October 23, 2026

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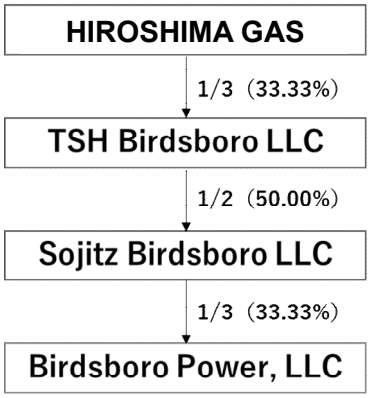
Notice Regarding Expected Recording of Non-operating Income, etc. in Connection with Dissolution and Liquidation of Equity-method Affiliate

HIROSHIMA GAS CO., LTD. (hereinafter the "Company") hereby announces that it has resolved, at a meeting of the Board of Directors held today, to dissolve and liquidate TSH Birdsboro LLC (hereinafter "TSH"), an affiliate accounted for using the equity method of the Company. The Company hereby announces that it expects to record non-operating income, etc. in connection with the dissolution and liquidation of TSH.

1. Reason for the dissolution and liquidation

The Company established TSH as a joint venture company through which it would make an investment to participate in a U.S. gas-fired power generation business jointly with other companies, and has participated in the business through Sojitz Birdsboro LLC (hereinafter, "SBL"), an entity accounted for using the equity method by TSH.

On July 17, 2026, SBL transferred all of its equity interests in Birdsboro Power, LLC, a U.S. gas-fired power generation business company, to Strategic PPAV, LLC, a fund managed by Strategic Value Partners, LLC of the United States. As a result, TSH has ceased its business activities, and the Company has decided to dissolve and liquidate TSH.



2. Timetable for dissolution and liquidation

At the meeting of the Board of Directors held today, the Company resolved to dissolve and liquidate TSH and will commence the necessary administrative procedures for the dissolution starting today. Going forward, the Company will proceed with the procedures required for the dissolution in accordance with U.S. law. Upon completion of these procedures, the liquidation is expected to be completed, with completion anticipated in 2027.

3. Overview of the affiliate to be dissolved

(1)	Name	TSH Birdsboro LLC	
(2)	Location	Delaware, U.S.A.	
(3)	Job title and name of representative	Yutaka Katahira, President & CEO	
(4)	Description of business	Investment in a U.S. power generation business	
(5)	Share capital	US$68.70 million	
(6)	Date of establishment	March 4, 2020	
(7)	Major shareholders and ownership ratios	The Company 1/3 (33.33%) TOHO GAS CO., LTD. 1/3 (33.33%) SAIBU GAS CO., LTD. 1/3 (33.33%)	
(8)	Relationship between the Company and said company	Capital relationship	The said company is an affiliate in which the Company holds a 33.33% interest.
		Personnel relationship	An employee of the Company concurrently serves as an officer of the said company.
		Business relationship	Not applicable.
		Related party relationship	The said company is an affiliate accounted for using the equity method of the Company and constitutes a related party.

4. Future outlook

In connection with the dissolution and liquidation of TSH, the Company plans to exclude TSH from its affiliates accounted for using the equity method and record non-operating income, etc. The Company is currently examining the impact of this matter on its consolidated financial results for the fiscal year ending March 31, 2027, and will promptly disclose any matters that require disclosure as they arise.