

Direction of Spin-Off of the Gas Pipeline Segment

October 5, 2020
Osaka Gas Co., Ltd.

Osaka Gas Co., Ltd. (President: Takehiro Honjo; hereinafter, "Osaka Gas") today announced that it has decided the following direction regarding the legal separation of the gas pipeline segment, which is required to be implemented from April 2022 under the Gas Business Act.

1. Company form after spin-off

In order to ensure further neutrality of the gas pipeline segment, we will consider spinning off our general gas pipeline business and establishing a gas pipeline company as a wholly-owned subsidiary under an operating holding company that operates the gas manufacturing, gas retail and other businesses.

2. Method of spin-off

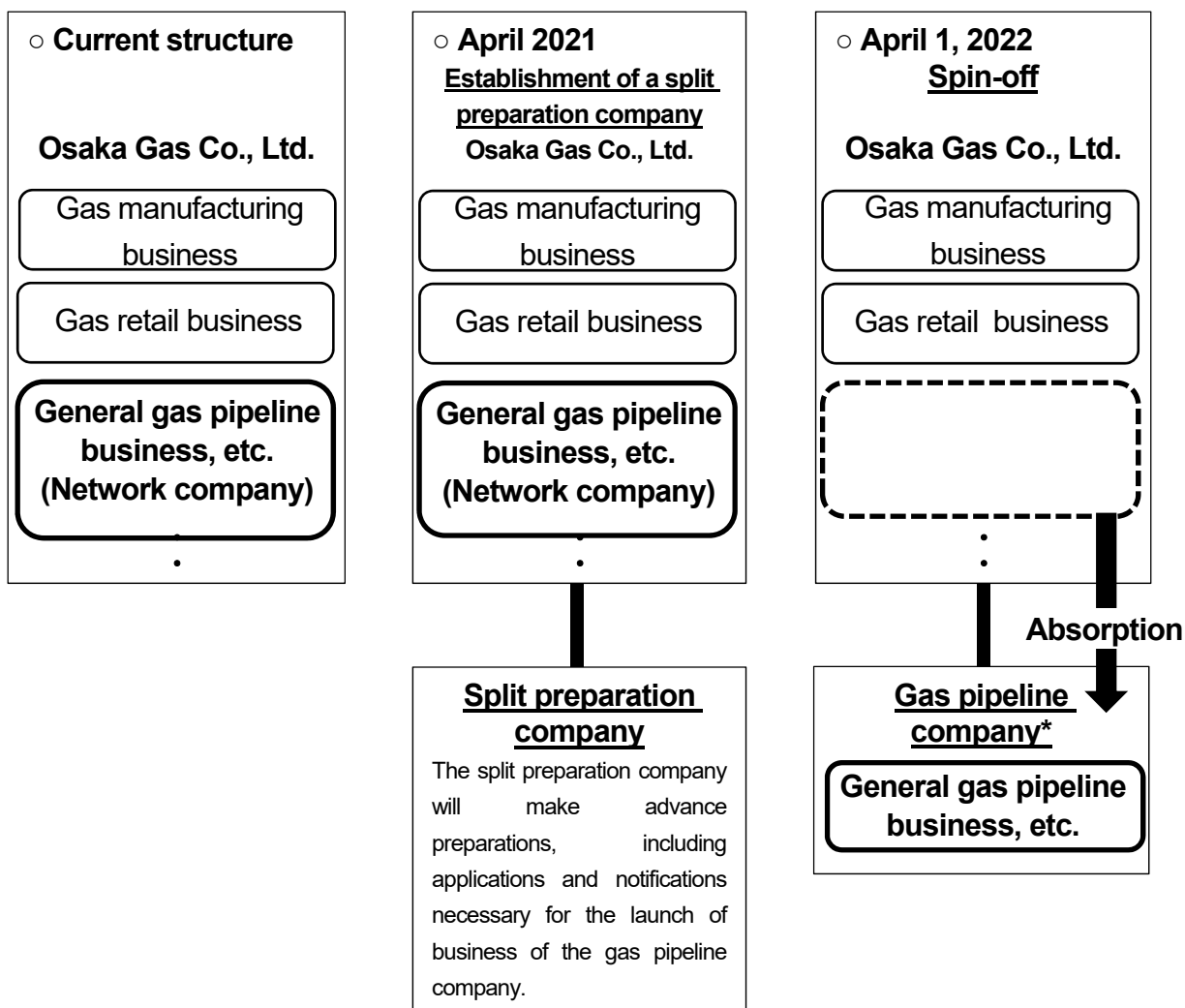
Absorption-type company split with Osaka Gas being the split company and a split preparation company being the succeeding company.

3. Future schedule

April 2021	Establishment of a split preparation company
April 2021	Conclusion of an absorption-type company split agreement (conclusion between Osaka Gas and the split preparation company)
June 2021	Approval of the absorption-type company split agreement by a resolution of the General Meeting of Shareholders
April 1, 2022	Effective date of absorption-type company split (spin-off)

The company split of the general gas pipeline business will be implemented subject to approval by a resolution of Osaka Gas's Annual Meeting of Shareholders scheduled to be held in June 2021 and approval, etc. of the competent authorities.

[Reference] Future business structure (conceptual image)



* On April 1, 2022, the split preparation company will succeed from Osaka Gas Co., Ltd. the assets/liabilities and other rights/obligations related to the general gas pipeline business,