

July 30, 2009

**Fourth phase of Tokyo Gas LIFEVAL establishment
- Completion of the new service setup to enhance service for local
communities -**

The following is a notification of a determination made at a meeting of the board of directors of Tokyo Gas Co., Ltd. held on 30 July 2009.

In our FY2006 - 2010 Group Medium-Term Management Plan and FY2009 - 2013 Group Medium-Term Management Plan, we at Tokyo Gas announced the objective of construction of a service setup tied closely to our customers by All Tokyo Gas^{*1}. In accordance with this objective, we have been establishing new local energy companies for Tokyo Gas LIFEVAL by reorganizing and centralizing the sales and service capabilities of Enesta^{*2} and the Tokyo Gas Customer Service Group^{*3}. In October 2009, LIFEVAL companies will be established in 13 additional blocks.

This last phase of establishment will increase the number of blocks served by LIFEVAL to 63 (representing a total of 45 companies)^{*4}. It will also complete a new service setup closely linked to local customers that will cover all parts of Tokyo and the prefectures of Kanagawa, Chiba, and Saitama, excluding certain wide-area districts.

2. Tokyo Gas LIFEVAL

Establishment phase	Establishment blocks	Operators	Total outlays and capital increase
First phase of establishment April 1, 2008	11	1) 10 newly established companies in charge of 11 blocks	About JPY1.7 billion (actual)
Second phase of establishment October 1, 2008	16	1) 13 newly established companies in charge of 13 blocks 2) One company established in the first phase placed in charge of an additional block 3) Capty-Livelic Co., Ltd. placed in charge of two blocks	About JPY1.9 billion (actual)
Third phase of establishment April 1, 2009	23	1) 11 newly established companies in charge of 12 blocks 2) Six companies established in the first and second phases placed in charge of additional 10 block 3) Capty-Livelic Co., Ltd. placed in charge of additional one block	About JPY2.0 billion (actual)
Forth phase of establishment October 1, 2009	13	1) 10 newly established companies in charge of 10 blocks 2) One company established in the first phase placed in charge of an additional block 3) Capty-Livelic Co., Ltd. placed in	About JPY3.3 billion (planned)

		charge of additional two blocks	
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In establishing Tokyo Gas LIFEVAL, Tokyo Gas makes outlays for more than one-third of the investment for the new companies as a general rule. In this last phase, it is making total expenditures of up to about 3.3 billion yen in outlays for the ten newly established companies and capital increase at companies established in the first phase whose blocks have increased. Based on the new service setup, the Tokyo Gas Group is committed to prompt submission of tailor-made value proposals and provision of services, in order to deliver lifestyle satisfaction to all our customers.

- *1. A collective term for Tokyo Gas, its affiliated companies, and its cooperating companies
- *2. Assigned to services such as gas equipment sales, repair, and installation, and opening/closing of gas service on the occasion of moving
- *3. Assigned to services such as periodic safety checks of gas facilities and meter-reading
- *4. 44 newly established companies plus Captly-Livelic Co., Ltd. a wholly-owned subsidiary of Tokyo Gas