

April 21, 2011

Partial transfer of equity of Shonai Wind-Power Generation Co., Ltd.

Tokyo Gas Co., Ltd.  
Shonai Wind-Power Generation Co., Ltd.  
Hitachi Engineering & Services Co., Ltd.  
Hitachi Capital Corporation

Tokyo Gas Co., Ltd. (Mr. Tsuyoshi Okamoto, President, hereinafter referred to as “Tokyo Gas”) has taken over 30.2% of issued shares of Shonai Wind-Power Generation Co., Ltd. (Mr. Kazuo Suzuki, President, hereinafter referred to as “Shonai Wind-Power Generation”) by third-party allocation of shares, where Hitachi Engineering & Services Co., Ltd. (Mr. Teruhiro Takizawa, President, hereinafter referred to as “Hitachi Engineering & Services”) and so forth are making an investment. Tokyo Gas and Shonai Wind-Power Generation also concluded sales and purchase agreement of environmental value certificate called “Renewable Portfolio Standard” (Abbreviated as “RPS”\*), equivalent to about 10 GWh, 30% of projected annual amount of electricity generated by Yuza wind-power plant operated by Shonai Wind-Power Generation. Shonai Wind-Power Generation is operating 2 wind power plants ( total power output; 15,910 kW, projected annual amount of electricity generated; 37 GWh) in Yamagata prefecture, including Yuza wind-power plant , established in December, 2003 and commenced in December 2010.

\* Electricity generated by renewables such as solar power, wind power, thermal and biomass, is regarded to have an environmental value of no CO2 emission, in addition to the value of electricity itself. The environmental value is tradable, separated by the value of electricity itself, and a corporation which purchased the environmental value is regarded as covered the purchased amount of electricity by renewable generated electricity.

Tokyo Gas, with the increasing social conscience toward environment, will contribute to the realization of low carbon emission society through purchasing and utilizing RPS, participating in the operation of Shonai Wind-Power Generation, in addition to energy supply mainly of city gas, and takes renewable energy to examine the decentralized energy system aiming at an ideal form of regionwide energy utilization. This is the second example of Tokyo Gas to participate in wind power project, after the construction of wind power plant in Sodegaura LNG terminal.

Hitachi Engineering & Services has concluded an agent contract in Japan of wind power facility of ENERCON GmbH (Germany, hereinafter referred to as “ENERCON”), whose facility is adopted by Shonai Wind-Power Generation, and

provides comprehensive design and service system from facility installation to construction and maintenance.

Hitachi Capital Corporation (Mr. Kazuya Miura, President, hereinafter referred to as “Hitachi Capital”) provides leasing service of wind power facility on Shonai Wind-Power Generation.

Shonai Wind-Power Generation, Hitachi Engineering & Services, and Hitachi Capital, with the participation of Tokyo Gas, will aim at more stabilized operation.

Tokyo Gas, Hitachi Engineering & Services, and Hitachi Capital also agreed to examine concretely how wind power operation is able to contribute on CO2 reduction, as a way of tackling global warming, under the partnership of three companies.

< Overview of wind power plants operated by Shonai Wind-Power Generation >

Plant name	Shonai wind power plant	Yuza wind power plant
Address	Sakata-city, Yamagata pref.	Yuza-cho, Akumi-Gun, Yamagata pref.
Generation Capacity	1,350kW (3 units of 450kW)	14,560kW (7 units of 2,080kW) Battery(installed capacity:4.5MW, 10,368kWh)
Annual amount of electricity	4GWh	33GWh
Buyer	Tohoku Electric Power Co., Inc.	Tohoku Electric Power Co., Inc.
Operation commenced	July, 2005	December, 2010

Photo of Yuza wind power plant

