

Activity Report by Osaka Gas Co., Ltd.

1. Gas sales for the period April 2024 – March 2025

During the past fiscal year, Osaka Gas sold over 6.6 billion m3 gas, a 0.3% decrease over the previous year. The total volume consisted of 1.7 billion m3 for households (25% of total, 2.0% increase YoY) and 4.9 billion m3 for businesses and industries (75% of total, 1.0% decline YoY).

(Gas Sales in millions of cubic meters)

	Residential	Commercial/Industrial	Total
Gas Sales	1,669	4,929	6,598
%	25%	75%	100%

2. LNG procurement

The Osaka Gas Group handled approximately 11.18 million tons of LNG in fiscal 2024, an 3% decrease over the previous year. Details are shown in the table below.

(Volume in thousands of tons)

Source	Brunei	Indonesia	Malaysia	Australia	Russia	Oman	Papua New Guinea	USA	Others	Total
Volume	590	180	243	4,501	192	1,332	1,820	2,048	278	11,184
%	5.3%	1.6%	2.2%	40.2%	1.7%	11.9%	16.3%	18.3%	2.5%	100%

3. Topics

a) Osaka Gas Becomes the First Gas Utility to Launch Shore-to-Ship LNG Bunkering Service (April 2025)

Osaka Gas Co., Ltd. (Osaka Gas) has launched its shore-to-ship LNG bunkering service, becoming the first gas utility company in Japan to offer liquefied natural gas (LNG) at its terminal to vessels utilizing this cleaner fuel. This new initiative aims to significantly reduce CO2 emissions in the maritime industry.

The first delivery took place today at Osaka Gas' Senboku LNG Terminal in Takaishi City, Osaka Prefecture, where LNG was supplied to the VERDE HERALDO, an LNG-fueled vessel operated by Mitsui O.S.K. Lines, Ltd. (MOL). This vessel serves JFE Steel Corporation by transporting raw materials essential for steel production.

With the launch of this shore-to-ship service, in addition to its existing truck-to-ship LNG bunkering service—operational since 2019—Osaka Gas enhances its LNG fuel delivery capabilities to address the current scarcity of facilities in Japan that can supply LNG to vessels. The company's future plans include the introduction of a ship-

to-ship LNG bunkering³ service utilizing dedicated LNG bunkering vessel, scheduled to commence in fiscal 2026.

These supply methods aim to provide a stable and flexible LNG fuel supply to an increasing number of LNG-fueled vessels as the maritime industry transitions away from heavy fuel oil. This growth in LNG-fueled vessels is driven by global decarbonization trends and the International Maritime Organization's target to achieve net zero greenhouse gas emissions by 2050. Through its LNG bunkering services, Osaka Gas is well-positioned to contribute to maritime industry sustainability.

In addition to expanding LNG fuel supply to vessels, Osaka Gas is exploring the potential of replacing LNG with e-methane as marine fuel. This effort aligns with the Daigas Group Energy Transition 2050 initiative announced in February 2025, reflecting the Group's dedication to fostering a low-carbon and decarbonized maritime industry.

b) Osaka Gas Decides to Proceed with the Power Generation Project in Himeji City, Hyogo Prefecture (March 2025)

Osaka Gas Co., Ltd. (Osaka Gas), Development Bank of Japan Inc. (DBJ), SMFL MIRAI Partners Co., Ltd. (SMFL MIRAI Partners), and Mizuho Leasing Co., Ltd. (Mizuho Leasing) have jointly decided to construct a natural gas power plant in Himeji City, Hyogo Prefecture, which was awarded through a Long-term Decarbonized Power Source Auction.

This power generation project will be implemented through Himeji Natural Gas Power Generation No. 3 LLC, a joint investment by the four companies: Osaka Gas, DBJ, SMFL MIRAI Partners, and Mizuho Leasing. The project will introduce approximately 600,000 kW of high-efficiency gas turbine combined cycle power generation facility, aiming to commence operation within fiscal year 2030.

c) Osaka Gas and ADNOC Sign Long-term LNG Sale and Purchase Agreement (February 2025)

Osaka Gas Co., Ltd. (Osaka Gas) and ADNOC have signed a long-term LNG Sale and Purchase Agreement (SPA) for the delivery of up to 0.8 million metric tonnes per annum of liquefied natural gas (LNG). This marks the first long-term LNG deal between Osaka Gas and ADNOC.

The LNG will be primarily sourced from the Ruwais LNG project, which is currently under development in Al Ruwais Industrial City, Al Dhafra, Abu Dhabi, with a maximum production capacity of approximately 9.6 million tons per year and plans to supply LNG to various countries including Japan. The contract period of this Agreement is 15 years starting from the late 2020s and this is the first time Osaka Gas procures LNG from Abu Dhabi on a long-term basis, significantly contributing to the enhancement of Osaka Gas's LNG procurement stability.