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## Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

February 10, 2023

Company name: HIROSHIMA GAS CO.,LTD.

Stock exchange listing: Tokyo

Code number: 9535

URL: <https://www.hiroshima-gas.co.jp/>

Representative: Kensuke Matsufuji

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Scheduled date of filing quarterly securities report: February 13, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

President

Senior Executive Officer and Manager of General Affair  
Department

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 01, 2022 to December 31, 2022)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2022	63,590	22.6	2,018	301.3	2,569	42.4	1,810	2.7
December 31, 2021	51,874	0.9	502	(72.5)	1,803	(13.2)	1,763	40.9

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥ 869 million [ (65.8) %]  
 Nine months ended December 31, 2021: ¥ 2,545 million [ 10.9 %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	26.51	-
December 31, 2021	25.87	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of December 31, 2022	144,046	65,282	43.0
March 31, 2022	123,802	65,067	50.0

(Reference) Equity: As of December 31, 2022: ¥ 61,966 million  
 As of March 31, 2022: ¥ 61,867 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	5.00	-	5.00	10.00
Fiscal year ending March 31, 2023	-	5.00	-		
Fiscal year ending March 31, 2023 (Forecast)				5.00	10.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2023 :

Commemorative dividend - yen  
Special dividend - yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	94,000	22.4	4,800	49.6	5,200	12.6	3,500	(4.4)	51.24

(Note) Revision to the financial results forecast announced most recently: Yes

\* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name: )

Exclusion: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

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

3) Changes in accounting estimates: No

4) Retrospective restatement: No

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

1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2022: 68,373,036 shares

March 31, 2022: 68,242,319 shares

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

December 31, 2022: 1,766 shares

March 31, 2022: 1,686 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 68,304,542 shares

Nine months ended December 31, 2021: 68,178,287 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
<b>Assets</b>		
Non-current assets		
Property, plant and equipment		
Production facilities	14,352	16,294
Distribution facilities	31,575	31,005
Service and maintenance facilities	4,191	4,103
Other facilities	7,495	7,497
Construction in progress	5,666	4,710
Total property, plant and equipment	63,281	63,611
Intangible assets	262	165
Investments and other assets		
Investment securities	14,196	13,427
Long-term loans receivable	0	-
Deferred tax assets	648	780
Other investments	4,577	4,394
Allowance for doubtful accounts	(32)	(18)
Total investments and other assets	19,390	18,583
Total non-current assets	82,933	82,359
Current assets		
Cash and deposits	20,202	37,743
Notes and accounts receivable - trade, and contract assets	8,016	9,281
Merchandise and finished goods	964	1,178
Raw materials and supplies	4,920	8,365
Other current assets	6,780	5,127
Allowance for doubtful accounts	(15)	(10)
Total current assets	40,868	61,687
Total assets	123,802	144,046

(Million yen)

	As of March 31,2022	As of December 31,2022
<b>Liabilities</b>		
Non-current liabilities		
Bonds payable	16,000	16,000
Long-term borrowings	16,618	28,373
Provision for retirement benefits for directors (and other officers)	316	314
Provision for gas holder repairs	467	516
Provision for safety measures	449	327
Provision for gas appliance warranties	263	242
Retirement benefit liability	682	635
Asset retirement obligations	171	234
Other noncurrent liabilities	1,645	1,049
Total non-current liabilities	36,615	47,692
Current liabilities		
Current portion of non-current liabilities	5,856	7,804
Notes and accounts payable - trade	4,955	7,012
Income taxes payable	338	193
Asset retirement obligations	36	-
Commercial papers	6,000	12,000
Other current liabilities	4,932	4,061
Total current liabilities	22,119	31,071
Total liabilities	58,735	78,764
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,225	5,246
Capital surplus	1,195	1,216
Retained earnings	50,897	52,025
Treasury shares	(0)	(0)
Total shareholders' equity	57,318	58,488
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,327	1,273
Deferred gains or losses on hedges	3,212	1,516
Foreign currency translation adjustment	154	794
Remeasurements of defined benefit plans	(145)	(106)
Total accumulated other comprehensive income	4,549	3,477
Non-controlling interests	3,199	3,316
Total net assets	65,067	65,282
Total liabilities and net assets	123,802	144,046

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Net sales	51,874	63,590
Cost of sales	33,348	43,611
Gross profit	18,525	19,979
Selling, general and administrative expenses	18,022	17,961
Operating profit	502	2,018
Non-operating income		
Interest income	2	1
Dividend income	159	163
Share of profit of entities accounted for using equity method	1,083	333
Miscellaneous income	243	260
Total non-operating income	1,489	760
Non-operating expenses		
Interest expenses	125	142
Miscellaneous expenses	62	66
Total non-operating expenses	188	209
Ordinary profit	1,803	2,569
Extraordinary income		
Gain on sale of non-current assets	358	-
Gain on sale of investment securities	-	62
Compensation income	312	-
Total extraordinary income	671	62
Extraordinary losses		
Impairment losses	66	-
Loss on valuation of investment securities	71	-
Total extraordinary losses	137	-
Profit before income taxes	2,337	2,631
Income taxes - current	334	631
Income taxes - deferred	90	58
Total income taxes	425	690
Profit	1,911	1,941
Profit attributable to non-controlling interests	147	130
Profit attributable to owners of parent	1,763	1,810

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit	1,911	1,941
Other comprehensive income		
Valuation difference on available-for-sale securities	(548)	(53)
Deferred gains or losses on hedges	921	(1,805)
Remeasurements of defined benefit plans, net of tax	59	39
Share of other comprehensive income of entities accounted for using equity method	200	748
Total other comprehensive income	633	(1,071)
Comprehensive income	2,545	869
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,397	739
Comprehensive income attributable to non-controlling interests	147	130