



Presentation of 1Q financial results FY2005 (Year ending March 31, 2006)

July 28, 2005
Tokyo Gas Co., Ltd.

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FY2005 1Q Financial Results: Key Points

◆ Increase in Revenue, Decrease in Income

(compared with FY2004 1Q)

[Positive factors]

- Increase in residential gas sales volume
because of low temperature during the period
- Increase in industrial & wholesale gas sales
volume because of new demand development and increased
demand by existing customers .

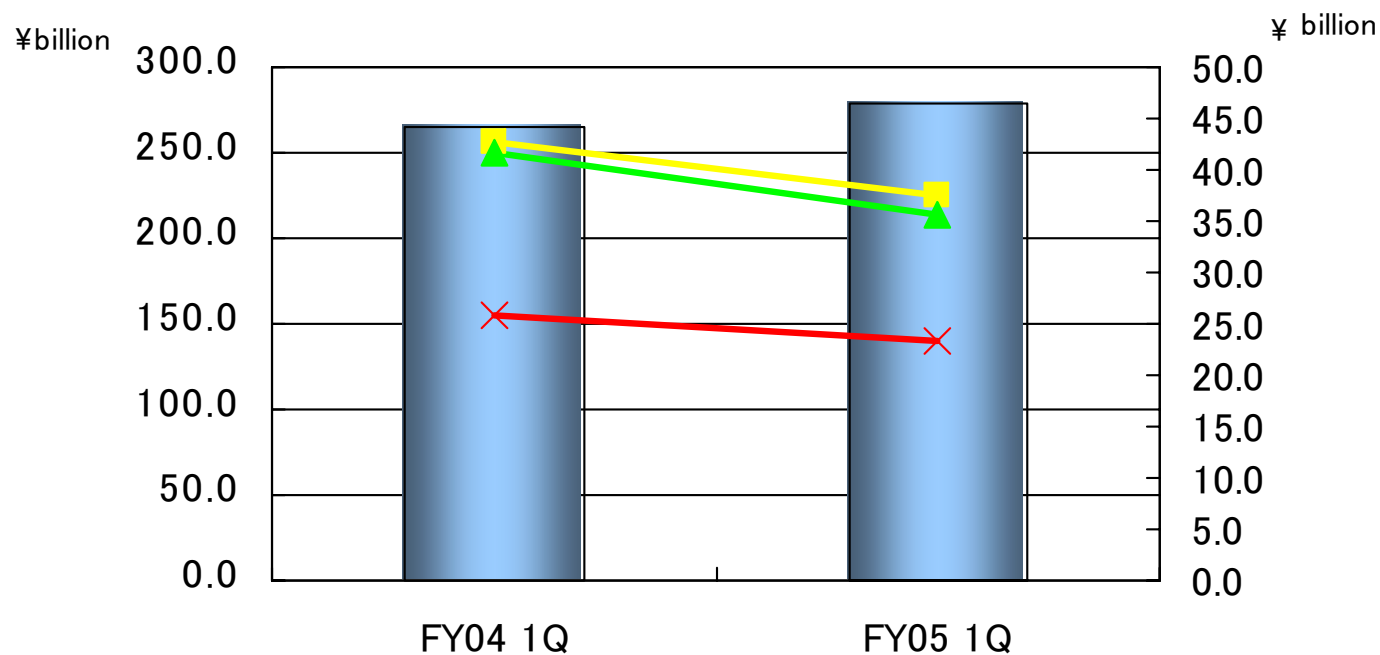
[Negative factors]

- Increase in raw material cost due to high rise in oil price
- Decrease in gas sales revenue by rate reduction

Summary of consolidated financial results

(Rounded down to nearest ¥0.1 billion)

	FY04 1Q	FY05 1Q	Change
Sales	264.5	278.5	+14.0(+5.3%)
Operating Income	42.8	37.4	-5.4(-12.5%)
Ordinary Income	41.7	35.6	-6.1(-14.6%)
Net Income	25.9	23.3	-2.6(-9.8%)

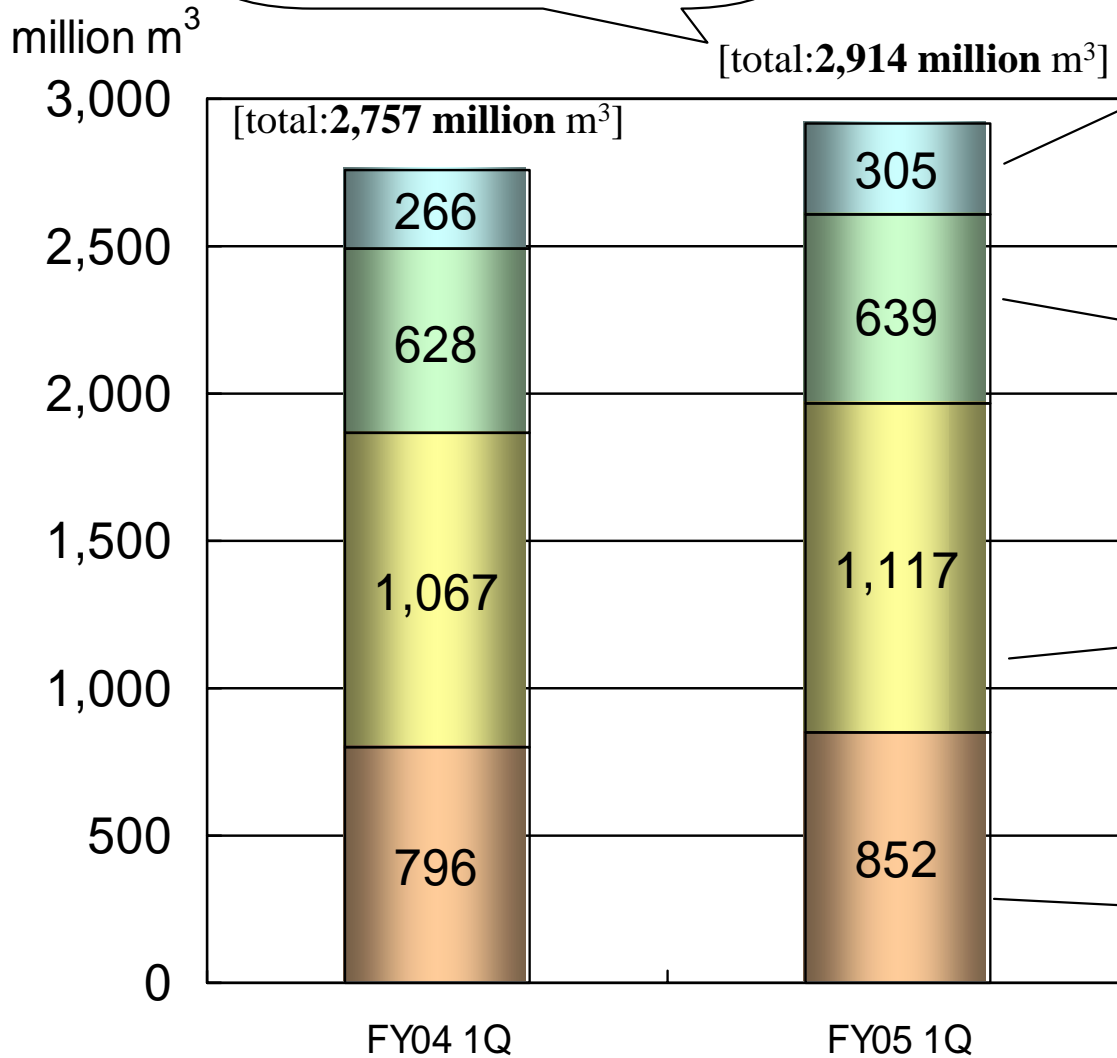


Sales
 Operating Income
 Ordinary Income
 Net Income

1Q gas sales volume

**+ 5.7% from previous year
(+157million m³)**

**[Factors of change
from FY2004 1Q to FY2005 1Q]**



**Wholesale supplies
+ 14.5% (+39 mil. m³)**
-Increased sales to other gas companies
- Increase in hot water demand due to low temperatures

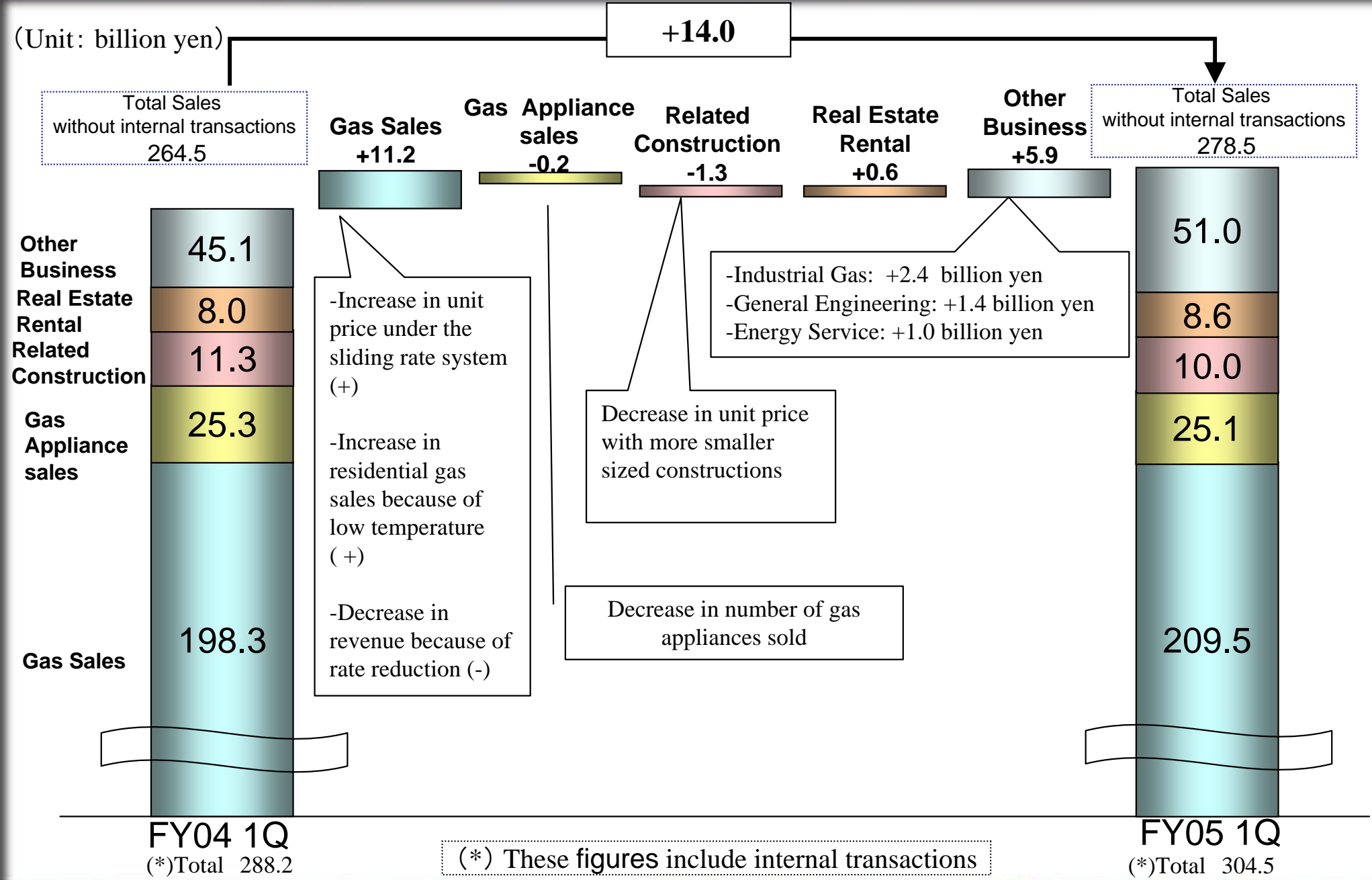
**Commercial and other business use
+1.8%(+11 mil. m³)**
-Increased demand by new customers
-Decrease in air conditioning demand due to low temperatures

Industrial use + 4.7% (+50 mil. m³)
-Increased demand by new & existing customers
-Decrease in power generation demand due to periodical repair

Residential use +7.0% (+56 mil. m³)
-Increase in hot water demand due to low temperatures

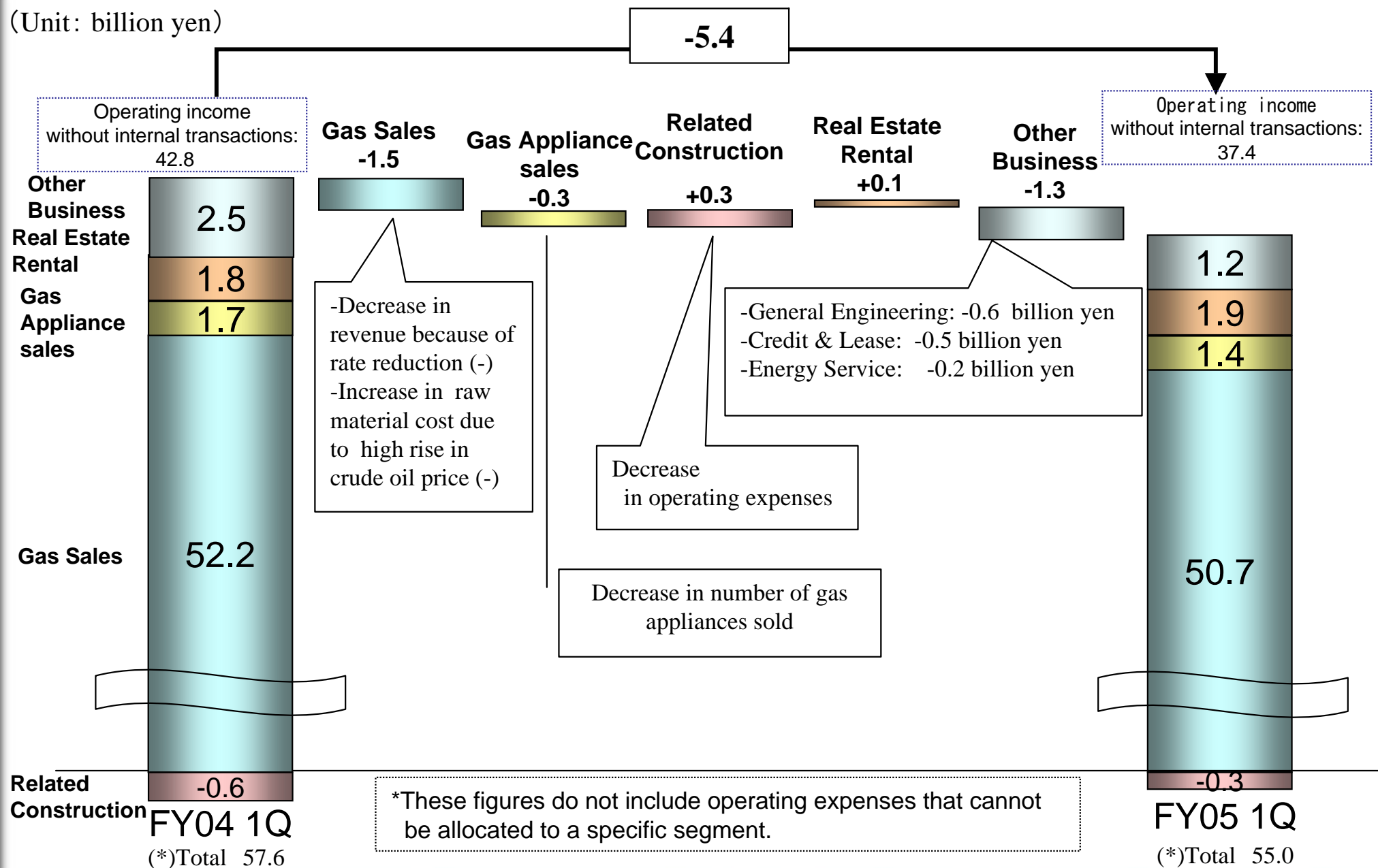
(Figures are rounded to the nearest million m³)

Reasons for Changes in Sales



Reasons for Changes in Operating Income

(Unit: billion yen)

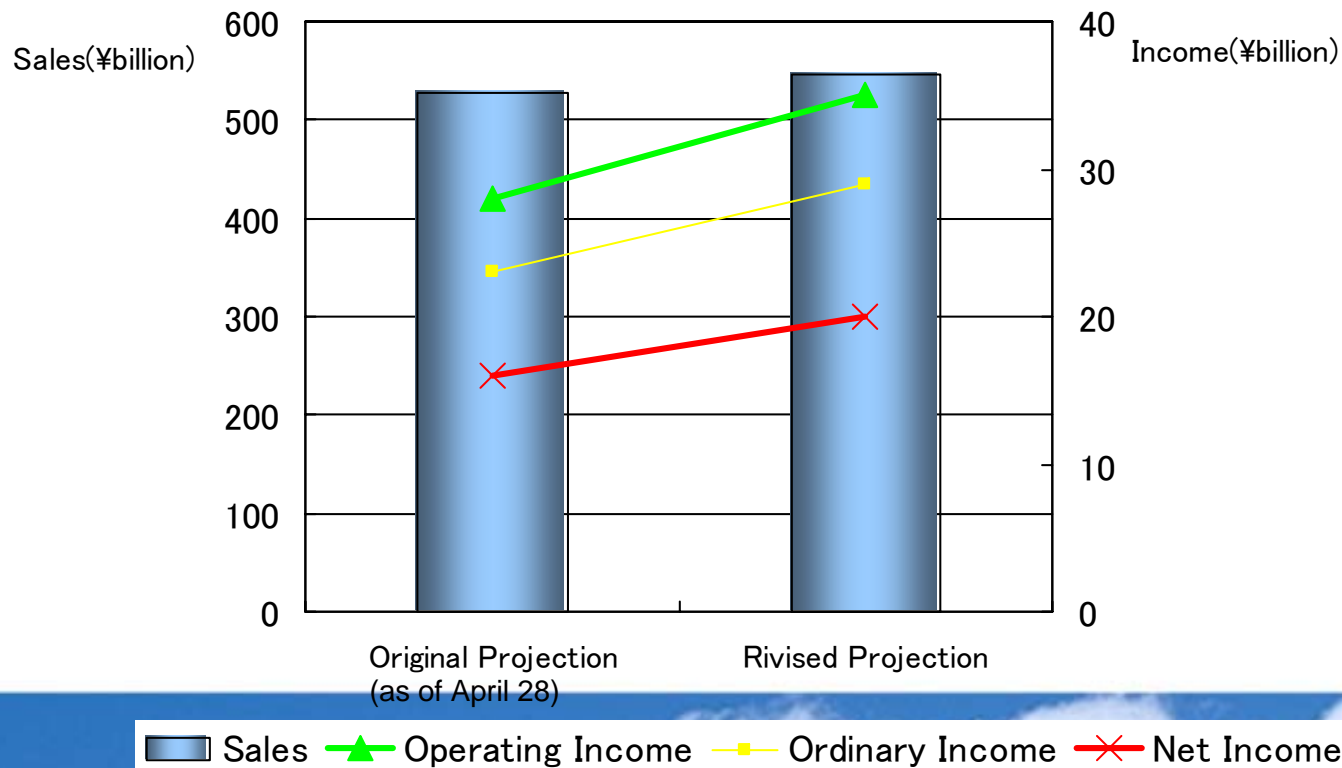


FY 2005 1st Half Performance Projection

(Rounded down to nearest ¥0.1 billion)

	Original Projection (as of April 28)	Revised Projection	Change
Sales	527.0	546.0	+19.0(3.6%)
Operating Income	28.0	35.0	+6.5(+23.2%)
Ordinary Income	23.0	29.0	+6.0(+26.1%)
Net Income	16.0	20.0	+4.0(+25.0%)
Exchange Rate (¥/US\$)	105.00	108.85	+3.85
Crude Oil Price (\$/bbl)	40.00	49.84	+9.84

(Note) Change in our forecast for Jul. – Sep. :Crude Oil Price \$50/bbl, Exchange Rate ¥110/US\$

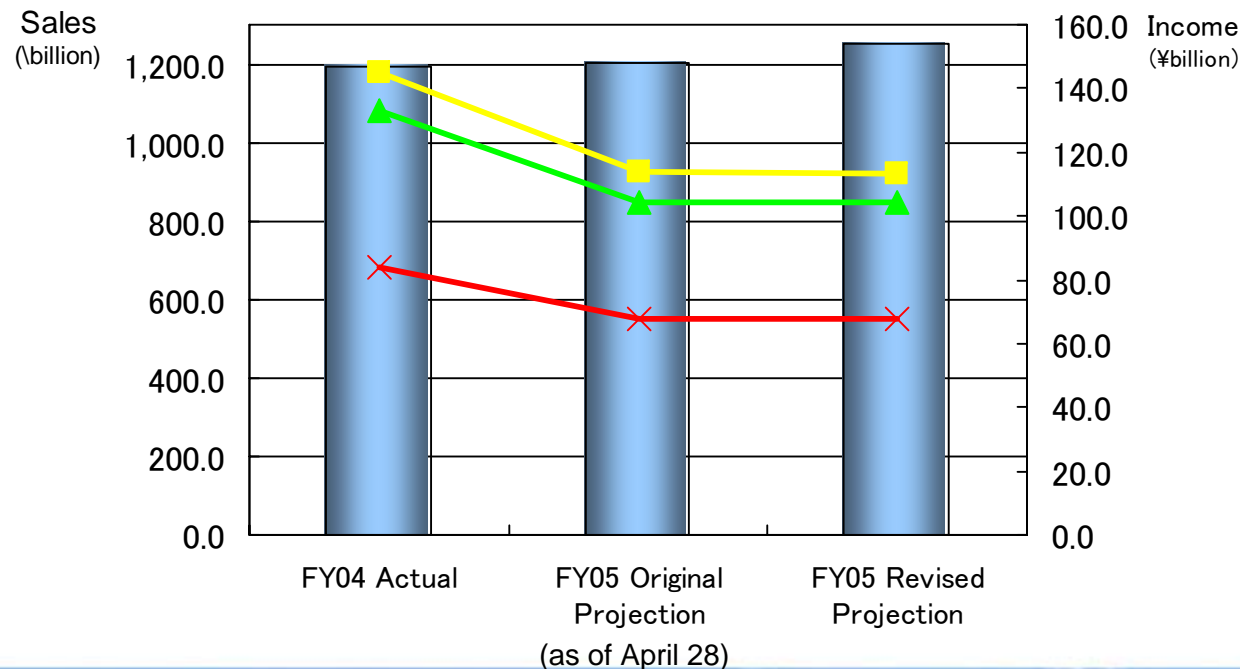


FY 2005 Performance Projection

(Rounded down to nearest ¥0.1 billion)

	FY 04 Actual	Original Projection (as of April 28)	Revised Projection	Change from FY 2004	Change from Original Projection
Sales	1190.7	1204.0	1251.0	+60.3	+47.0
Operating Income	145.3	114.0	113.0	-32.3	-1.0
Ordinary Income	132.8	104.0	104.0	-28.8	±0.0
Net Income	84.0	68.0	68.0	-16.0	±0.0
Gas Sales Volume (million m ³)	11,952	12,076	12,486	+534(+4.5%)	+410(+3.4%)
Exchange Rate (¥/US\$)	107.55	105.00	109.42	+1.87	+4.42
Crude Oil Price (\$/bbl)	38.77	38.00	49.92	+11.1	+11.92
Average Temp. (°C)	17.1	17.0	16.8	-0.3	-0.2

(Note) Change in our forecast for Jul. – Mar. :Crude Oil Price \$50/bbl, Exchange Rate ¥110/US\$



Sales
 Operating Income
 Ordinary Income
 Net Income