

October 30, 2015

TonenGeneral Sekiyu K.K.  
Shimizu Corporation  
Shizuoka Gas Company, Ltd.

### **Establishment of New Company for LNG Thermal Electric Power Generation**

TonenGeneral Sekiyu K.K. (head office: Minato-ku, Tokyo; president: Jun Mutoh; “TonenGeneral” herein), Shimizu Corporation (head office: Chuo-ku, Tokyo; president: Yoichi Miyamoto), and Shizuoka Gas Company, Ltd. (head office: Suruga-ku, Shizuoka City, Shizuoka; president: Hiroshi Tonoya; “Shizuoka Gas” herein) announce the establishment of Shimizu LNG Thermal Power Generation Godo Kaisha (“the new company” herein) for the joint advancement of a project for the construction of a LNG-fueled thermal electric power plant on the premises of the TonenGeneral Shimizu terminal.

The main functions of the new company will include the implementation of technological studies for project development, as well as environmental assessments and associated external relations activities. TonenGeneral will be in charge of overall operations of the new company while continuing to work on LNG procurement methods and other matters involved in the development of the project. Shimizu Corporation and Shizuoka Gas will collaborate on the project with TonenGeneral, with Shimizu Corporation involved primarily in technological studies and Shizuoka Gas in external relations activities.

Establishment of the new company will enable TonenGeneral, Shimizu Corporation and Shizuoka Gas to fully utilize their knowledge and experience while further advancing the development of the power generation project. Final decisions regarding the investment will be made after taking into account factors such as environmental assessment results, construction costs, economic returns, the domestic electricity business environment including policy trends, and energy trends and policies both in Japan and abroad.

#### **Overview of Shimizu LNG Thermal Power Generation Godo Kaisha**

Head office:	1900, Sodeshi-cho, Shimizu-ku, Shizuoka-shi, Shizuoka (on the premises of the TonenGeneral Shimizu terminal)
President:	Masanori Ozaki
Paid-in capital:	100Myen
Date established:	October 30, 2015
Investment ratio:	TonenGeneral: 85%; Shimizu Corporation: 10%; Shizuoka Gas: 5%

#### **Overview of planned power plant**

Location:	On the premises of the TonenGeneral Shimizu terminal
Land area:	Approx. 130,000 m <sup>2</sup>

Output: Approx. 1.7 million kW maximum  
Fuel: LNG  
Power generation method: Gas turbine and steam (combined cycle power generation)  
Start of operation: 2021 (tentative)

###

Inquiries

TonenGeneral Sekiyu K.K.	Shimizu Corporation	Shizuoka Gas Company, Ltd.
W Building, 1-8-15 Kohnan, Minato-ku, Tokyo	2-16-1 Kyobashi, Chuo-ku, Tokyo Corporate Communication Department	1-5-38 Yahata, Suruga-ku, Shizuoka Corporate Service Department
Media Relations	Hideo Imamura	Public Relations and Regional Market Integration
Kosuke Kai, Makio Kozaki, Chie Arai Tel: 03-6713-4400	Tel: 03-3561-1186	Yoshiro Shibuya, Kentaro Hagiwara Tel: 054-284-4141

*[The official language for TonenGeneral Sekiyu's filings with the Tokyo Stock Exchange and Japanese authorities, and for communications with our shareholders, is Japanese. We have posted English versions of some of this information on this website. While these English versions have been prepared in good faith, TonenGeneral Sekiyu does not accept responsibility for the accuracy of the translations, and reference should be made to the original Japanese language materials.]*