,369	4,154	(214)	(4.9)%
	Equipment, construction, etc.	244	337	92	37.6%
Gas sales volume (1,000 tons)	Residential	33.3	31.7	(1.6)	(4.8)%
	Commercial use	44.0	43.9	(0.0)	(0.0)%
No. of customers* (1,000 customers)		594	613	18	3.1%

* The number of customers is listed as the number of retail customers (number of accounts supplied).

◇ Platform Business

The Platform business had previously been included under the “LP Gas business / LP gas equipment, construction, and Platform business.” However, due to its increasing strategic and quantitative significance, NICIGAS has changed its reporting method to present the “Platform business” as a separate reportable segment starting from the first-quarter consolidated fiscal year ending March 31st 2027.

Gross profit from the Platform business was ¥576 million (up ¥169 million year on year).

The increase in gross profit for the Platform business was primarily due to the inclusion of companies operating the Platform business in the NICIGAS Group. Against the backdrop of labor shortages, soaring raw material costs, and inflation in components and materials, industry-wide efforts to concretely advance the shared use of platforms, such as those for gas transportation, safety inspection, and other services are accelerating. The Company will strengthen its platform sharing to drive further revenue growth.

		Three months ended 30th June 2025	Three months ended 30th June 2026	YoY change	YoY change (%)
Gross profit (millions of yen)	Platform	406	576	169	41.7%

(2) Explanation of Financial Position and Cash Flows

[Analysis of Assets, Liabilities and Net Assets]

With the aim of increasing the Return on Equity, or ROE, the Company has set Return on Invested Capital (ROIC) as a KPI and is working to improve it in order to increase the profitability of our assets.

Total assets as of the end of the first quarter of the fiscal year ending March 31st 2027 decreased by ¥13.1 billion or 8.1% from the end of the previous fiscal year to ¥150.4 billion. The primary reasons contributing to this decrease were a ¥9.0 billion decrease in trade receivables due to seasonal factors, and a ¥5.4 billion decrease in required cash on hand.

Moreover, for total liabilities, as of the end of the first quarter of the fiscal year ending March 31st 2027, decreased by ¥10.5 billion or 10.9% from the end of the previous fiscal year to ¥85.6 billion. Meanwhile, net assets decreased by ¥2.6 billion or 4.0% from the end of the previous fiscal year to ¥64.8 billion. The main factors for the decrease in liabilities were a ¥4.9 billion decrease in notes and accounts payable - trade and a ¥3.9 billion decrease in income taxes payable due to seasonal factors, as well as a ¥0.3 billion decrease in interest-bearing liabilities to ¥49.6 billion from the end of the previous fiscal year. The main factor for the decrease in net assets was the pursuit of shareholder returns, including dividend payments of ¥5.5 billion.

The debt-to-equity ratio as of the end of the first quarter of the fiscal year ending March 31st 2027 was 0.8 times, and the equity ratio was 42.7%. The Company will proceed with raising capital while ensuring stability of its financial base, executing share buybacks at appropriate time, with an awareness of the appropriate capital structure (equity ratio of 40%) and its funding costs (WACC).

(Billions of yen)

	31st Mar 2026	30th June 2026	Change
Current assets	64.3	51.1	(13.2)
Of which, cash and deposits	23.9	18.4	(5.4)
Trade receivables	33.8	24.8	(9.0)
Inventories	4.8	6.5	1.7
Non-current assets	99.2	99.3	0.0
Liabilities	96.1	85.6	(10.5)
Of which, interest-bearing liabilities	49.9	49.6	(0.3)
Equity (Equity ratio)	66.9 (40.9%)	64.2 (42.7%)	(2.7)
Total assets	163.5	150.4	(13.1)

[Analysis of Cash Flows]

Balance of cash and cash equivalents as of the end of the first quarter of the fiscal year ending March 31st 2027 increased by ¥4,866 million from the end of the first three months of the previous fiscal year to ¥18,236 million.

The primary factor for the increase is the inclusion of the cash and deposits held by two newly consolidated subsidiaries upon their becoming part of NICIGAS Group.

(Net cash provided by (used in) operating activities)

Net cash provided by operating activities amounted to ¥2,304 million, up by ¥165 million year on year.

The cause of the amount remaining almost at the same level year on year was that profit before income taxes was also at a similar level.

(Net cash provided by (used in) investing activities)

Net cash used in investing activities amounted to ¥1,583 million, down by ¥236 million year on year.

During the three months ended 30th June 2026, while ICT investment shifted to the latter half of the period, resulting in a decrease of approximately ¥200 million year on year, NICIGAS Group proceeded with capital investments, focusing primarily on the replacement and extension of aging city gas pipelines.

(Net cash provided by (used in) financing activities)

Net cash used in financing activities amounted to ¥6,273 million, down by ¥98 million year on year.

The main outflows were dividends paid of ¥5,500 million and loan repayments.

(Millions of yen)

	Three months ended 30th June 2025	Three months ended 30th June 2026	Change
Cash flows from operating activities	2,139	2,304	165
Cash flows from investing activities	(1,820)	(1,583)	236
Free cash flow	318	720	402
Cash flows from financing activities	(6,372)	(6,273)	98
Net increase (decrease) in cash and cash equivalents	(6,060)	(5,549)	511
Cash and cash equivalents at end of period	13,370	18,236	4,866

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

In light of the progress in the three months ended 30th June 2026, the Company has revised its consolidated financial results forecast for the six months of the fiscal year ending March 31st 2027 as shown below. The consolidated financial results forecast for the full fiscal year ending March 31st 2027 remains unchanged from the forecast announced on 30th April 2026.

For details of the profit plans, please see the "Financial Results Briefing Materials for the 1Q of FY Ending in March 2027," released today.

Revision of consolidated financial results forecast for the first six months of the fiscal year ending March 31st 2027

(Millions of yen unless otherwise stated.)

	Operating income	Ordinary income	Profit attributable to owners of parent	Basic earnings per share (Yen)
Previous forecast (A)	3,400	3,400	2,300	21.66
Revised forecast (B)	4,100	4,100	2,800	26.33
Change (B−A)	700	700	500	
Change (%)	20.6	20.6	21.7	
(Reference) Results for the six months ended 30th September 2025	4,997	5,036	3,439	31.54

2. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheet

(Millions of yen)

Account	Fiscal year ended 31st Mar 2026 (As at 31st Mar 2026)	Three months ended 30th June 2026 (As at 30th June 2026)
Assets		
Current assets		
Cash and deposits	23,929	18,448
Notes and accounts receivable – trade	27,965	23,918
Merchandise and finished goods	4,683	6,246
Raw materials and supplies	146	285
Other	7,860	2,431
Allowance for doubtful accounts	(216)	(220)
Total current assets	64,369	51,110
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,869	14,718
Machinery, equipment and vehicles, net	25,956	25,890
Tools, furniture and fixtures, net	444	424
Land	30,587	30,633
Leased assets, net	6,352	6,165
Construction in progress	1,147	1,016
Total property, plant and equipment	79,358	78,849
Intangible assets		
Goodwill	1,525	1,559
Other	4,823	4,556
Total intangible assets	6,349	6,115
Investments and other assets		
Investment securities	6,495	7,773
Long-term loans receivable	5,171	5,215
Deferred tax assets	6,986	6,569
Other	3,012	3,097
Allowance for doubtful accounts	(8,151)	(8,312)
Total investments and other assets	13,514	14,343
Total non-current assets	99,221	99,308
Total assets	163,590	150,418

(Millions of yen)

Account	Fiscal year ended 31st Mar 2026 (As at 31st Mar 2026)	Three months ended 30th June 2026 (As at 30th June 2026)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	19,740	14,908
Electronically recorded obligations - operating	3,815	3,700
Short-term loans payable	6,000	7,778
Current portion of long-term debt	8,941	8,306
Lease obligations	1,511	1,490
Income taxes payable	5,059	1,105
Provision for bonuses	271	429
Other	9,685	8,164
Total current liabilities	55,026	45,884
Non-current liabilities		
Long-term loans payable	28,071	26,787
Lease obligations	5,439	5,254
Deferred tax liabilities for land revaluation	209	209
Provision for share-based compensation	1,118	1,062
Provision for gas holder repairs	285	298
Net defined benefit liability	4,082	4,149
Other	1,881	1,969
Total non-current liabilities	41,089	39,731
Total liabilities	96,115	85,615
Net assets		
Shareholders' equity		
Capital stock	7,070	7,070
Capital surplus	5,860	5,860
Retained earnings	66,765	51,119
Treasury shares	(15,637)	(2,997)
Total shareholders' equity	64,058	61,051
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,876	3,748
Deferred gains or losses on hedges	285	(232)
Foreign currency translation adjustment	(335)	(392)
Remeasurements of defined benefit plans	91	82
Total accumulated other comprehensive income	2,917	3,205
Non-controlling interests	498	545
Total net assets	67,474	64,802
Total liabilities and net assets	163,590	150,418

(2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statement of Income)

Three Months Ended 30th June

(Millions of yen)

Account	For the three months ended 30th June 2025 (from 1st Apr 2025 to 30th June 2025)	For the three months ended 30th June 2026 (from 1st Apr 2026 to 30th June 2026)
Net sales	45,859	49,910
Cost of sales	28,819	32,421
Gross profit	17,039	17,489
Selling, general and administrative expenses	13,384	13,652
Operating income	3,655	3,836
Non-operating income		
Interest income	4	2
Dividend income	0	0
Real estate rent	22	24
Insurance income	–	32
Foreign exchange gains	–	5
Share of profit of entities accounted for using equity method	33	–
Other	28	19
Total non-operating income	89	84
Non-operating expenses		
Interest expenses	67	97
Foreign exchange losses	10	–
Other	0	3
Total non-operating expenses	78	101
Ordinary income	3,666	3,819
Extraordinary income		
Gain on sales of non-current assets	7	86
Gain on sales of investment securities	–	7
Total extraordinary income	7	94
Extraordinary losses		
Loss on retirement of non-current assets	10	19
Total extraordinary losses	10	19
Profit before income taxes	3,663	3,894
Income taxes - current	799	970
Income taxes - deferred	232	283
Total income taxes	1,032	1,254
Profit	2,631	2,639
Profit attributable to non-controlling interests	0	46
Profit attributable to owners of parent	2,631	2,593

(Consolidated Statement of Comprehensive Income)

Three Months Ended 30th June

(Millions of yen)

Account	For the three months ended 30th June 2025 (from 1st Apr 2025 to 30th June 2025)	For the three months ended 30th June 2026 (from 1st Apr 2026 to 30th June 2026)
Profit	2,631	2,639
Other comprehensive income		
Valuation difference on available-for-sale securities	(31)	871
Deferred gains or losses on hedges	(171)	(517)
Remeasurements of defined benefit plans, net of tax	(14)	(8)
Share of other comprehensive income of entities accounted for using equity method	102	(57)
Total other comprehensive income	(114)	288
Comprehensive income	2,516	2,928
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,516	2,881
Comprehensive income attributable to non-controlling interests	0	46

(3) Consolidated Statement of Cash Flows

(Millions of yen)

Account	For the three months ended 30th June 2025 (from 1st Apr 2025 to 30th June 2025)	For the three months ended 30th June 2026 (from 1st Apr 2026 to 30th June 2026)
Cash flows from operating activities		
Profit before income taxes	3,663	3,894
Depreciation	2,412	2,359
Amortization of goodwill	198	114
Increase (decrease) in allowance for doubtful accounts	(284)	166
Increase (decrease) in net defined benefit liability	50	66
Increase (decrease) in provision for share-based compensation	(296)	(56)
Interest and dividend income	(5)	(2)
Interest expenses	67	97
Foreign exchange losses (gains)	6	(3)
Share of loss (profit) of entities accounted for using equity method	(33)	–
Loss (gain) on sales of non-current assets	(7)	(86)
Loss on retirement of non-current assets	10	19
Loss (gain) on sales of investment securities	–	(7)
Decrease (increase) in notes and accounts receivable - trade	1,604	4,047
Decrease (increase) in inventories	345	(1,702)
Decrease (increase) in accounts receivable - other	5,483	4,952
Increase (decrease) in notes and accounts payable - trade	(5,871)	(4,919)
Increase (decrease) in accrued consumption taxes	(873)	(1,054)
Other, net	181	(893)
Subtotal	6,652	6,992
Interest and dividend income received	5	2
Interest expenses paid	(68)	(99)
Income taxes paid	(4,450)	(4,590)
Net cash provided by (used in) operating activities	2,139	2,304
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,329)	(1,382)
Proceeds from sales of property, plant and equipment	1	93
Purchase of intangible assets	(456)	(182)
Purchase of goodwill	(66)	(234)
Proceeds from sales of investment securities	–	7
Payments of loans receivable	(0)	–
Collection of loans receivable	14	0
Other, net	16	113
Net cash provided by (used in) investing activities	(1,820)	(1,583)

(Millions of yen)

Account	For the three months ended 30th June 2025 (from 1st Apr 2025 to 30th June 2025)	For the three months ended 30th June 2026 (from 1st Apr 2026 to 30th June 2026)
Cash flows from financing activities		
Increase in short-term loans payable	6,300	11,050
Decrease in short-term loans payable	(4,500)	(9,250)
Proceeds from long-term borrowings	–	500
Repayments of long-term loans payable	(2,717)	(2,419)
Purchase of treasury shares	(0)	(172)
Cash dividends paid	(5,093)	(5,577)
Other, net	(360)	(404)
Net cash provided by (used in) financing activities	(6,372)	(6,273)
Effect of exchange rate change on cash and cash equivalents	(6)	3
Net increase (decrease) in cash and cash equivalents	(6,060)	(5,549)
Cash and cash equivalents at beginning of period	19,431	23,786
Cash and cash equivalents at end of period	13,370	18,236

(4) Notes to Consolidated Financial Statements

(Notes on Going Concern Assumption)

None.

(Notes in Case of Significant Changes in Shareholders' Equity)

- Retirement of treasury shares

  The Company resolved at the meeting of the Board of Directors held on 30th April 2026 to retire treasury shares pursuant to the provisions of Article 178 of the Companies Act, and as of 14th May 2026, the Company retired 4,875,400 treasury shares. As a result, retained earnings and treasury shares each decreased by ¥12,685 million.

- Purchase of treasury shares

  The Company resolved at the meeting of the Board of Directors held on 15th May 2026 to purchase treasury shares pursuant to the provisions of Article 156 of the Companies Act applied mutatis mutandis pursuant to the provisions of Article 165, Paragraph 3 of the same Act. Therefore, the Company advances the purchase of up to 1,500,000 treasury shares on the market of the Tokyo Stock Exchange from 18th May 2026 to 31st March 2027, with the upper limit of ¥3,000 million in acquisition value. As a result, the Company acquired 63,800 treasury shares in the three months ended 30th June 2026, and treasury shares increased by ¥172 million.

(Segment Information, etc.)

1. Information on net sales and income (loss) by reportable segment and breakdown of revenue

For the three months ended 30th June 2025 (from 1st April 2025 to 30th June 2025)

(Millions of yen)

	Reportable segments				Total
	LP Gas Business	Electricity Business	City Gas Business	Platform Business	
Net sales (1) LP Gas, Electricity and City Gas					
a. Revenue generated from 1st April 2025 to the June meter reading date	13,847	8,117	11,679	—	33,645
b. Revenue generated from the June meter reading date to 30th June 2025	3,701	2,235	1,162	—	7,100
Total	17,549	10,353	12,842	—	40,745
(2) Equipment, construction contracts, platform, etc.	3,193	—	1,064	855	5,113
Revenue from contracts with customers	20,742	10,353	13,906	855	45,859
Net sales to outside customers	20,742	10,353	13,906	855	45,859
Segment income	11,020	998	4,614	406	17,039

For the three months ended 30th June 2026 (from 1st April 2026 to 30th June 2026)

(Millions of yen)

	Reportable segments				Total
	LP Gas Business	Electricity Business	City Gas Business	Platform Business	
Net sales (1) LP Gas, Electricity and City Gas					
a. Revenue generated from 1st April 2026 to the June meter reading date	14,417	7,527	10,869	—	32,814
b. Revenue generated from the June meter reading date to 30th June 2026	3,630	1,715	1,426	—	6,771
Total	18,047	9,243	12,295	—	39,586
(2) Equipment, construction contracts, platform, etc.	2,882	—	1,405	6,035	10,324
Revenue from contracts with customers	20,930	9,243	13,701	6,035	49,910
Net sales to outside customers	20,930	9,243	13,701	6,035	49,910
Segment income	11,887	533	4,492	576	17,489

2. Differences between income (loss) of reportable segment totals and amounts in the consolidated statement of income and the main components of those differences (matters related to difference adjustments)

(Millions of yen)

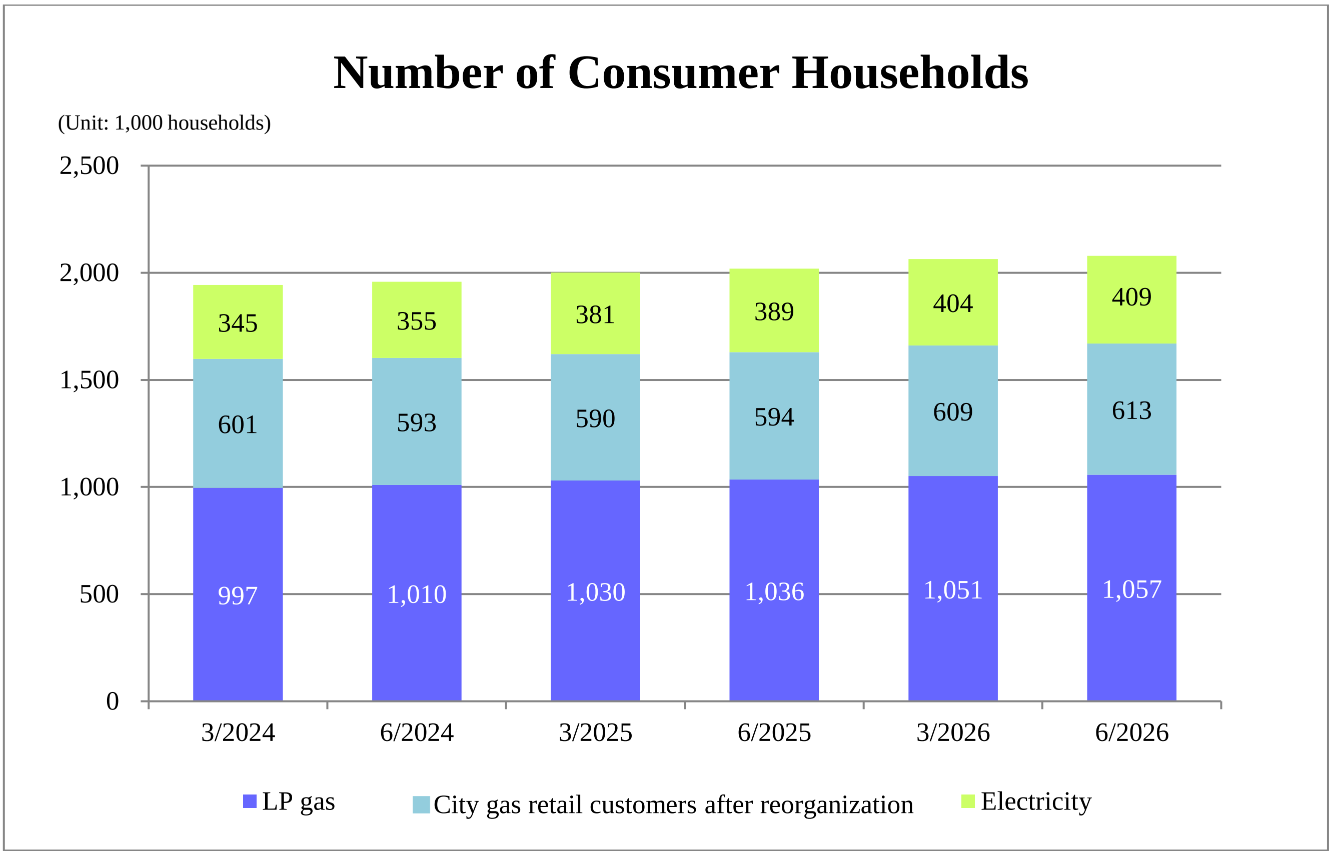
Income	Three months ended 30th June 2025	Three months ended 30th June 2026
Reporting segment total	17,039	17,489
Selling, general and administrative expenses	13,384	13,652
Operating income in the consolidated statement of income	3,655	3,836

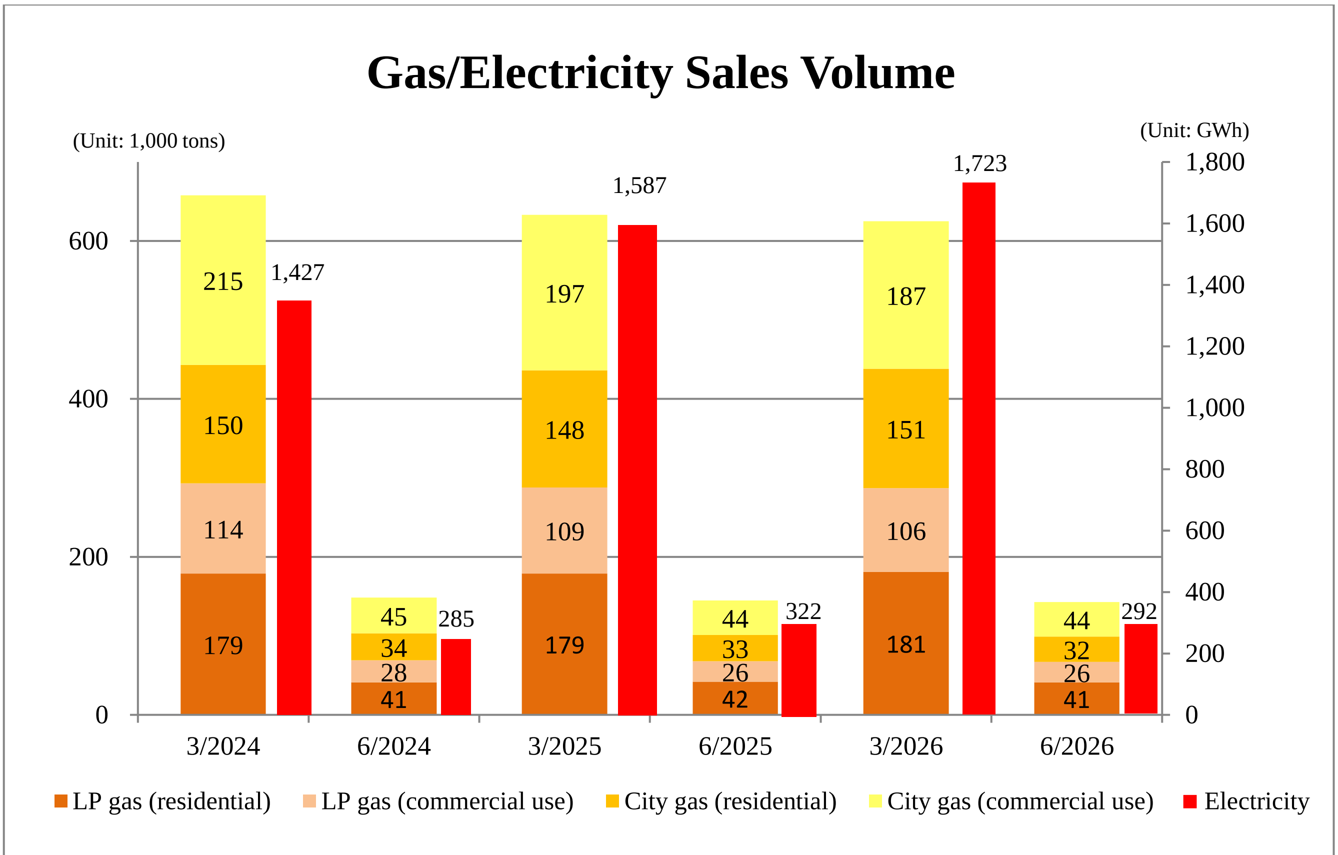
3. Matters related to changes in reportable segments, etc.

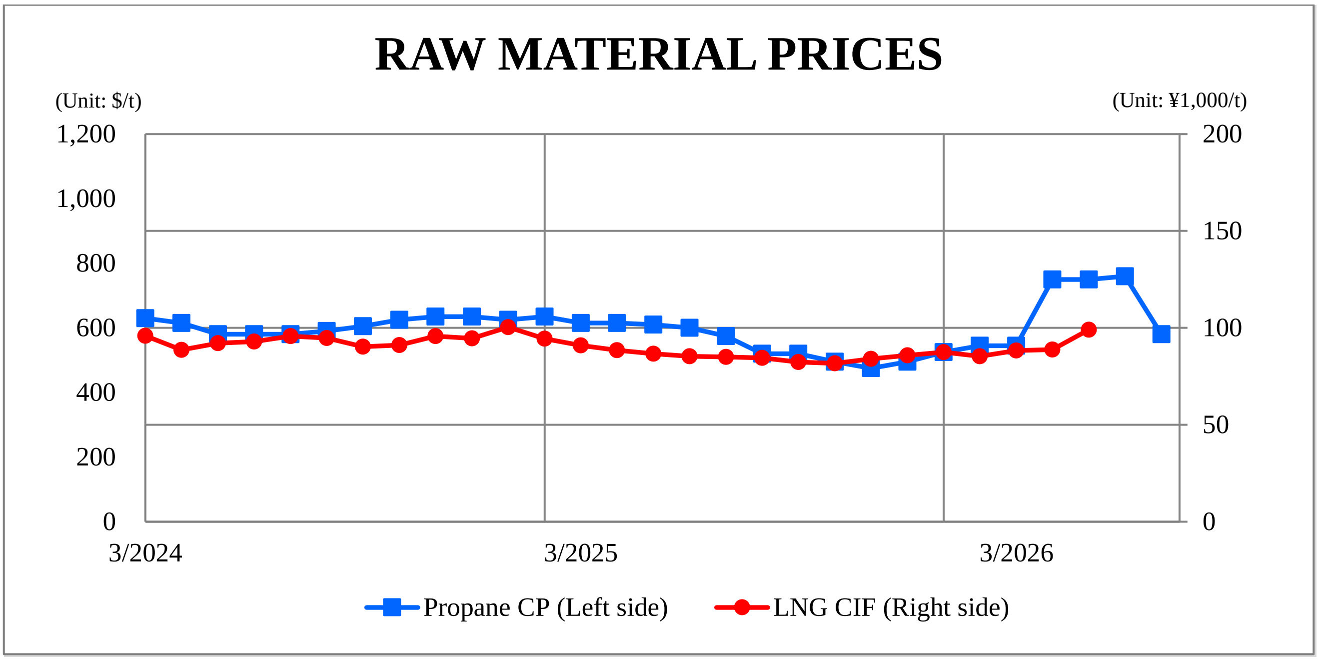
Effective from the 1Q of this fiscal year, the Company has changed its reporting segments to present the “Platform Business,” which was previously included in the “LP Gas Business,” as a standalone reportable segment due to its increased significance.

The segment information for the same period of the previous consolidated fiscal year has been restated based on the revised classification.

3. Trends of the Number of Consumer Households, etc.






RAW MATERIAL PRICES
(Unit: $/t)
(Unit: ¥1,000/t)
1,200
1,000
800
600
400
200
0
200
150
100
50
0
3/2024
3/2025
3/2026
Propane CP (Left side)
LNG CIF (Right side)