Revision of gas tariffs accompanying amendment of the Consumption Tax Law and the Local Tax Law

February 21, 2014 Tokyo Gas Co., Ltd.

Today, Tokyo Gas Co., Ltd. notified the Minister of Economy, Trade and Industry of its decision to revise the general gas supply provisions and related provisions mainly for reflection of the new consumption tax rate accompanying amendment*¹ of the Consumption Tax Law and the Local Tax Law.

The consumption tax rate is being hiked from the current 5 percent to 8 percent effective April 1. The revision will reflect the new consumption tax rate in gas tariffs to customers beginning in April.

The amount of influence*² exerted by the revision on standard households per month is estimated at 161 yen in the Tokyo district, etc., 161 yen in the Gunma district, and 156 yen in the southern Gunma district.

For customers who have been continuously using city gas since March or earlier months, the revised tariffs will be applied beginning with the May meter readings.

Besides working for the expanded diffusion of natural gas, Tokyo Gas is committed to the continued pursuit of higher levels of management efficiency and contribution to attainment of the goals of enriched and pleasant living, a competitive domestic industry, and an environment-friendly and secure society.

Reference 1 Monthly influence on the standard household accompanying the consumption tax rate hike

	Current Tax	New Tax	Amount of
	Rate 5%	Rate 8%	influence
Tokyo District etc.	¥5,619	¥5,780	¥161
Gunma District	¥5,637	¥5,798	¥161
Southern Gunma District	¥5,455	¥5,611	¥156

Reference 2 Handling of the consumption tax rate

		March A		Ар	ril I		l ay
		meter-reading meter-		meter-re	eading mete		reading
		day		da	ay		lay
	3/1		4	/1	5/1		
		▼	▼		▼		
Gas tariff		March use	April use		May use		
Consumption tax	Customers using gas			8%	8%		
	beginning in April			0 70			
	Continuing customers using		5%				
	gas since March or earlier	5%			8%		
	months						

- *1 Specifically, amendment of the Consumption Tax Law and the Local Tax Law in accordance with "Partial revision of the Consumption Tax Act for the fundamental reform of the taxation system to achieve a stable source of revenue for social security" and "Partial revision of the Local Tax Law and the Law for Tax Revenue Allocations to Local Governments Act for the fundamental reform of the taxation system to achieve a stable source of revenue for social security".
- This amount is calculated on the basis of tariffs for meter readings in February 2014 and the average monthly gas use per household (over the five years fiscal 2006 2010). The average monthly gas use amounted to 32 m3 (at 45 MJ) in the Tokyo district etc., and 41 m3 (at 43.14 MJ) in the Gunma and southern Gunma districts.