

May 11, 2016

Booking of Extraordinary Income due to Gain on Forgiveness of Debts at Consolidated Subsidiary

Hiroshima Gas Co., Ltd. has decided to book an extraordinary income, as detailed below, for the fiscal year ending March 2017 (April 1, 2016 - March 31, 2017).

1. Detail of extraordinary income (gain on forgiveness of debts)

Hiroshima Gas is booking an extraordinary income of 2,105 million yen for the fiscal year ending March 2017 (April 1, 2016 - March 31, 2017). As we announced in the 'Notice that Order of Confirmation of Rehabilitation Plan has Become Final and Binding' dated October 19, 2010, given that, in accordance with, and on the basis of, the rehabilitation plan for our Hiroshima Gas Development, Co. Ltd. consolidated subsidiary, the company has completed repayment in full, it has been decided that it has thereby received a waiver from the remainder of the rehabilitation claim.

2. Impact on Business Results

The above-mentioned extraordinary income (gain on forgiveness of debts) of 2,105 million yen is reflected in the consolidated business results forecasts both for the first half and for the full fiscal year ending March 2017, in the 'Summary of Consolidated Financial Results for the Fiscal Year Ended March 2016 (Japanese Accounting Basis)' which we released today.