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Consolidated Financial Results for the Year Ended March 31, 2019 [Japanese GAAP]

April 26, 2019

Company name: HOKKAIDO GAS CO., LTD.

Stock exchange listing: Tokyo, Sapporo

Code number: 9534

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

Representative: Hiroshi Otsuki

President

Contact: Toshiya Nishimura

General Manager Finance Dept

Phone: 011-207-7250

Scheduled date of Annual General Meeting of Shareholders: June 25, 2019

Scheduled date of commencing dividend payments: June 04, 2019

Scheduled date of filing annual securities report: June 26, 2019

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: No

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2019 (April 01, 2018 to March 31, 2019)

(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	%
Fiscal year ended March 31, 2019	121,174	17.0	4,060	41.2	4,222	45.0	3,503	82.2
March 31, 2018	103,580	19.0	2,874	91.0	2,911	59.6	1,923	48.3

(Note) Comprehensive income: Fiscal year ended March 31, 2019: ¥ 3,010 million [64.9%]
Fiscal year ended March 31, 2018: ¥ 1,825 million [23.9%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2019	198.95	198.59	8.0	2.8	3.4
March 31, 2018	110.56	110.40	4.6	2.1	2.8

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2019: ¥ 178 million
Fiscal year ended March 31, 2018: ¥ 46 million

(Note) As of October 1, 2018, the Company carried out a share consolidation at a ratio of 5 common shares to 1. "Basic earnings per share" and "Diluted earnings per share" are calculated on the assumption that the share consolidation took place at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2019	149,566	46,910	30.1	2,552.52
March 31, 2018	147,199	44,644	29.0	2,426.77

(Reference) Equity: As of March 31, 2019: ¥ 44,947 million
As of March 31, 2018: ¥ 42,739 million

(Note) As of October 1, 2018, the Company carried out a share consolidation at a ratio of 5 common shares to 1. "Net assets per share" are calculated on the assumption that the share consolidation took place at the beginning of the previous fiscal year.

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2019	12,362	(15,840)	1,884	1,697
March 31, 2018	16,729	(17,819)	3,313	3,291

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2018	-	4.00	-	4.00	8.00	704	36.2	1.6
March 31, 2019	-	4.50	-	22.50	-	792	22.6	1.8
Fiscal year ending March 31, 2020 (Forecast)	-	22.50	-	22.50	-		26.4	

(Note) As of October 1, 2018, the Company carried out a share consolidation at a ratio of 5 common shares to 1. As for fiscal year ended March 31, 2019, annual dividends for the year-end show the amount after the share consolidation, and total annual dividends is listed as "-". The full fiscal year annual dividends, converted to factor in the share consolidation, is 40 yen for fiscal year ended March 2018, and 45 yen for fiscal year ended March 31, 2019.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2020 (April 01, 2019 to March 31, 2020)

(% 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	130,000	7.3	3,800	(6.4)	4,200	(0.5)	3,000	(14.4)	170.37

* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: No
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (3) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):

March 31, 2019:	17,737,806 shares
March 31, 2018:	17,738,327 shares
 - 2) Total number of treasury shares at the end of the period:

March 31, 2019:	128,725 shares
March 31, 2018:	126,545 shares
 - 3) Average number of shares during the period:

Fiscal Year ended March 31, 2019:	17,610,409 shares
Fiscal Year ended March 31, 2018:	17,396,263 shares

(Note) As of October 1, 2018, the Company carried out a share consolidation at a ratio of 5 common shares to 1. Total number of issued shares (common shares) is calculated on the assumption that the share consolidation took place at the beginning of the previous fiscal year.

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2019 (April 01, 2018 to March 31, 2019)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2019	104,696	19.1	2,932	44.9	2,891	52.4	2,980	145.8
March 31, 2018	87,872	22.2	2,024	123.1	1,897	52.2	1,212	11.8

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2019	169.26	168.95
March 31, 2018	69.72	69.62

(Note) As of October 1, 2018, the Company carried out a share consolidation at a ratio of 5 common shares to 1. "Basic earnings per share" and "Diluted earnings per share" are calculated on the assumption that the share consolidation took place at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

As of	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 31, 2019	133,463	37,501	28.1	2,127.99
March 31, 2018	130,156	35,607	27.3	2,020.64

(Reference) Equity: As of March 31, 2019: ¥ 37,471 million

As of March 31, 2018: ¥ 35,587 million

(Note) As of October 1, 2018, the Company carried out a share consolidation at a ratio of 5 common shares to 1. "Net assets per share" are calculated on the assumption that the share consolidation took place at the beginning of the previous fiscal year.

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2020 (April 01, 2019 to March 31, 2020)

(% indicates changes from the previous corresponding period.)

Full year	Net sales		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	113,500	8.4	3,000	2.3	3,100	7.2	2,200	(26.2)	124.94

*Auditing procedures do not apply to the Consolidated Financial Results.

*Explanation related to appropriate use of results forecasts and other items warranting special mention

The above forecasts are based on the information available at the time this report was prepared, and Hokkaido Gas makes no guarantee that these figures will be achieved. Actual results may differ from these forecasts for a variety of reasons.

Consolidated Financial Statements

Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2018	As of March 31,2019
Assets		
Non-current assets		
Property, plant and equipment		
Production facilities	28,638,152	24,720,333
Distribution facilities	39,247,082	39,162,765
Service and maintenance facilities	8,420,725	8,876,610
Other facilities	16,991,981	29,570,754
Construction in progress	17,308,869	10,853,807
Total property, plant and equipment	110,606,812	113,184,272
Intangible assets		
Other	2,739,840	2,763,383
Total intangible assets	2,739,840	2,763,383
Investments and other assets		
Investment securities	5,243,880	5,001,497
Retirement benefit asset	1,102,181	1,100,923
Deferred tax assets	1,461,613	1,923,398
Other	1,942,890	3,538,695
Allowance for doubtful accounts	(147,520)	(15,727)
Total investments and other assets	9,603,045	11,548,787
Total non-current assets	122,949,698	127,496,443
Current assets		
Cash and deposits	3,343,520	1,697,992
Notes and accounts receivable - trade	11,491,220	13,477,296
Merchandise and finished goods	294,844	270,733
Raw materials and supplies	6,525,353	3,313,509
Other	2,664,802	3,369,264
Allowance for doubtful accounts	(70,391)	(58,382)
Total current assets	24,249,350	22,070,414
Total assets	147,199,048	149,566,858

(Thousand yen)

	As of March 31,2018	As of March 31,2019
Liabilities		
Non-current liabilities		
Bonds payable	26,500,000	32,000,000
Long-term loans payable	27,336,339	26,239,271
Deferred tax liabilities for land revaluation	725,719	725,719
Retirement benefit liability	4,022,754	4,393,882
Provision for gas holder repairs	222,342	198,650
Provision for safety measures	234,170	624,225
Reserve for repairs of heat supply facilities	239,152	450,988
Lease obligations	1,422,078	1,640,217
Other	1,008,483	516,751
Total non-current liabilities	61,711,039	66,789,706
Current liabilities		
Current portion of non-current liabilities	14,267,915	10,932,114
Notes and accounts payable - trade	6,870,482	3,060,946
Commercial papers	6,500,000	8,200,000
Other	13,205,463	13,673,808
Total current liabilities	40,843,860	35,866,869
Total liabilities	102,554,900	102,656,575
Net assets		
Shareholders' equity		
Capital stock	7,515,830	7,515,830
Capital surplus	5,256,569	5,256,569
Retained earnings	27,665,673	30,419,602
Treasury shares	(168,494)	(171,865)
Total shareholders' equity	40,269,579	43,020,137
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,795,707	1,452,921
Revaluation reserve for land	672,182	672,182
Remeasurements of defined benefit plans	2,292	(197,710)
Total accumulated other comprehensive income	2,470,182	1,927,392
Share acquisition rights	20,813	29,428
Non-controlling interests	1,883,573	1,933,324
Total net assets	44,644,148	46,910,282
Total liabilities and net assets	147,199,048	149,566,858

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Thousand yen)

	For the fiscal year ended March 31,2018	For the fiscal year ended March 31,2019
Net sales	103,580,881	121,174,440
Cost of sales	72,785,428	88,264,930
Gross profit	30,795,452	32,909,510
Selling, general and administrative expenses		
Supply and sales expenses	24,293,163	24,865,160
General and administrative expenses	3,627,297	3,983,743
Total selling, general and administrative expenses	27,920,460	28,848,903
Operating profit	2,874,991	4,060,607
Non-operating income		
Interest income	186	13,481
Dividend income	177,777	182,397
Share of profit of entities accounted for using equity method	46,255	178,810
Rent income	150,881	189,183
Reversal of provision for gas holder repairs	116,326	-
Other	559,529	352,159
Total non-operating income	1,050,956	916,032
Non-operating expenses		
Interest expenses	477,179	384,618
Personnel transfer expenses	151,731	143,373
Other	385,176	225,810
Total non-operating expenses	1,014,087	753,802
Ordinary profit	2,911,860	4,222,837
Extraordinary income		
Gain on sales of non-current assets	-	657,520
Total extraordinary income	-	657,520
Extraordinary losses		
Impairment loss	237,872	-
Total extraordinary losses	237,872	-
Profit before income taxes	2,673,987	4,880,358
Income taxes - current	1,057,595	1,764,983
Income taxes - deferred	(326,700)	(437,996)
Total income taxes	730,894	1,326,987
Profit	1,943,092	3,553,370
Profit attributable to non-controlling interests	19,762	49,751
Profit attributable to owners of parent	1,923,329	3,503,619

Consolidated Statements of Comprehensive Income

(Thousand yen)

	For the fiscal year ended March 31,2018	For the fiscal year ended March 31,2019
Profit	1,943,092	3,553,370
Other comprehensive income		
Valuation difference on available-for-sale securities	(159,991)	(343,546)
Revaluation reserve for land	33	-
Remeasurements of defined benefit plans, net of tax	42,023	(200,003)
Share of other comprehensive income of entities accounted for using equity method	274	760
Total other comprehensive income	(117,658)	(542,789)
Comprehensive income	1,825,433	3,010,581
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,805,671	2,960,830
Comprehensive income attributable to non-controlling interests	19,762	49,751

Consolidated Statements of Changes in Net Assets

For the fiscal year ended March 31,2018

(Thousand yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	6,731,330	4,491,170	26,423,278	(161,128)	37,484,651
Changes of items during period					
Issuance of new shares - exercise of share acquisition rights	784,500	784,500			1,569,000
Dividends of surplus			(680,648)		(680,648)
Profit attributable to owners of parent			1,923,329		1,923,329
Purchase of treasury shares				(9,270)	(9,270)
Disposal of treasury shares		(75)	(200)	1,904	1,628
Retirement of treasury shares					-
Purchase of share of consolidated subsidiaries treasury stock		(19,025)			(19,025)
Change of scope of equity method					-
Reversal of revaluation reserve for land			(86)		(86)
Net changes of items other than shareholders' equity					-
Total changes of items during period	784,500	765,399	1,242,394	(7,366)	2,784,927
Balance at end of current period	7,515,830	5,256,569	27,665,673	(168,494)	40,269,579

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	1,955,423	672,062	(39,731)	2,587,755	13,136	1,962,985	42,048,528
Changes of items during period							
Issuance of new shares - exercise of share acquisition rights							1,569,000
Dividends of surplus							(680,648)
Profit attributable to owners of parent							1,923,329
Purchase of treasury shares							(9,270)
Disposal of treasury shares							1,628
Retirement of treasury shares							-
Purchase of share of consolidated subsidiaries treasury stock							(19,025)
Change of scope of equity method							-
Reversal of revaluation reserve for land							(86)
Net changes of items other than shareholders' equity	(159,716)	119	42,023	(117,572)	7,677	(79,412)	(189,308)
Total changes of items during period	(159,716)	119	42,023	(117,572)	7,677	(79,412)	2,595,619
Balance at end of current period	1,795,707	672,182	2,292	2,470,182	20,813	1,883,573	44,644,148

For the fiscal year ended March 31,2019

(Thousand yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	7,515,830	5,256,569	27,665,673	(168,494)	40,269,579
Changes of items during period					
Issuance of new shares - exercise of share acquisition rights					-
Dividends of surplus			(748,474)		(748,474)
Profit attributable to owners of parent			3,503,619		3,503,619
Purchase of treasury shares				(4,218)	(4,218)
Disposal of treasury shares		13		151	165
Retirement of treasury shares		(13)	(681)	695	-
Purchase of share of consolidated subsidiaries treasury stock					-
Change of scope of equity method			(533)		(533)
Reversal of revaluation reserve for land					-
Net changes of items other than shareholders' equity					-
Total changes of items during period	-	-	2,753,929	(3,371)	2,750,558
Balance at end of current period	7,515,830	5,256,569	30,419,602	(171,865)	43,020,137

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	1,795,707	672,182	2,292	2,470,182	20,813	1,883,573	44,644,148
Changes of items during period							
Issuance of new shares - exercise of share acquisition rights							-
Dividends of surplus							(748,474)
Profit attributable to owners of parent							3,503,619
Purchase of treasury shares							(4,218)
Disposal of treasury shares							165
Retirement of treasury shares							-
Purchase of share of consolidated subsidiaries treasury stock							-
Change of scope of equity method							(533)
Reversal of revaluation reserve for land							-
Net changes of items other than shareholders' equity	(342,785)	-	(200,003)	(542,789)	8,614	49,751	(484,423)
Total changes of items during period	(342,785)	-	(200,003)	(542,789)	8,614	49,751	2,266,134
Balance at end of current period	1,452,921	672,182	(197,710)	1,927,392	29,428	1,933,324	46,910,282

Consolidated Statements of Cash Flows

(Thousand yen)

	For the fiscal year ended March 31,2018	For the fiscal year ended March 31,2019
Cash flows from operating activities		
Profit before income taxes	2,673,987	4,880,358
Depreciation	11,757,293	12,026,811
Impairment loss	237,872	-
Loss (gain) on sales of property, plant and equipment	(12,656)	(669,062)
Increase (decrease) in provision for safety measures	12,232	390,054
Increase (decrease) in retirement benefit liability	123,074	65,306
Increase (decrease) in allowance for doubtful accounts	(173,856)	(143,802)
Interest and dividend income	(177,963)	(195,878)
Interest expenses	477,179	384,618
Loss on redemption of bonds	221,060	60,958
Decrease (increase) in notes and accounts receivable - trade	(1,707,876)	(1,573,272)
Decrease (increase) in inventories	(1,009,445)	2,869,180
Increase (decrease) in notes and accounts payable - trade	2,847,726	(5,036,646)
Increase (decrease) in accrued consumption taxes	1,010,769	(447,118)
Other, net	1,322,422	1,273,557
Subtotal	17,601,819	13,885,064
Interest and dividend income received	177,963	195,878
Interest expenses paid	(474,629)	(373,729)
Income taxes paid	(594,723)	(1,371,789)
Income taxes refund	19,565	27,193
Net cash provided by (used in) operating activities	16,729,994	12,362,618
Cash flows from investing activities		
Purchase of property, plant and equipment	(16,740,067)	(17,300,703)
Proceeds from sales of property, plant and equipment	44,110	4,828,504
Purchase of intangible assets	(871,913)	(942,731)
Purchase of long-term prepaid expenses	(239,688)	(360,004)
Proceeds from sales of long-term prepaid expenses	-	975,643
Purchase of shares of subsidiaries and associates	(10,000)	(252,727)
Payments of loans receivable from subsidiaries and associates	-	(2,900,000)
Other, net	(1,563)	111,884
Net cash provided by (used in) investing activities	(17,819,121)	(15,840,133)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(426,481)	321,001
Net increase (decrease) in commercial papers	4,500,000	1,700,000
Proceeds from long-term loans payable	6,150,000	6,800,000
Repayments of long-term loans payable	(4,133,031)	(9,270,769)
Proceeds from issuance of bonds	3,492,731	13,427,558
Redemption of bonds	(5,221,060)	(10,060,958)
Purchase of treasury shares of subsidiaries	(118,200)	-
Cash dividends paid	(682,951)	(750,319)
Other, net	(247,051)	(282,488)
Net cash provided by (used in) financing activities	3,313,954	1,884,023
Net increase (decrease) in cash and cash equivalents	2,224,827	(1,593,491)
Cash and cash equivalents at beginning of period	1,066,656	3,291,483
Cash and cash equivalents at end of period	3,291,483	1,697,992

Non-consolidated Financial Statements

Non-consolidated Balance Sheets

(Thousand yen)

	As of March 31,2018	As of March 31,2019
Assets		
Non-current assets		
Property, plant and equipment		
Production facilities	22,223,225	19,235,314
Distribution facilities	40,774,745	40,640,529
Service and maintenance facilities	8,036,471	8,464,402
Facilities for incidental businesses	773,953	11,412,751
Construction in progress	13,981,225	8,476,138
Total property, plant and equipment	85,789,620	88,229,136
Intangible assets	2,567,059	2,532,132
Investments and other assets		
Investment securities	4,802,511	4,259,106
Investments in subsidiaries and associates	5,444,322	5,799,949
Long-term loans receivable from subsidiaries and associates	5,200,000	7,046,720
Long-term prepaid expenses	1,107,971	444,374
Deferred tax assets	754,452	1,027,064
Prepaid pension cost	1,114,992	1,085,348
Other investments and other assets	421,576	454,278
Allowance for doubtful accounts	(16,357)	(5,437)
Total investments and other assets	18,829,469	20,111,404
Total non-current assets	107,186,149	110,872,672
Current assets		
Cash and deposits	572,398	109,087
Notes receivable - trade	216,925	341,503
Accounts receivable - trade	7,863,214	9,520,796
Accounts receivable from subsidiaries and associates - trade	1,607,930	1,897,351
Accounts receivable - other	677,283	906,485
Finished goods	23,319	29,327
Raw materials	6,206,126	2,939,194
Supplies	241,439	291,975
Prepaid expenses	218,850	228,770
Short-term receivables from subsidiaries and associates	4,585,967	5,148,157
Other current assets	807,512	1,226,334
Allowance for doubtful accounts	(50,500)	(48,604)
Total current assets	22,970,467	22,590,380
Total assets	130,156,616	133,463,053

(Thousand yen)

	As of March 31,2018	As of March 31,2019
Liabilities		
Non-current liabilities		
Bonds payable	26,500,000	32,000,000
Long-term loans payable	26,197,466	25,386,825
Deferred tax liabilities for land revaluation	725,719	725,719
Provision for retirement benefits	2,691,532	2,818,869
Provision for gas holder repairs	222,342	198,650
Provision for safety measures	234,170	624,225
Asset retirement obligations	372,232	-
Other noncurrent liabilities	243,777	310,687
Total non-current liabilities	57,187,240	62,064,976
Current liabilities		
Current portion of non-current liabilities	13,744,668	10,418,064
Accounts payable - trade	5,569,009	1,835,874
Short-term loans payable	-	321,001
Accounts payable - other	3,483,896	3,063,465
Accrued expenses	2,664,901	2,960,597
Income taxes payable	1,123,914	1,417,483
Advances received	768,743	1,634,995
Asset retirement obligations	-	372,232
Deposits received	308,518	52,521
Short-term debt to subsidiaries and associates	3,020,031	3,205,331
Provision for loss on construction contracts	111,088	200,345
Provision for loss on remove noncurrent assets	53,500	46,037
Commercial papers	6,500,000	8,200,000
Other current liabilities	13,218	168,808
Total current liabilities	37,361,490	33,896,757
Total liabilities	94,548,731	95,961,734
Net assets		
Shareholders' equity		
Capital stock	7,515,830	7,515,830
Capital surplus		
Legal capital surplus	5,275,595	5,275,595
Total capital surpluses	5,275,595	5,275,595
Retained earnings		
Legal retained earnings	775,775	775,775
Other retained earnings		
General reserve	13,600,000	13,600,000
Retained earnings brought forward	6,123,571	8,355,120
Total retained earnings	20,499,346	22,730,895
Treasury shares	(168,494)	(171,865)
Total shareholders' equity	33,122,277	35,350,455
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,792,611	1,449,253
Revaluation reserve for land	672,182	672,182
Total valuation and translation adjustments	2,464,794	2,121,435
Share acquisition rights	20,813	29,428
Total net assets	35,607,885	37,501,319
Total liabilities and net assets	130,156,616	133,463,053

Non-consolidated Statements of Income

(Thousand yen)

	For the fiscal year ended March 31,2018	For the fiscal year ended March 31,2019
Sales from gas business		
Gas sales	51,454,925	56,895,028
Revenue from interoperator settlement	98,536	102,392
Sales from gas business	51,553,461	56,997,420
Cost of sales		
Beginning inventories	28,536	23,319
Cost of products manufactured	30,027,629	34,395,780
Costs of gas for own use	714,631	968,055
Ending inventories	23,325	29,327
Cost of sales	29,318,209	33,421,717
Gross profit (loss)	22,235,252	23,575,703
Supply and sales expenses	19,899,780	20,520,989
General and administrative expenses	2,512,733	2,755,501
Profit (loss) on core business	(177,261)	299,211
Miscellaneous operating revenue		
Revenue from installation work	3,097,280	3,085,294
Other miscellaneous operating revenue	7,828,266	8,732,076
Miscellaneous operating revenue	10,925,546	11,817,371
Miscellaneous operating expenses		
Expenses of installation work	2,925,299	2,968,137
Other miscellaneous operating expenses	7,630,270	8,579,055
Miscellaneous operating expenses	10,555,570	11,547,192
Revenue for incidental businesses	25,393,719	35,881,779
Expenses for incidental businesses	23,561,911	33,518,597
Operating profit (loss)	2,024,523	2,932,572
Non-operating income		
Interest income	65,447	77,839
Dividend income	187,036	191,639
Rent income	162,829	168,020
Reversal of provision for gas holder repairs	116,326	30,765
Miscellaneous income	322,896	251,330
Non-operating income	854,536	719,596
Non-operating expenses		
Interest expenses	268,956	237,648
Interest on bonds	187,974	132,602
Amortization of bond issuance cost	7,268	72,441
Loss on bond retirement	221,060	60,958
Personnel transfer expenses	266,946	229,813
Miscellaneous expenses	29,028	27,176
Non-operating expenses	981,234	760,642
Ordinary profit (loss)	1,897,824	2,891,526
Extraordinary income		
Gain on sales of non-current assets	-	1,315,041
Extraordinary income	-	1,315,041
Extraordinary losses		
Impairment loss	237,872	-
Extraordinary losses	237,872	-
Profit (loss) before income taxes	1,659,951	4,206,567
Income taxes - current	836,661	1,388,447
Income taxes - deferred	(389,549)	(162,584)
Income taxes	447,112	1,225,862
Profit (loss)	1,212,839	2,980,705