

March 25, 2011

Tokyo Gas Co., Ltd.
Tokyo Gas Toyosu Development Co., Ltd.

Agreements on Land Sale and Purchase and
The Cost-Sharing for Measures against Soil Contamination of
the Toyosu District Site

Tokyo Gas Co., Ltd. (President: Tsuyoshi Okamoto, hereafter Tokyo Gas,) and Tokyo Gas Toyosu Development Co., Ltd. (100% subsidiary of Tokyo Gas Co., Ltd.; President: Michio Yanagisawa, hereafter TG Toyosu Development) have reached the following agreement with the Tokyo Metropolitan Government regarding the sale of our Toyosu District site, and the sharing of the burden for costs involved in the projected measures countering soil contamination of the planned relocation site of the Tokyo Metropolitan Central Wholesale Market (Tsukiji Market), which we have been in discussions.

1. Regarding the sales and purchase contract of the Toyosu District site

- (1) Sale price: JPY 55.9 billion (Tokyo Gas JPY 3.2billion,
TG Toyosu Development JPY 52.7 billion)
- (2) Land space: 105,193m² (Tokyo Gas Co., Ltd.: 6,453m²,
Tokyo Gas Toyosu Development Co., Ltd.: 98,740m²)
- (3) Scheduled date of sale: March 31, 2011
- (4) Background of the sales contract

In July 2002, Tokyo Gas and the Tokyo Metropolitan Government concluded an agreement for the relocation of the Tsukiji Market to Toyosu, and the sale of the Tokyo Gas site located at the planned site of the new market to the Tokyo Metropolitan Government. Having finalized the details regarding the sale of the site with the Tokyo Metropolitan Government, Tokyo Gas and its subsidiary concluded the agreement today on land sale and purchase, and the cost-sharing of the burden involved in the projected measures countering soil contamination at the planned lot.

2. Cost-sharing for measures against soil contamination

(1) Amount of the cost-sharing:

Approximately JPY 7.8 billion (Tokyo Gas: JPY 200 million,
TG Toyosu Development.: JPY 7.6 billion)

(2) Reasons for the cost-sharing:

Since 1998, Tokyo Gas has conducted soil investigations of the Toyosu District site. Upon releasing the results of the investigation in 2001, Tokyo Gas conducted countermeasure work for the soil contamination, based on the Tokyo Metropolitan Ordinance on Environmental Preservation. In April 2007, Tokyo Gas submitted a notification for the completion of their countermeasures for pollution dispersion and, with the Tokyo Metropolitan Government confirming this notification, the countermeasure work was completed.

Subsequently, in further detailed investigations conducted by the Tokyo Metropolitan Government for food safety, a new contamination was confirmed and the Government decided to conduct countermeasures for soil contamination for the construction of the new market facilities. Since the new market is a facility of high public interest and a portion of the newly discovered contamination is considered to be a result of Tokyo Gas plant operations, excluding that deprived from the original nature, Tokyo Gas has decided to bear a portion of costs involved in the countermeasures for the soil contamination after discussions with the Tokyo Metropolitan Government and a consideration of the background surrounding the events.

3. Future time schedule

On March 31st 2011, Tokyo Gas Group plans to conclude the agreement for the sales of the Toyosu District site and the partial cost sharing involved in the countermeasures for soil contamination.