

## Reorganization of LPG business subsidiaries

6 April, 2012  
Tokyo Gas Co., Ltd.  
INPEX CORPORATION

Tokyo Gas Co., Ltd. (President: Mr. Tsuyoshi Okamoto, hereafter “Tokyo Gas”) and INPEX CORPORATION (President: Mr. Toshiaki Kitamura, hereafter “INPEX”) have reached an agreement that Tokyo Gas Energy Co., Ltd. (President: Mr. Yuji Takanohashi, hereafter “TG Energy”), a wholly owned subsidiary of Tokyo Gas mainly running LPG business, and Teiseki Propane Co., Ltd. (President: Mr. Kasaburo Tamura, hereafter “Tei-Pro”), a wholly owned subsidiary of INPEX mainly running LPG business, will merge on 1 July , 2012, becoming effective subject to the approval of Japan Fair Trade Commission.

Through the merger, Tokyo Gas and INPEX aim to increase the corporate value by strengthening the management basis of TG Energy, the successor company, with more efficient business operations to be brought by the integration of highly complementary companies, TG Energy and Tei-Pro from the viewpoint of their market areas and existing supply infrastructure. Furthermore, Tokyo Gas and INPEX will try to realize the strategic LPG business in the future by organically coordinating the following items No.1 to No.3 below. .

No.1: Stable supply of feed LPG from the upstream LPG projects owned by INPEX

No.2: Loading business at the LPG loading terminals owned by Tokyo Gas and TG Energy

No.3: LPG retail and wholesale business owned by TG Energy and Tei-Pro

Through the merger and strategic coordination, Tokyo Gas and INPEX will supply LPG to the customers steadily and efficiently with the improved level of service.

### 1. Outline of the merger

1) Effective date 1 July, 2012

2) Method of the merger

Absorption-type merger where TG Energy is the surviving company and Tei-Pro is the dissolved company

3) Distribution of shares regarding the merger and the proportion of voting rights acquired by INPEX

TG Energy will newly issue 340,000 common shares allocated to INPEX as the shareholder of Tei-Pro.

Consequently, the proportion of voting rights in TG Energy held by INPEX will be 33.4%.

There is no change in the corporate name of TG Energy after the merger.

## 2. Outline of the companies concerned

	Surviving company		Dissolved company	
Corporate name	Tokyo Gas Energy Co., Ltd.		Teiseki Propane Co., Ltd.	
Head office address	4-2-8 Aoto, Katsushika-ku, Tokyo		4-2-3 Niizominami, Toda city, Saitama	
Establishment date	Feb. 11th, 1960		Feb. 25th, 1953	
Share capital	1 billion yen		80 million yen	
Shareholder	Tokyo Gas 100%		INPEX 100%	
President	Mr. Yuji Takanohashi		Mr. Kasaburo Tamura	
Business activities	LPG sales, Community gas utility business		LPG sales, Community gas utility business	
Account closing	March		December	
Business areas	Tokyo, Kanagawa, Saitama, Chiba, Ibaraki, Tochigi, Gunma		Saitama, Chiba, Ibaraki	
No. of employees*	194		83	
Sales	FY2009	FY2010	FY2010	FY2011
Unit: thousand yen	29,308,151	33,057,175	2,705,885	2,718,178

\*As of the end of December, 2011