

July 30, 2009

## Participation in the Gorgon LNG Project

Tokyo Gas Co., Ltd.

Tokyo Gas Co., Ltd. ("Tokyo Gas"), President: Mitsunori Torihara, made a decision to participate in the Gorgon LNG Project, headed by Chevron in Western Australia. Tokyo Gas will soon establish a new wholly-owned subsidiary in Australia, Tokyo Gas Gorgon Pty Ltd, to enter into a binding contract for the equity acquisition.

Based on the Head of Agreement with Chevron in October 2005, Tokyo Gas has been in discussion for final agreements. The participation of Tokyo Gas will be effective subject to agreements on LNG purchase currently under discussion, final investment decision targeted in the second half of 2009 by the JV participants (Chevron, ExxonMobil, Shell), and necessary governmental approvals.

This project plans to produce 15 million tonnes of LNG per annum supplied from the gas fields including Gorgon and Jansz/lo located offshore Western Australia.

Tokyo Gas intends to expand its LNG value chain through further participation in upstream and transportation business which contributes to security of competitive LNG and growth of revenue base in order to promote the use of environmentally friendly natural gas.

Terms of participation include;

- acquisition of 1% interests in the Gorgon LNG project including the titles of gas fields, and rights in the developments of the gas fields, gas liquefaction facilities and marketing through Tokyo Gas Gorgon Pty Ltd
- corresponding percentage of the project costs

< Overview of the subsidiary >

The name of the company: Tokyo Gas Gorgon Pty Ltd. (100% subsidiary of Tokyo Gas)

Registration: Perth, Western Australia

Scheduled registration: early August 2009

< Reference > Gorgon Project Overview

Gas Fields : Western Australia Northeast Offshore

LNG Plant site : Barrow Island

JV Participants : Chevron 50%(Operator), ExxonMobil 25%, Shell 25%

LNG Supply : 15 million tons per year

Start Up : First gas is expected to be available within 5 years from Final Investment Decision

Targeted Final Investment Decision : Second half 2009

