



Notice regarding Repurchase and Cancellation of Treasury Stock

(Repurchase of Treasury Stock in accordance with the Article of Incorporation under Article 165-2 of the Companies Act, and the Cancellation of Treasury Stock in accordance with the Article 178 of the Companies Act)

October 25th, 2018

Company name: NIPPON GAS CO., LTD.

Ticker Code: 8174

URL: <http://www.nichigas.co.jp/>

Stock exchange listing: Tokyo Stock Exchange

Representative: Shinji Wada, President and Representative Director

Contact: Shinichi Kiyota, Director

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Nippon Gas Co., Ltd. (“NICIGAS”) hereby announces that its Board of Directors Meetings held today made a resolution for the Repurchase and Cancellation of Treasury Stock, as per Article 165-3, Article 156 and Article 178 of the Companies Act. The details are as follows;

1. Reason for the Repurchase of Treasury Stock

NICIGAS decided the repurchase of its treasury stock with the aim to enhance the return to shareholders and to improve its capital efficiency, based on its strong balance sheet to support the growth strategy.

2. Details of the share repurchase

(1) Class of shares to be repurchased	Common shares
(2) Total number of shares to be repurchased	1,250,000 shares (maximum) (Equivalent to 2.9% of outstanding shares, excluding treasury stock)
(3) Total repurchase amount	5 billion yen (maximum)
(4) Repurchase period	From November 1st, 2018 to October 31st, 2019
(5) Repurchase method	Market purchases at Tokyo Stock Exchange
(6) Plan for the repurchased shares	All the repurchased shares to be cancelled (plan)

3. Details of the Cancellation of Treasury Stock

(1) Class of shares to be canceled	Common shares
(2) Total number of shares to be cancelled	5,588,059 (Equivalent to 11.5% of outstanding shares including treasury stock)
(3) Effective date of the cancellation	November 9th, 2018

(Reference Info.) Treasury stock held as of September 30th, 2018

Total number of shares issued (excluding treasury stock)	42,721,001 shares
Number of Treasury Stock	5,840,524 shares

Note: The number of Treasury Stocks includes 252,465 shares of the Company held by the “Directors’ Compensation BIP (Board Incentive Plan) Trust”.