

Announcement of Establishment of the “Tokyo Gas Real Estate Holdings++”

Today, Tokyo Gas Co., Ltd. (President: Mr. Michiaki Hirose, “Tokyo Gas”) has determined to establish the holdings company, “Tokyo Gas Real Estate Holdings Co., Ltd., (here in after “TG Real Estate HD”)*¹, in April, 2017, for supporting one of its businesses, “The Urban Development Services”**².

At the establishment, Tokyo Gas will transfer its equities related to the business, Tokyo Gas Urban Development Co., Ltd., (“TGUD”) and Tokyo Gas Site Development Co., Ltd., (“TGSD”), to the TG Real Estate HD.

Currently, regarding the real estate business in Tokyo Gas Group, TGUD is offering the services related to real estate management and development for some mid- and small-scale sites, and TGSD is offering the services related to the development and administration for our 4 big scale sites (Toyosu, Gofukubashi, Ginza and Tamachi).

From April, 2017, we will launch the sole parent company of the above 2 companies to manage the business, such as planning its strategy and managing its risk, integrally and strengthen. And then, Tokyo Gas Group is making further contribution to the urban development plans. At the establishment, the part of the services in the Real Estate Management Department in Tokyo Gas will be moved to the company.

To achieve the goals, “To evolve into the total energy business” and “To accelerate global business development”, set in “Main Policies FY2015-2017” to realize the “Challenge 2020 Vision” released in October 2014, Tokyo Gas Group is “reconstructing the group itself” not to overlook creating new sources of earnings flow with the advancing centralization of the necessary management resources of personnel, technology and know-how.

++ Provisional Title in English

*1 At this transfer, Tokyo Gas will receive the corporate shares of TG Real Estate HD.

*2 “The Urban Development Service” is the real estate business service. Tokyo Gas Group is going to contribute to community-based energy proposal and town planning by leveraging and maintaining own real estate.

<Tokyo Gas Real Estate HD>

Corporate Name (Provisional Title in English)	Tokyo Gas Real Estate Holdings Co., Ltd.
Established	April 1 st , 2017 (Scheduled)
Representative	TBD
Capital	¥10 million
Shareholder	Tokyo Gas 100%
Address	Minato-ku, Tokyo (in the headquarter building of Tokyo Gas)
Number of employees	A few

<The affiliated companies related to the equities transfer to Tokyo Gas Real Estate HD>

Company	TGUD	TGSD
Established	May, 1953	September, 1991
Representative	Yoshihiro Tanabe	Takashi Maruyama
Capital	¥11,894 million	¥50,000 million
Shareholder	Tokyo Gas 100%	Tokyo Gas 100%
Address	Shinjuku-ku, Tokyo	Minato-ku, Tokyo
Main Business	+Real Estate business +Property and casualty insurance agency	+Development and administration for the sites (Toyosu, Gofukubashi, Ginza, Tamachi)
Number of employees (at the end of FY2015)	162	15
Assets / Net Sales (FY2015)	Assets : ¥132,371 million Net Sales : ¥23,458 million	Assets : ¥69,242 million Net Sales : ¥2,059 million
Affiliate companies	Tokyo Gas Facility Service Co., Ltd. ^{*3} Park Tower Hotel Co., Ltd. ^{*3}	-----

*3 Wholly owned subsidiary of TG Real Estate HD

<Business formation (April, 2017~)>

