Editorial Policy

In fiscal 2011, the Company revised its editorial policy for its annual reports. The new policy calls for the stringent selection and concentration of information, such as financial data, business strategy explanations, and information on other areas of importance, to better facilitate investors' efforts to analyze the Company. For additional information, please refer to the following tools and websites.

Details of Challenge Vision 2020

The Tokyo Gas Group's Vision for Energy and the Future ~Challenge 2020 Vision~ (Released November 2011)

http://www.tokyo-gas.co.jp/IR/english/library/pdf/vision/vision2020_01.pdf





Quarterly Financial Results

Consolidated Financial Results Bulletin



http://www.tokyo-gas.co.jp/IR/english/library/earn_e.html

Contents

Operating	Performance	and
Impacting	Factors	

P.02

Operating Performance in Fiscal 2011	
A Three-Minute Overview	02

Key Points and Progress of Growth Strategies

. 17

-Enhancing the LNG Value Chain	17
Reducing Resource Costs and Expanding Overseas Operations	18
Building a Production and Supply Infrastructure to Cultivate Demand	22
Providing Diverse Energy Solutions	24
Capital Expenditures Plan	28

Policies of Management

_{P.}04

Discussion with the President	04
■ Highlights of the enhancement of the LNG value chain	05
Scenario for reducing resource prices	05
Approach toward acquiring upstream interests	06
Policy on unconventional natural gas	06
Scenario for augmenting gas sales volume	06
Conditions for making decisions on infrastructure investments that have not yet been determined	07
Background behind the scale of electric power generation business	07
■ Time when "ENE-FARM" began contributing to profits	07
Chances of actual results surpassing forecasts	07
■ Projection in cash flow distribution and shareholder returns	08
■ Forecast for fiscal 2012	08

Key Points Regarding Corporate Governance Systems

P. 20

Corporate Governance	29
Overview of Corporate Governance Systems	30
Internal Control System	30
Outside Directors	31
Officer Remuneration	32
Advisory Committee	32
Audits by Corporate Auditors	32
Independent Auditors	33
Compliance	33
Risk Management System*	34
Earthquake and Disaster Countermeasures	36
Toward the Realization of a Safe Gas Supply that is Even More Resistant to Disaster Damage	36
Board of Directors and Corporate Auditors	37

Overview and Potential of Tokyo Gas

 $_{\text{\tiny P}}09$

Overview and Potential of Tokyo Gas	09
The Potential of Natural Gas	10
Understanding Tokyo Gas through Comparison	12
Developing Business through the LNG Value Chain	14

Management's Analysis of Operating Performance in Fiscal 2011

Management's Discussion and Analysis	40
Consolidated Financial Statements	46
Consolidated Subsidiaries and	
Equity-Method Affiliates	51

^{*} The Company's recognition of and countermeasures for risks pertaining to business strategies in response to investor inquiries