

March 25, 2011

Tokyo Gas Co., Ltd.

Sale of Fixed Asset

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

Tokyo Gas Co., Ltd. (hereafter Tokyo Gas) and its 100% subsidiary, Tokyo Gas Toyosu Development Co., Ltd.(hereafter TG Toyosu Development) have reached the following agreement with the Tokyo Metropolitan Government regarding the sale of Toyosu District site and cost sharing for soil contamination counter measures, following the resolution at the Tokyo Gas board meeting held today.

1. Outline of the agreement

1) Sale and purchase agreement of the Toyosu District Site

(1) Sale price: JPY 55.9 billion (Tokyo Gas: JPY 3.2 billion,

TG Toyosu Development: JPY 52.7 billion)

(2) Land space: 105,193m² (Tokyo Gas: 6,453m², TG Toyosu Development: 98,740m²)

(3) Scheduled date of sale: March 31, 2011

(4) Reason of the sale: In response to the Tokyo Metropolitan Government's request

2) Cost-sharing agreement for soil contamination counter measures

(1) Amount of the cost-sharing: 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 conducted soil investigations of the Toyosu District site. Upon releasing the results of the investigation in 2001, Tokyo Gas completed 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 required legal procedures were completed at that time.

Subsequently, in further detailed investigations conducted by the Tokyo Metropolitan Government, a new contamination was confirmed and the Government decided to conduct countermeasures for soil contamination for the construction. Since 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.

2. Outline of the Asset

(unit: billion yen)

Location	Sale Price(A)	Book Value and others (B)	Profit(A)-(B)	Current Status
Toyosu District	55.9	16.2	39.7	Raw land
Total	55.9	16.2	39.7	

3. Outline of the counterparty

Name	The Tokyo Metropolitan Government
Address	2 Nishi-Shinjuku, Shinjuku-ku, Tokyo
Representative person	Shintaro Ishihara, Governor
Major shareholders and its share holdings	NA
Relationship	There are no worth mentioning capital, personal, business trading relationships between the two parties.

4. Outline of the schedule

Board resolution	March 25, 2011
Sale and purchase contract date	March 31, 2011
Transfer date of the land	March 31, 2011

4. Outlook

On March 31st 2011, Tokyo Gas Group plans to conclude the agreement for the sales of the Toyosu District site and the cost sharing involved in the countermeasures for soil contamination. As for the impact to our business results, please refer to the “Announcement of revision to forecast results” disclosed today.