

July 29, 2008

**Establishment of 2 affiliates**  
**for management of power business at Semboku Terminals**

Osaka Gas Co., Ltd. announced today the establishment of two new affiliated companies in relation to the power business currently being planned.

Of these two affiliates, Semboku Natural Gas Power Generation Company will own, operate the Semboku Power Plant, and supply electricity to be generated. Consisting of four units with the total capacity of 1,100 MW, the first of the plant is scheduled for launch of commercial operation in April 2009. The other company, Semboku Power Fuel Company, will be responsible for procurement and sale of LNG for the power plant. These affiliates are scheduled to be formed on November 4, 2008, with the capital of ¥250 million for the former, and ¥120 million for the latter.