

Kessan Tanshin (Consolidated) for 2002

February 21, 2003

Registration Company Name : TonenGeneral Sekiyu K.K.

Registered to : Tokyo Stock Exchange

Stock Code No. 5012

H.O. Address : Tokyo

(URL http://www.tonengeneral.co.jp)

Representative

Position : Representative Director, Chairman and President

Name : G. W. Pruessing

For further information, please contact :

Position : Management Support Manager

Name : T.Uchimura

Telephone : (03) 5425-9000

Date of BOD for Year-End Closing : February 21, 2003

Name of The Parent Company : ExxonMobil Yugen Kaisha Holding Ratio of The Parent Company 50.02%

Adoption of U.S. GAAP Accounting Standard : No

1. Business Performance for 2002 (January 1, 2002 ~ December 31, 2002)

(1) Consolidated Business Performance (Note) Amounts are shown in truncated Million Yen.

	Sales Revenue		Operating Income		Ordinary Income	
	M Yen	%	M Yen	%	M Yen	%
2002/12	1,928,868	(6.5)	4,840	(90.9)	8,261	(83.9)
2001/12	2,062,274	(-)	53,018	(-)	51,187	(-)

	Net Income		Net Income Per Share	Net Income Per Share, Diluted	Income Ratio to Shareholders' Equity	Ordinary Income Ratio to Total Assets	Ordinary Income Ratio to Sales Revenue
	M Yen	%	Yen	Yen	%	%	%
2002/12	8,474	(58.8)	13.9	-	3.5	0.8	0.4
2001/12	20,559	(-)	30.9	-	6.8	5.1	2.5

(Note) Investment P/L on Equity Method 2002/12 803 M Yen 2001/12 295 M Yen

Average No. of Issued Shares (Consolidated)

2002/12 608,833,591 Shares 2001/12 664,771,544 Shares

Change in Accounting Policies Yes

Percentage shown in Sales Revenue, Operating Income, Ordinary Income and Net Income are comparison with previous accounting period.

Due to the merger with Tonen Corporation on July 1, 2000, comparison with previous accounting period is omitted.

(2) Consolidated Financial Position

	Total Assets	Shareholders' Equity	Net Worth Ratio	Net Worth Per Share
	M Yen	M Yen	%	Yen
2002/12	964,494	216,638	22.5	366.03
2001/12	1,000,349	271,747	27.2	428.19

(Note) Number of Outstanding Shares as of December 31, 2002 (Consolidated)

2002/12 591,853,559 Shares 2001/12 634,636,543 Shares

(3) Consolidated Cash Flows Position

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at the End of Period
	M Yen	M Yen	M Yen	M Yen
2002/12	25,596	11,742	39,827	1,670
2001/12	75,753	25,958	50,057	4,158

(4) The Scope of Consolidation and Application of Equity Method

No. of Consolidated Subsidiaries : 13 Companies

No. of Subsidiary Companies which apply Equity Method : - Companies

No. of Connected Companies which apply Equity Method : 5 Companies

(5) Movement in the Scope of Consolidation and Application of Equity Method

Full-Consolidation : (New) - Companies (Exclusion) 1 Companies

Equity Method : (New) - Companies (Exclusion) - Companies

2. Projected Consolidated Earnings for 2003 Annual Accounting Period (January 1, 2003 ~ December 31, 2003)

	Sales Revenue	Ordinary Income	Net Income
	M Yen	M Yen	M Yen
First Half	970,000	6,000	6,000
Full Year	1,990,000	28,000	24,000

(Reference) Projected Net Income Per Share 40.55 Yen

Projection for 2003 above is prepared with data available on the disclosure date of this statements, and the actual earnings might differ from it due to various factors.

Please refer to Attachment . Operating Results (2) Prospective on next period regarding projection above.

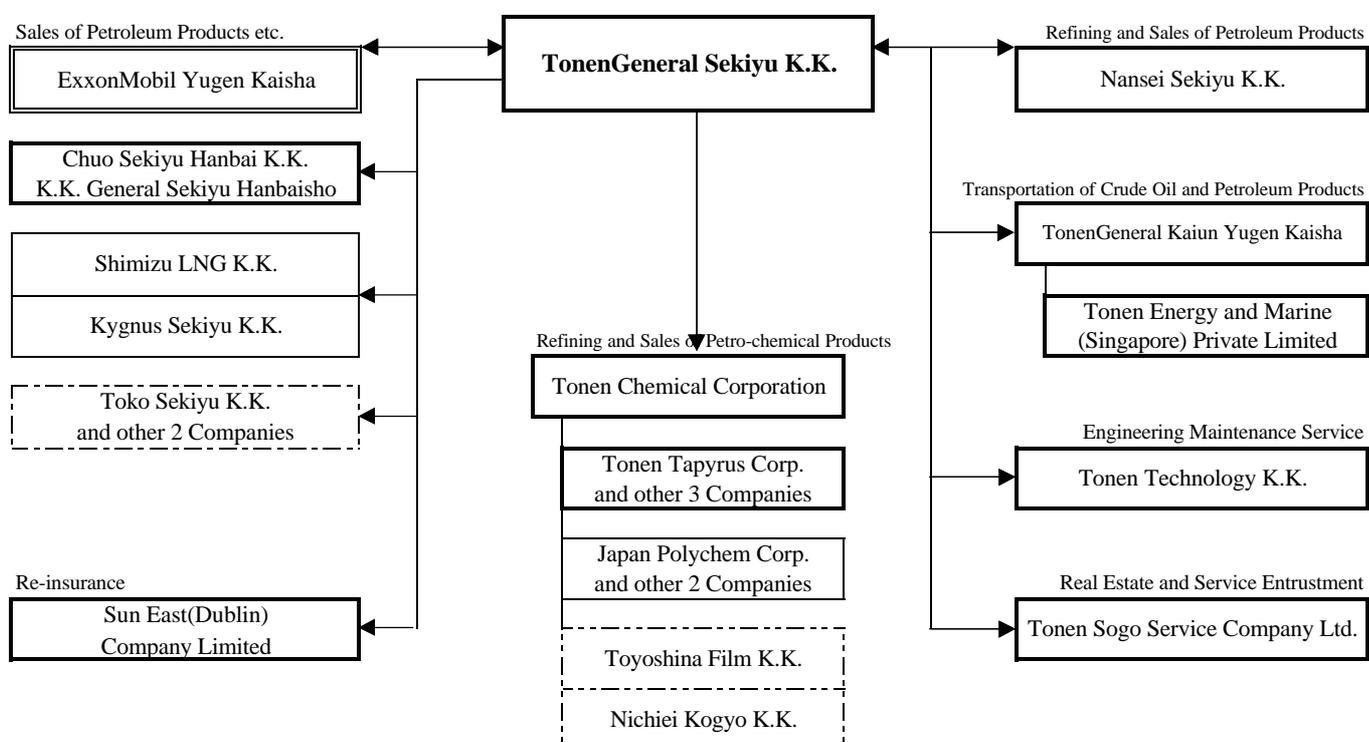
. Profile of Group Companies

The following shows the 26 group companies' (The Company, 13 Consolidated Subsidiaries, 5 Equity Companies, 6 Non-consolidated Subsidiaries and Connected Companies and 1 Parent Company) major businesses and position.

Segment	Function	Major Business	Name of Company	Number of Companies
Petroleum Products	Marketing	Sales of Petroleum Products	TonenGeneral Sekiyu K.K., ExxonMobil Yugen Kaisha, Kygnus Sekiyu K.K., Chuo Sekiyu Hanbai K.K., K.K. General Sekiyu Hanbaisho and other 3 companies	8
	Refining	Refining and Sales of Petroleum Products	TonenGeneral Sekiyu K.K. and Nansei Sekiyu K.K.	2
	Shipping	Transportation of Crude Oil and Petroleum Products	TonenGeneral Kaiun Yugen Kaisha and Tonen Energy and Marine(Singapore) Private Ltd.	2
	Others	Insurance, and Purchase and Sales of LNG	Sun East(Dublin) Company Ltd., Shimizu LNG K.K. and other 1 company	3
Petro-chemical Products	Refining & Marketing	Refining and Sales of Petro-chemical Products	TonenGeneral Sekiyu K.K., Tonen Chemical Corporation, Tonen Tapyrus K.K., Tonen Chemical Nasu Corp., Japan Polychem Corp., Nippon Unicar Corp., Tonex Corp. and other 3 companies	10
Others		Engineering Maintenance Service	Tonen Technology K.K.	1
		Real Estate and Service Entrustment	Tonen Sogo Service Company Limited and other 1 company	2

- (Note) 1. Effective June 1, 2002, Esso Sekiyu Yugen Kaisha, the parent company of TonenGeneral Sekiyu K.K., merged with Mobil Sekiyu Yugen Kaisha and other 2 companies; and renamed to ExxonMobil Yugen Kaisha.
 2. Tonen Chemical Corporation, TG's consolidated subsidiary, agreed with Mitsubishi Chemical K.K. in January 2003 that TCC will sell all the shares (Ratio of Voting Rights 35%) of Japan Polychem, one of TG's equity companies (Capital 20 BYen), to Mitsubishi Chemical K.K..

Business structure is as follows;



Parent Company



Consolidated Company



Equity Company



Connected Company

. Corporate Policy

(1) Mission of TonenGeneral

TonenGeneral will help lead Japan into the future by stably providing quality products, as the world's premier refiner and supplier, leveraging ExxonMobil's global network, to quickly and reliably respond to customers and circumstances so as to valuably contribute to shareholders, customers, employees, local communities and society.

(2) Corporate Strategy

Reflecting our slogan, "Power to Drive the 21st Century," TonenGeneral have announced the goal of its corporate strategy which is defined by the company as "Marketing" among best class in Japan and "Refinery and Supply" whose cost competitiveness and technology are on par with global standard.

Under the free competition, TonenGeneral will continue to grow and develop in the future, accelerating its efforts to enhance business efficiency and profitability with global level.

(3) Key Principle

To realize corporate strategy, we will strongly promote following items as key business policy

- Secure Safety, Healthy and Environment
- Secure Integrity of Business and Keep Flawless Operations
- Enhance efficiency and global competitiveness
- Provide attractive service and high add value
- Create vital organization by creative employee

(4) Dividend Policy

TonenGeneral considers providing superior total returns to shareholders as one of its top management priorities, with the objective of steadily increasing shareholder value over time. Our basic policy is to continue to provide returns to shareholders through stable dividends, while maintaining a solid financial structure and considering issues such as trends in consolidated cash flows and future capital expenditures.

(5) Lowering the Trading Unit

TonenGeneral regards raising liquidity of our stock as one of important management issues. However, it is estimated that lowering the trading unit requires a huge cost. Therefore, at present we do not believe that it is necessarily the best interest of all of our shareholders. We continue to monitor market conditions, while investigating the best way to enhance both liquidity and the interests of all of our shareholders.

. Financial Results

(1) Business Overview

Although the Japanese economy began a cyclical recovery due to increased exports in the year 2002, it was not strong enough to sustain economic growth over time. This was due mainly to weak private consumption and corporate investment, reflecting a lack of confidence in the progress of structural reforms and world equity market declines.

Crude price moved up by around 10\$ a barrel from \$18-19 to \$28 through Jan-Dec periods in 2002. Toward spring, crude price hit at around \$25 reflecting the production cut in OPEC countries, and political concerns in the Middle East. After staying at a range of \$24 –25, crude price nose-slid to \$21 in November, but skyrocketed at around \$28 with OPEC's production cut, market concerns about the Middle East situation, and the oil strike in Venezuela. On the other hand, the strength of the yen against the US \$ in the 4th quarter helped to alleviate higher crude prices in yen terms. As a result, industry crude cost for the year 2002 has moved up by around 8 yen a liter.

Retail Pump Price restored only by around 2 yen for mogas and 1 yen for ADO per liter on a full year basis due to severe market competition. Competition in the oil industry continued through the year under the sluggish economic situation, demand shifts to alternative sources and overcapacity both in the refining and retail sectors. As a result, the industry failed to pass the high crude cost increase of 8 yen on to the market.

[Financial Results by Segment]

1) Petroleum Products

Domestic demand of petroleum products on a full year basis decreased by 1.7% versus last year. However gasoline sales slightly grew by 1.5%, Kerosene decreased by 2.0% mainly due to the warmer than normal weather in the 1st quarter. ADO also dropped by 3.3%, influenced by the continuing sluggish economy. FOC declined by 6.9%, despite of the demand increase in the 4th quarter from the power sector due to shutdown of nuclear power plants.

Sales revenue for the current term amounted to 2071.7 billion yen. Operating income was 2.2 billion yen due to decrease in margins caused by the fierce price competition under weak demand and also due to decrease in sales volume, especially in middle distillates.

2) Petrochemical Products

As for the petrochemical industry, the domestic demand kept flat through the year due mainly to the delay of domestic economic recovery and users' business transfer to overseas countries. On the other hand, exports exceeded imports as shown in the previous year supported by the firm demand in the People's Republic of China. The ethylene production volume in Japan was 7.15 million-ton, down 2.9% from last year.

Sales revenue for FY 2002 was 1489.7 billion yen due mainly to turn-around in Kawasaki factory and the withdrawal from MAH business (Oct. 2001).

Operating income was 6.4 billion yen owing to continuous efforts to reduce costs and withdrawal from non-profitable business.

3) Other Segment

As for engineering & maintenance business for refineries and terminals for national stock piling and outplacement agency business, sales revenue was 6.0 billion yen and operating income was 0.3 billion yen.

(2) Earnings Forecast

The earnings forecast for the period ending December 2003 is as follows:

Unit: billion yen

	<u>Parent-own</u>	<u>Consolidated</u>
Sales Revenue	2,000	1,990
Operating Income	17	25
Ordinary Income	17	28
Net Income	14	24

.Consolidated Financial Statements

Consolidated

Consolidated Balance Sheet

(Unit: Millions of Yen)

Account Titles	December End 2001	December End 2002	Dec. End 2002 vs. Dec. End 2001
Assets	1,000,349	964,494	-35,855
Current Assets	630,213	627,862	-2,350
Cash on Hand and In Bank	4,158	1,670	-2,487
Trade Accounts Receivable	430,642	424,045	-6,596
Inventories	144,066	154,715	10,648
Deferred Tax Assets	5,889	4,735	-1,153
Short-term Loans Receivable	27,590	29,700	2,109
Others	19,184	13,795	-5,389
Bad Debt Allowance	-1,317	-799	518
Fixed Assets	370,136	336,631	-33,505
Property, Plant and Equipment	281,368	266,951	-14,417
Buildings, Structures & Tanks	84,202	73,362	-10,839
Machinery and Equipment	80,060	70,201	-9,858
Land	107,405	105,686	-1,718
Others	9,701	17,699	7,998
Intangible Assets	6,286	6,487	201
Investments and Other Assets	82,481	63,192	-19,288
Investment in Securities	47,121	34,005	-13,116
Long-term Loans Receivable	7,677	1,917	-5,760
Deferred Tax Assets	10,504	10,063	-440
Others	17,177	17,206	28
Total Assets	1,000,349	964,494	-35,855

(Note) Amounts are reported in truncated Million Yen.

Consolidated

Consolidated Balance Sheet

(Unit: Millions of Yen)

Account Titles	December End 2001	December End 2002	Dec. End 2002 vs. Dec. End 2001
Liabilities	727,085	746,884	19,798
Current Liabilities	598,610	652,184	53,574
Trade Accounts Payable	209,292	215,489	6,196
Gasoline Tax etc., Payable	234,405	225,197	-9,208
Short-term Loans Payable	92,198	136,311	44,112
Commercial Paper	5,000	10,000	5,000
Guarantee Deposits Payable	12,374	11,772	-601
Others	45,338	53,414	8,075
Long-Term Liabilities	128,475	94,699	-33,775
Long-term Loans Payable	43,396	17,361	-26,035
Deferred Tax Liabilities	670	435	-235
Res. for Accrued Pension Costs	49,891	50,021	129
Res. Retirement Allowance for Officers	1,004	550	-454
Res. for Repairs	14,162	14,065	-97
Res. for Offshore Well Abandonment	1,776	1,776	-
Consolidation Adjusting Account	2,100	954	-1,145
Others	15,472	9,535	-5,937
Minority Interests	1,517	971	-545
Shareholders' Equity	271,747	216,638	-55,109
Capital	35,123	35,123	-
Capital Surplus	20,741	20,741	-
Retained Earnings	213,007	159,727	-53,280
Unrealized Holding Gains of Securities	3,009	1,608	-1,400
Foreign Currency Translation Adjustments	-36	-14	21
Treasury Stocks	-98	-548	-450
Total Liabilities, Minority Interests and Shareholders' Equity	1,000,349	964,494	-35,855

(Note) Amounts are reported in truncated Million Yen.

Consolidated Income Statement

(Unit: Millions of Yen)

Accounts Titles		2001 (January 1, 2001 ~ December 31, 2001)	2002 (January 1, 2002 ~ December 31, 2002)	Full Year 2002 vs. Full Year 2001	
Ordinary Income Section	Operating Income Section	Sales Revenue	2,062,274	1,928,868	-133,406
		Cost of Sales	1,952,129	1,866,573	-85,556
		Selling , General and Administrative Expenses	57,125	57,454	328
		Operating Income	53,018	4,840	-48,178
	Non-Operating Income Section	Non-Operating Income			
		Interest Income	329	484	154
		Dividends Received	280	247	-33
		Foreign Exchange Gain	-	1,791	1,791
		Consolidation Adjustments Account	-	1,166	1,166
		Equity in Earnings of Affiliates	295	803	508
		Others	679	635	-44
		Non-Operating Expenses			
		Interest Expenses	1,244	1,012	-231
		Foreign Exchange Loss	1,059	-	-1,059
		Others	1,113	694	-418
Ordinary Income		51,187	8,261	-42,925	
Extraordinary Income Section	Extraordinary Gain				
	Gain on Sales of Property, Plant and Equipment	3,081	10,323	7,242	
	Gain on Sales of Investment Securities	65	2,593	2,528	
	Gain on Business Transfer of Lubricants Oil Blending	-	848	848	
	Gain on Reversal of Bad Debt Allowance	280	105	-174	
	Adjustment of Assets to be Transferred on Merger	2,202	-	-2,202	
	Others	1,009	31	-977	
	Extraordinary Loss				
	Additional Allowance for Early Retirement	298	4,364	4,065	
	Loss on Sales and Disposal of Property, Plant and Equipment	1,550	2,934	1,384	
	Loss on Sales of Investment Securities	11	885	873	
	Evaluation Loss on Investment Securities and Other Assets	103	840	737	
	LPG Collection related Expense	253	768	515	
	Amortization of Retroactive Costs due to Pension Accounting	13,149	-	-13,149	
Loss on Withdrawal from Business	3,020	-	-3,020		
Evaluation Loss on Golf Club Membership	1,109	-	-1,109		
Others	159	147	-12		
Net Income Before Income Taxes		38,169	12,224	-25,945	
Current Income Taxes, Enterprise Tax		11,900	2,888	-9,011	
Deferred Income Taxes		5,519	686	-4,832	
Minority Interests		190	174	-15	
Net Income		20,559	8,474	-12,085	

(Note) Amounts are reported in truncated Million Yen.

Consolidated

Consolidated Statement of Retained Earnings

(Unit: Millions of Yen)

Account Titles	2001 (January 1, 2001 ~ December 31, 2001)		2002 (January 1, 2002 ~ December 31, 2002)	
	. Balance at Beginning of the Period		273,775	
. Additions other the Net Income				
Increase of Number of Consolidated Subsidiaries	26	26	-	-
. Deductions				
1 . Cash Dividends Paid	21,327		21,452	
2 . Retirement of Repurchased Treasury Stocks	59,999		40,301	
3 . Loss of Unappro. Retained Earnings by Merger in Consolidated Subsidiaries	27	81,354	-	61,754
Net Income		20,559		8,474
Balance at End of the Period		213,007		159,727

(Note) 1. Amounts are reported in truncated Million Yen.

2. Decrease of Loss of Unappro. Retained Earnings by Merger in Consolidated Subsidiaries in prior consolidated accounting period were due to merging into Tonen Tanker K.K., General Kaiun K.K. and Esso Senpaku Y.K.

Consolidated

Consolidated Statements of Cash Flows

(Unit: Million Yen)

Title	2001 (Jan. 1, 2001 ~ Dec. 31, 2001)	2002 (Jan. 1, 2002 ~ Dec. 31, 2002)
	Amounts	Amounts
.Cash Flows from Operating Activities		
Net Income before Income Taxes	38,169	12,224
Depreciation and Amortization	27,544	24,210
Increase (Decrease) in TAR	38,049	6,596
Increase (Decrease) in Inventories	29,696	10,648
Increase in TAP	33,320	6,196
Others	3,027	4,854
Sub-Total	87,654	33,724
Interests and Dividends Income Received	740	720
Procede from Business Transfer of Lubricants Oil Blending	-	848
Interest Paid	1,288	1,048
Payments for Additional Allowance for Early Retirement	617	1,611
Payments for LPG Collection related Expenses	-	1,021
Income Taxes Paid	10,735	6,016
Net Cash Provided by Operating Activities	75,753	25,596
.Cash Flows from Investing Activities		
Payments for Additions to Property, Plant and Equipment	13,623	19,199
Proceeds from Sales of Property, Plant and Equipment	4,555	18,804
Payments for Additions to Intangible Assets	659	1,284
Proceeds from Sales of Investment in Securities	17	9,137
Decrease in Short-term Loans Receivable, net	3,486	2,443
Long-term Loans Made	1,425	487
Collection of Long-term Loans Receivable	2,519	1,907
Payments for Acquisition of Subsidiary Stocks	22,600	-
Others	1,769	419
Net Cash Provided/ (Used) in Investing Activities	25,958	11,742
.Cash Flows from Financing Activities		
Increase in Short-term Debt, net	8,131	22,301
Increase in Commercial Paper, net	4,999	5,000
New Issuance of Long-term Debt	22,600	-
Payments for Repayment of Long-term Debt	4,206	4,224
Payments for Amortization of Repurchased Treasury Stocks	59,999	40,301
Payments for Purchase of Treasury Stocks	-	450
Cash Dividends Paid to Shareholders TonenGeneral	21,327	21,452
Cash Dividends Paid to Minority Interests	254	42
Payment to Minority Interests due to Capital Reduction	-	657
Net Cash Used in Financing Activities	50,057	39,827
.Decrease in Cash and Cash Equivalents	263	2,487
.Cash and Cash Equivalents at the Beginning of the Period	4,402	4,158
.Increase in Cash and Cash Equivalents due to New Consolidated Subsidiary	19	-
.Cash and Cash Equivalents at the End of the Period	4,158	1,670

(Note) Amounts are shown in truncated Million Yen.

Notes to the Consolidated Financial Statements

1. Scope of Consolidation

- Consolidated Subsidiaries: 13 Companies, see "I. Profile of Companies Group"
- Subsidiary Newly Eliminated from Consolidation: Tonen Energy International Corp.
- Non-consolidated Subsidiary: Kyushu Eagle K.K.

2. Scope of Application of Equity Method

- Number of Companies Accounted for by Equity Method: 5 Companies, see "I. Profile of Companies Group"
- Number of Companies Accounted for by Cost Method: 1 Non-consolidated Subsidiary and 5 Connected Companies

3. Closing Date of Consolidated Subsidiaries

Closing dates of consolidated subsidiaries are the same as that of TonenGeneral Sekiyu K.K. (TG).

4. Significant Accounting Procedures

(1) Evaluation Methods for Significant Assets

Inventories

- Goods, Products, Unfinished Products, Crude and Raw Materials: generally LIFO at the Lower of Cost or Market
- Supplies: Moving Average Method

Change in Accounting Procedure

Starting from this accounting period, TG and Nansei Sekiyu K.K. (NSS), a consolidated subsidiary, changed evaluation method of crude and products in transit from the acquisition cost by vessel to LIFO at the lower of cost or market in combined with landed crude and products respectively.

Implementation of new system enables us to control both of in transit and on hand crude and product inventory as a whole and to timely reflect the changing prices of crude and products, which are sensitive to the international market.

As a result, Inventories decreased by 12,811 million yen, and Ordinary Income and Net Income Before Income taxes decreased by the same amount, in comparing with the evaluation method as in the past. Moreover, as for an effect to business segments, please see No.8 which describes Segment Information.

Securities

- Others
 - Marketable: Market Value at Closing Date
 - Non-marketable: Moving Average Method

Derivative Financial Instruments, etc.: Market Value at Closing Date

(2) Depreciation and Amortization Method for Fixed Assets

- Property, Plant and Equipment: generally Declining Balance Method excluding 1 Consolidated Subsidiary
In addition, the range of service life for major type of assets are:
 - Buildings: 10 years to 50 years
 - Structures: 10 years to 25 years
 - Machinery and Equipment: 8 years to 15 years

Change in Accounting Procedure

Starting from this accounting period, NSS changed its depreciation method for property, plant and equipment from the straight line method to the declining balance method. This change is to harmonize accounting procedure among consolidated subsidiaries due to implementation of new system which is common with TG, as parent company.

As a result, Property, Plant and Equipment decreased by 17 million yen, and Ordinary Gain and Net Gain Before Income Taxes decreased by 15 million yen respectively, in comparing with the depreciation method as in the past. Moreover, as for an effect to business segments, please see No.8 which describes Segment Information.

- Intangible Assets: Straight Line Method
In-house computer software is amortized under the straight line method over its service life (5 ~ 15 years).

(3) Calculation Procedure for Reserves

- Allowance for Bad Debt

To provide for the losses due to bad debt, TG and consolidated subsidiaries accrue an estimated reserve for bad debt on ordinary receivables based on experienced bad debt ratio; and on highly doubtful receivables based on individual customer's financial position.

- Reserve for Accrued Pension Costs

To provide for the payment of employees' postretirement benefits, TG and consolidated subsidiaries accrue an estimated reserve based on projected benefit obligation and pension plan assets at the closing date. Moreover, any different costs caused by actuarial calculation are amortized starting from the next accounting period under the declining balance method over the average employees' remaining service years (12 years) as incurred. Prior service obligations are amortized under the straight line method over the average employees' remaining service years (15.5 years) as incurred.

- Reserve for Retirement Allowance for Officers

To provide for the payment of officers' postretirement allowance, TG and consolidated subsidiaries accrue an estimated amount of lump sum retirement allowance, on the basis that they retired at closing date.

- Reserve for Repairs

TG and 2 consolidated subsidiaries accrue an estimated reserve for periodic tank opening inspection expenses, as required by The Fire Service Law, based on actual payments; and for turn-around repair expenses relating to machinery and equipment based on actual payments and the repair plan.

- Reserve for Offshore Well Abandonment

In recognition of expenses required for offshore well abandonment when natural liquid gas production is terminated, TG accrues an estimated amount by the unit of production method.

(4) Translation Method for Foreign Currency Assets and Liabilities

Foreign currency assets and liabilities are translated into yen at the spot rate on the closing date and any difference in exchange rate is reflected to foreign exchange gain or loss.

(5) Accounting Procedure for Lease Transaction

Finance lease transaction without transfer of ownership of leased items to lessee is treated in the same way as a procedure for normal operating lease transaction.

(6) Other

Income Statement does not include any consumption tax transaction.

5. The Scope of the Evaluation of Assets and Liabilities

Assets and liabilities of the consolidated companies are evaluated by the partly market price basis method.

6. The Scope of the Amortization of Consolidation Adjustments Accounts

The consolidation adjustments accounts are amortized by the straight line method over five years.

When the amount is immaterial, the consolidation adjustment is amortized in lump-sum basis in the consolidated accounting period when the consolidation adjustment accounts were included.

However, on condition that the period of the amortization can be estimated and less than five years, the consolidation adjustments accounts are amortized by the straight line method over the estimated years.

7. The Scope of the Retained Earnings Distribution

Consolidated Statement of Retained Earnings is based on the appropriation during the current accounting period of consolidated subsidiaries.

8. The Range of Cash and Cash Equivalents at the Consolidated Cash Flow Statement

Cash and Cash Equivalents include cash on hand, deposits which are drawable at any time; and short-term advances, generally with original maturity of three months or less, which are readily convertible and present insignificant risk of change in value.

Remarks**1. Consolidated Balance Sheet related Information**

	<u>December 31, 2001</u>	<u>December 31, 2002</u>
(1) Accumulated Depreciation of Property, Plant and Equipment	723,672 M Yen	721,046 M Yen
(2) Long-term Allowance for Bad Debt	1,057 M Yen	1,217 M Yen
(3) Guarantees of Indebtedness	10,404 M Yen	9,089 M Yen
(4) Treasury Stocks Number of Shares Amount	105,475 shares 98 M Yen	689,459 shares 548 M Yen
(5) In the Loan Participation dealt by a consolidated subsidiary, total principal amount of Loans Receivable sold to the third party recorded in accordance with the Report No.3 of The Accounting Institution Committee of The Japanese Institute of Certified Public Accountants, issued on June 1, 1995.	242,659 M Yen	161,262 M Yen

2. Consolidated Statement of Cash Flows related Information

Relationship between Cash and Cash Equivalents at Closing Date and some Accounts in Balance

	<u>December 31, 2001</u>	<u>December 31, 2002</u>
Cash on Hand and in Bank	<u>4,158 M Yen</u>	<u>1,670 M Yen</u>
Cash and Cash Equivalents	<u><u>4,158</u></u>	<u><u>1,670</u></u>

3 .Lease Transaction

Finance lease without transfer of ownership of leased items to Lessee

(1) Acquisition Equivalent Amount, Accumulated Depreciation Equivalent Amount and Outstanding Balance at Closing Date.

	<u>As of Dec. 31, 2001</u>	<u>As of Dec. 31, 2002</u>
	Tool, Furniture and Fixture	Tool, Furniture and Fixture
Acquisition Equivalent Amount	1,646 M Yen	517 M Yen
Accumulated Depreciation Equivalent Amount	1,239 M Yen	424 M Yen
Outstanding Balance	<u>407 M Yen</u>	<u>93 M Yen</u>

(Note) Acquisition equivalent amount includes interest equivalent expense. These amount should be separately disclosed. However, we do not disclose them because they are very small in comparison with total property, plant and equipment.

(2) Outstanding Balance of Accrued Lease Fees at Closing Date

	<u>As of Dec. 31, 2001</u>	<u>As of Dec. 31, 2002</u>
Due One Year	214 M Yen	70 M Yen
Over One Year	193 M Yen	23 M Yen
Total	<u>407 M Yen</u>	<u>93 M Yen</u>

(Note) Outstanding Balance of accrued lease expense as of December 31, 2002 includes interest equivalent expense. These amount should be separately disclosed. However, we do not disclose them because they are very small in comparison with total property, plant and equipment.

(3) Lease Expenses paid and Depreciation Expenses for 2002

	<u>Previous Accounting Period</u>	<u>Current Accounting Period</u>
Lease Expense Paid	530 M Yen	144 M Yen
Depreciation Equivalent Expense	530 M Yen	144 M Yen

(4) Calculation Method of Depreciation

Straight Line Method with no residual value

4. Securities

2001 (January 1, 2001 ~ December 31, 2001)

Marketable Securities

(1) Other Securities with Market Value (As of December 31, 2001)

(Unit: Million of Yen)

	Type	Purchase Price	Book Value	Gain/Loss
Current Market Value exceeds the Original Acquisition Cost	(1)Stocks	3,727	9,356	5,628
	(2)Bonds	-	-	-
	National & Local Government Bonds	-	-	-
	Corporate Bonds	-	-	-
	Others	-	-	-
	(3)Others	-	-	-
	Sub-Total	3,727	9,356	5,628
Current Market Value not exceeds the Original Acquisition Cost	(1)Stocks	5,339	4,577	-762
	(2)Bonds	-	-	-
	National & Local Government Bonds	10	10	-
	Corporate Bonds	-	-	-
	Others	-	-	-
	(3)Others	-	-	-
	Sub-Total	5,349	4,587	-762
Total		9,077	13,943	4,866

(Note) TG and Consolidated Subsidiaries have taken Evaluation Loss Accounting for Marketable Securities (61M yen) in this Consolidated Accounting Period.

(2) Available-for-Sale Securities which were sold during in this Consolidated Accounting Period

(Unit: Million of Yen)

Sales Amounts	Total Amounts Gain on Sales of Securities	Total Amounts Loss on Sales of Securities
74	65	11

(3) Contents of Non-Marketable Securities (As of December 31, 2001)

(Unit: Million of Yen)

	Book Value	Notes
Other Securities		
Non-Listed Stocks	31,362	
Deposit in Trust Funds	1,834	
Investment Securities	17	

2002 (January 1, 2002 ~ December 31, 2002)

Marketable Securities

(1) Other Securities with Market Value (As of December 31, 2002)

(Unit: Million of Yen)

	Type	Purchase Price	Book Value	Gain/Loss
Current Market Value exceeds the Original Acquisition Cost	(1) Stocks	1,847	4,447	2,600
	(2) Bonds	-	-	-
	National & Local Government Bonds	-	-	-
	Corporate Bonds	-	-	-
	Others	-	-	-
	③) Others	-	-	-
	Sub-Total	1,847	4,447	2,600
Current Market Value not exceeds the Original Acquisition Cost	(1) Stocks	833	790	-42
	(2) Bonds	-	-	-
	National & Local Government Bonds	-	-	-
	Corporate Bonds	-	-	-
	Others	-	-	-
	③) Others	-	-	-
	Sub-Total	833	790	-42
Total		2,680	5,238	2,557

(Note) TG and Consolidated Subsidiaries have taken Evaluation Loss Accounting for Marketable Securities (806M yen) in this Consolidated Accounting Period.

(2) Available-for-Sale Securities which were sold during in this Consolidated Accounting Period

(Unit: Million of Yen)

Sales Amounts	Total Amounts Gain on Sales of Securities	Total Amounts Loss on Sales of Securities
7,293	2,593	885

(3) Contents of Non-Marketable Securities (As of December 31, 2002)

(Unit: Million of Yen)

	Book Value	Notes
Other Securities		
Non-Listed Stocks	28,766	
Investment Securities	11	

5. Derivative Financial Instruments

Contract Amount etc., Market Value and Evaluation Gain or Loss of Derivative

Currency Related

(Unit: Million Yen)

Subject of Deal	Type of Instrument	Previous Accounting Period (as of December 31, 2001)				Current Accounting Period (as of December 31, 2002)			
		Contract Amount		Market Value	Evaluation Gain/ (Loss)	Contract Amount		Market Value	Evaluation Gain/ (Loss)
			Over One Year				Over One Year		
Transactions Other than Market Transactions	Foreign Exchange Forward US\$ Buying	24,315	-	25,365	1,049	40,024	-	39,528	495
	Total	24,315	-	25,365	1,049	40,024	-	39,528	495

Previous Accounting Period
(Note) Calculation Method of Market Value
Closing market price is calculated
based on current market price.

Current Accounting Period
(Note) Calculation Method of Market Value
Ditto

Qualitative information regarding the derivative transaction above is omitted.

6 .Payment for employees' postretirement benefits

1 .Outline of Adopted Retirement Benefit Scheme

The company and consolidated subsidiaries have adopted qualified retirement pension plan and lump sum pension payment schemes, mainly as defined benefit pension scheme.

Heritage Tonen K.K. and a consolidated subsidiary has also adopted employee's pension fund system.

The company's qualified pension plan has changed in April 1, 1982 as for the employees of heritage General Sekiyu K.K., and in 1980 as for those of heritage Tonen K.K..

As of December 31, 2002, a qualified retirement pension plan is adopted by four companies of TG and its subsidiaries, while employee's pension fund system is adopted by two, and lump sum pension payment scheme by five companies.

2 .Items of Projected Benefit Obligations

(Unit :Millions of Yen)

	Previous Accounting Period (as of December 31,2001)	Current Accounting Period (as of December 31,2002)
Projected Benefit Obligations	154,000	165,457
Plan Assets	88,264	74,906
Non-deposited retirement pay obligations (+)	65,735	90,550
Unsettled frame of difference due to accounting standard	-	-
Unrecognized different costs due to actuarial calculation	20,261	46,325
Unrecognized prior service cost (Reduction of liabilities)	1,660	1,547
Consolidated balance sheet appropriation pure frame (+ + +)	43,813	42,678
Prepaid Pension Costs	6,078	7,343
Reserve for Accrued Pension Costs (-)	49,891	50,021

(注) 1 .Substitute portion of employee pension programs is included.

2 . Some consolidated subsidiaries adopt the simple method in calculation of projected benefit obligations.

3 .Items of Accrued Pension Costs

(Unit :Millions of Yen)

	Previous Accounting Period (January 31,2001 ~ December 31,2001)	Current Accounting Period (January 31,2002 ~ December 31,2002)
Service expense	4,957	4,568
Interest expense	4,027	3,838
Expected return on plan assets	5,908	5,719
Amortization of differences due to accounting standards change	13,149	-
Amortization of differences due to actuarial calculation	-	3,398
Charging off of a prior service cost	94	112
Employee premium frame of employee's pension fund	407	394
Accrued Pension Costs (+ + + + + +)	15,912	5,804

(注) 1 .Employee donation to employee's pension fund is deducted.

2 .Accrued Pension Costs of the consolidated subsidiary which has adopted the simple method is appropriated for Service expense.

4 .Items Related with Basis of Method in Projected Benefit Obligations Calculation

	Previous Accounting Period (as of December 31,2001)	Current Accounting Period (as of December 31,2002)
Period distribution method of estimated retirement benefits	Period fixed amount standard	Period fixed amount standard
Discount rate	2.60%	2.10%
Rate of expected return on plan assets	6.75%	6.75%
Processing years for the prior service cost	15.5 years (Amortized under the declining balance method over the certain years within the average employees' remaining service)	15.5 years Ditto
Processing years for different costs due to actuarial calculation	12 years (Prior service obligations are amortized under the straight line method over the average employees' remaining service years as incurred)	12 years Ditto
Processing years for difference due to accounting standard change	in lump sum on change	Ditto

7. Deferred Tax Accounting

(1) Items of Major Reasons for Deferred Tax Assets and Deferred Tax Liability

(Unit :Millions of Yen)

	Previous Accounting Period (as of December 31, 2001)	This Accounting Period (as of December 31, 2002)
(Deferred Tax Assets)		
Excess of Reserve for Retirement Allowance	22,826	21,637
Excess of Accumulated Depreciation	2,495	672
Excess of Reserve for Turnaround	2,479	2,569
Tax Loss Carry Forward Balance	1,782	2,239
Others	6,089	7,448
Total Deferred Tax Assets	35,672	34,566
(Deferred Tax Liabilities)		
Reserve for Replacement of Property	14,523	16,037
Unrealized Holding Gains of Securities	2,046	1,075
Other	3,380	3,090
Total Deferred Tax Liabilities	19,950	20,202
Net of Deferred Tax Assets	15,722	14,363

Net of Deferred Tax Assets is included in the following items of the consolidated Balance Sheet.

(Unit :Millions of Yen)

	Previous Accounting Period (as of December 31, 2001)	This Accounting Period (as of December 31, 2002)
Current Assets - Deferred Tax Assets	5,917	5,135
Fixed Assets - Deferred Tax Assets	33,675	32,920
Current Liabilities - Deferred Tax Liabilities	28	399
Long Term Liabilities - Deferred Tax Liabilities	23,841	23,292

(2) Major Factors of the difference between Statutory Effective Tax Rate and Actual Effective Tax Rate

	Previous Accounting Period (as of December 31, 2001)	This Accounting Period (as of December 31, 2002)
Statutory Effective Tax Rate	42.1 %	42.1 %
(Adjustment)		
Items Such as Entertainment Expense Never to be Recognized as a Loss	0.4 %	0.6 %
Items Such as Dividend Received Never to be Recognized as a Profit	0.3 %	0.7 %
Foreign Retained Earnings	2.4 %	- %
Unrecognized Deferred Tax Assets for Unrealized Loss	- %	8.4 %
Amortization of Discount on Purchase of a Subsidiary in Consolidated Adjustment Account	- %	4.0 %
Others	1.0 %	0.3 %
Actual Effective Tax Rate	45.6 %	29.3 %

8 .Segment Information

Consolidated

1. Segment Information by Business Line

2001 (January 1, 2001 ~ December 31, 2001)

(Unit: Millions of Yen)

	Oil	Chemicals	Others	Total	Elimination	Consolidated
. Net Sales and Operating Income						
(1) Sales Revenue to Third Parties	1,922,343	136,482	3,448	2,062,274	-	2,062,274
(2) Internal Transactions	245,403	55,714	4,700	305,817	(305,817)	-
Total	2,167,746	192,196	8,148	2,368,091	(305,817)	2,062,274
Operating Expenses	2,120,317	187,764	7,419	2,315,501	(306,246)	2,009,255
Operating Income	47,428	4,432	729	52,590	428	53,018
. Assets, Depreciation and Capital Expenditure						
Assets	965,668	147,540	4,164	1,117,373	(117,023)	1,000,349
Depreciation	22,988	4,548	8	27,544	-	27,544
Capital Expenditure	10,805	3,465	12	14,283	-	14,283

(Note)

- Based on classification of business lines by control business lines in the company.
- Classification method of business lines and major products which belong to each business line:
 - Petroleum: Gasoline, Naphtha, Jet Fuel, Kerosene, ADO, Heavy Fuel, Lubricants, LPG etc.
 - Petro-chemical: Ethylene, Propylene, Benzene, Toluene, Paraxylene etc.
 - Others: Real Estate, Engineering, Maintenance Service etc.
- As disclosed in the "Additional Information", starting from this consolidated accounting period, TG and the consolidated subsidiaries have adopted pension accounting. As a result, "Operating Expenses" for this consolidated period, accounting period of the Oil Segment and the Chemical Segment have decreased by 5,417M yen and 324M yen respectively. Also, the "Operating Income" of the Oil Segment and the Chemical Segment have increased by 5,417M yen and 324M yen respectively.

2002 (January 1, 2002, ~ December 31, 2002)

(Unit: Millions of Yen)

	Oil	Chemicals	Others	Total	Elimination	Consolidated
. Net Sales and Operating Income						
(1) Sales Revenue to Third Parties	1,799,685	125,457	3,725	1,928,868	-	1,928,868
(2) Internal Transactions	272,041	23,518	2,288	297,848	(297,848)	-
Total	2,071,727	148,976	6,013	2,226,717	(297,848)	1,928,868
Operating Expenses	2,074,001	142,535	5,654	2,222,191	(298,164)	1,924,027
Operating Income(Loss)	2,274	6,440	359	4,525	315	4,840
. Assets, Depreciation and Capital Expenditure						
Assets	926,058	157,083	3,196	1,086,338	(121,844)	964,494
Depreciation	19,781	4,410	18	24,210	-	24,210
Capital Expenditure	17,648	2,833	1	20,483	-	20,483

(Note)

- Business segments is classified by internal rule.
- Major products or business is classified as follows:
 - Petroleum: Gasoline, Naphtha, Jet Fuel, Kerosene, ADO, Heavy Fuel, Lubricants, LPG and etc.
 - Petro-chemical: Ethylene, Propylene, Benzene, Toluene, Paraxylene and etc.
 - Others: Real Estate, Engineering, Maintenance Service and etc.

3. Change in Accounting Procedure and etc.

- (1) Starting from this accounting period, TonenGeneral Sekiyu K.K. and Nansei Sekiyu K.K. (NSS), a consolidated subsidiary, changed evaluation method of crude and products in transit from the acquisition cost by vessel to LIFO at the lower of cost or market combined with landed crude and products respectively.
As a result, Cost of Goods Sold and Operating Loss for petroleum segment increased 12,811 million yen respectively in comparison with the prior procedure.
- (2) Starting from this accounting period, NSS changed depreciation method for property, plant and equipment from the straight line method to the declining balance method.
As a result, Operating Expenses and Operating Loss for petroleum segment increased by 15 million yen respectively in comparison with the prior procedure.

2. Segment Information by Geographical Area

This information is omitted, since Sales Revenues and Assets in the domestic market comprise over than 90% of total Sales Revenues and total Assets respectively in the previous consolidated period and this consolidated period.

3. Overseas Sales

This information is omitted, since Overseas Sales Revenues is less than 10% of consolidated sales revenues in the previous consolidated period and this consolidated period.

9. Transactions with Affiliated Companies

Consolidated

2001 (January 1, 2001 ~ December 31, 2001)

(1) The Parent Company and Main Corporate Shareholders

Attribute	Name	Address	Capital	Business	Equity Ratio to Total Voting Right	Relationship		Contents of Transaction	Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business				
Parent Company	Esso Sekiyu Private Ltd.	Minato-ku Tokyo	M Yen	Sales of Oil Products	Direct 28.4% Indirect 22.5%	1 person	Sales of Oil Products and Provision of Services	Trade Transaction	M Yen 651,988	TAR	M Yen 156,344
			173,984						TAP	59,737	
			7,417						Account Receivable	1,140	
			3,901						Account Expenses	536	

Transaction Terms and Policies for Determination of Terms, etc.

- (1) Sales prices of oil products were determined at fair value market prices.
- (2) Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Administrative Service Agreement", "Comprehensive Management Service Agreement" and "Logistics Service Agreement".

(Note) In the above amounts, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included the transaction amounts.

(2) Officers and Main Individual Shareholders

With no applicable matter

(3) Subsidiaries

With no applicable matter

(4) Affiliated Companies

Attribute	Name	Address	Capital	Business	Equity Ratio to Total Voting Right	Relationship		Contents of Transaction	Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business				
Parent Company's Subsidiaries	Mobil Sekiyu Private Ltd.	Minato-ku Tokyo	M Yen	Sales of Oil Products	Direct 22.5%	1 person	Sales of Oil Products, Provision of Services and Group Finance	Trade Transaction	M Yen 560,566	TAR	M Yen 118,550
			86,468						TAP	20,173	
			4,614						Account Receivable	790	
			1,674						Account Expenses	250	
							Group Finance	-	Short-term Loans	2,205	

Transaction Terms and Policies for Determination of Terms, etc.

- (1) Sales prices of oil products were determined at fair value market prices.
- (2) Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Administrative Service Agreement", "Comprehensive Management Service Agreement" and "Logistics Service Agreement".
- (3) As for the rate of interest on capital transaction, Loans Receivable adopts the rate 0.02% deducted from the next day weighted average banker's call rate without mortgage on the last bank business day of a week just before loan day. Loans payable adopts the rate 0.3% added to Japanese yen of transactions between bank of Tokyo which is announced two business days before the last bank business day of a month before the lease day.

(Note) In the above amounts, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included in the transaction amounts.

Attribute	Name	Address	Capital	Business	Equity Ratio to Total Voting Right	Relationship		Contents of Transaction	Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business				
Parent Company's Subsidiaries	ExxonMobil Business Services Private Ltd.	Minato-ku Tokyo	M Yen	Administrative Services	None	1 person	Administrative Services	Trade Transaction	M Yen 6,979	Account Receivable	M Yen 585
			14,991						Account Expenses	1,596	

Transaction Terms and Policies for Determination of Terms, etc.

Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Administrative Service Agreement".

(Note) In the above amounts, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included the transaction amounts.

Attribute	Name	Address	Capital	Business	Equity Ratio. to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
Parent Company's Subsidiaries	ExxonMobil Marketing Services Private Ltd.	Minato-ku Tokyo	M Yen	Marketing Sales	None	1 person	Marketing Sales	Trade Transaction	Provision of Services	M Yen 2,930	Account Receivable	M Yen 257
			3							3,979	Account Expenses	392

Transaction Terms and Policies for Determination of Terms, etc.

Accounts receivables and Account payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Management Service Agreement".

(Note) In the above amounts, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included the transaction amounts.

Attribute	Name	Address	Capital	Business	Equity Ratio. to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	ExxonMobil Asia Pacific Private Ltd.	Singapore	K U.S. \$	Sales of Oil Products	None	1 person	Sales and Purchase of Oil Products	Trade Transaction	Sales of Oil Products	M Yen 7,431	TAR	M Yen -
			37,320							Purchase of Oil Products	582,702	TAP

Transaction Terms and Policies for Determination of Terms, etc.

Purchase and sales prices of oil products in other than exchange transactions were determined at fair value market prices.

(Note) Consumption tax was excluded from the amount.

Attribute	Name	Address	Capital	Business	Equity Ratio. to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	ExxonMobil Sales and Supply	Fairfax Virginia U.S.A.	K U.S. \$	Sales of Oil Products and Crude	None	None	Sales and Purchase of Oil Products and Crude	Trade Transaction	Sales of Oil Products and Crude	M Yen 3,439	TAR	M Yen 3,140
			50,665							Purchase of Crude	711,710	TAP

Transaction Terms and Policies for Determination of Terms, etc.

Purchase and sales prices of oil products in other than exchange transactions were determined at fair value market prices.

(Note) Consumption tax was excluded from the amount.

Attribute	Name	Address	Capital	Business	Equity Ratio. to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	Esso Capital B.V.	Netherlands	K U.S. \$ 670,400	Financing Vehicle for Affiliates	None	None	Group Finances	Non-Operating Transaction	Interest Expenses	M Yen 49	Short-term Loans Payable	M Yen 38,200

Transaction Terms and Policies for Determination of Terms, etc.

Lease conditions are made into the level equivalent to the financial market in Japan.

2002 (January 1, 2002 ~ December 31, 2002)

(1)The Parent Company and Main Corporate Shareholders

Attribute	Name	Address	Capital	Business	Equity Ratio to Total Voting Right	Relationship		Contents of Transaction	Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business				
Parent Company	ExxonMobil Private Ltd.	Minato-ku Tokyo	M Yen	Sales of Oil Products	Direct 50.9%	3 person	Sales of Oil Products and Provision of Services	Trade Transaction	M Yen 851,083	TAR	M Yen 257,227
			158,637						TAP	67,868	
			10,336						Account Receivable	2,433	
			4,150						Account Expenses	2,194	
							Fund Transaction	Non-Operating transaction	-	Short-Term Loans Payable	333

Transaction Terms and Policies for Determination of Terms, etc.

- Sales prices of oil products were determined at fair value market prices.
- Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Administrative Service Agreement", "Comprehensive Management Service Agreement" and "Logistics Service Agreement".
- As for the rate of interest on capital transaction, Loans Receivable adopts the rate 0.02% deducted from the next day weighted average banker's call rate without mortgage on the last bank business day of a week just before loan day. Loans payable adopts the rate 0.3% added to Japanese yen of transactions between bank of Tokyo which is announced two business days before the last bank business day of a month before the lease day.

(Note) Esso Sekiyu Y.K., which was the Controlling Company of TG, merged with Mobil Sekiyu Y.K., ExxonMobil Business Services Y.K. and ExxonMobil Marketing Services Y.K. to form EMYK as of June 1st, 2002.

The transaction with Mobil Sekiyu Y.K., ExxonMobil Business Services Y.K. and ExxonMobil Marketing Services Y.K. from January 1, 2002 to May 1, 2002 is not included in the amounts above.

In the amounts above, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included in the transaction amounts.

(2)Officers and Main Individual Shareholders

With no applicable matter

(3)Subsidiaries

With no applicable matter

(4)Affiliated Companies

Attribute	Name	Address	Capital	Business	Equity Ratio to Total Voting Right	Relationship		Contents of Transaction	Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business				
Parent Company's Subsidiaries	Mobil Sekiyu Private Ltd.	Minato-ku Tokyo	M Yen	Sales of Oil Products	Direct 22.5%	1 person	Sales of Oil Products, Provision of Services and Group Finance	Trade Transaction	M Yen 215,651	TAR	M Yen -
			41,588						TAP	-	
			1,767						Account Receivable	-	
			621						Account Expenses	-	

Transaction Terms and Policies for Determination of Terms, etc.

- Sales prices of oil products were determined at fair value market prices.
- Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Administrative Service Agreement", "Comprehensive Management Service Agreement" and "Logistics Service Agreement".

(Note) The amounts above shows only transaction from January 1, 2002 to May 1, 2002.

In the amounts above, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included in the transaction amounts.

Attribute	Name	Address	Capital	Business	Equity Ratio to Total Voting Right	Relationship		Contents of Transaction	Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business				
Parent Company's Subsidiaries	ExxonMobil Business Services Private Ltd.	Minato-ku Tokyo	M Yen	Administrative Services	None	1 person	Administrative Services	Trade Transaction	M Yen 2,633	Account Receivable	M Yen -
			8,180						Account Expenses	-	

Transaction Terms and Policies for Determination of Terms, etc.

Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Administrative Service Agreement".

(Note) The amounts above shows only transaction from January 1, 2002 to May 1, 2002.

In the amounts above, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included in the transaction amounts.

Attribute	Name	Address	Capital	Business	Equity Ratio, to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
Parent Company's Subsidiaries	ExxonMobil Marketing Services Private Ltd.	Minato-ku Tokyo	M Yen	Marketing Sales	None	1 person	Marketing Sales	Trade Transaction	Provision of Services	M Yen 1,126	Account Receivable	M Yen -
			5							2,031	Account Expenses	-

Transaction Terms and Policies for Determination of Terms, etc.

Accounts receivables and Accounts payables were accrued amounts that the company should be paid or charged to affiliated companies based on "Comprehensive Management Service Agreement".

(Note) The amounts above shows only transaction from January 1, 2002 to May 1, 2002.

In the amounts above, consumption taxes were included in the outstanding balance of accounts receivables and payables, but not included in the transaction amounts.

Attribute	Name	Address	Capital	Business	Equity Ratio, to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	ExxonMobil Asia Pacific Private Ltd.	Singapore	K U.S. \$	Sales of Oil Products	None	1 person	Sales and Purchase of Oil Products	Trade Transaction	Sales of Oil Products	M Yen 3,119	TAR	M Yen -
			Purchase of Oil Products						120,776	TAP	14,325	
			Fund Transaction						0	Short-Term Loans Payable	20,784	

Transaction Terms and Policies for Determination of Terms, etc.

Purchase and sales prices of oil products in other than exchange transactions were determined at fair value market prices. Lease conditions are made into the level equivalent to the financial market in Japan.

(Note) Consumption tax was excluded from the amount.

Attribute	Name	Address	Capital	Business	Equity Ratio, to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	ExxonMobil Sales and Supply	Fairfax Virginia U.S.A.	K U.S. \$	Sales of Oil Products and Crude	None	None	Sales and Purchase of Oil Products and Crude	Trade Transaction	Sales of Oil Products and Crude	M Yen 21,846	TAR	M Yen 1,510
			50,890						Purchase of Crude	628,638	TAP	49,706

Transaction Terms and Policies for Determination of Terms, etc.

(Note) Consumption tax was excluded from the amount.

Attribute	Name	Address	Capital	Business	Equity Ratio, to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	Esso Capital B.V.	Netherlands	K U.S. \$ 670,400	Financing Vehicle for Affiliates	None	None	Group Finances	Non-Operating Transaction	Interest Expenses	M Yen 2	Short-term Loans Payable	M Yen -

Transaction Terms and Policies for Determination of Terms, etc.

Lease conditions are made into the level equivalent to the financial market in Japan.

(Note) Short-Term Loan from Esso Capital B.V. has been repaid in full on July 31, 2002.

Attribute	Name	Address	Capital	Business	Equity Ratio, to Total Voting Right	Relationship		Contents of Transaction		Transaction Amount	Account Titles	Outstanding Balance at Year End
						on Representing Officers	on Business					
ExxonMobil Affiliated Company	Mobil International Petroleum Corporation	Urbur Texas U.S.A.	K U.S. \$ 3,619,152	Financing Vehicle for Affiliates	None	None	Group Finances	Non-Operating Transaction	Interest Expenses	M Yen 2	Short-term Loans Payable	M Yen 40,001

Transaction Terms and Policies for Determination of Terms, etc.

Lease conditions are made into the level equivalent to the financial market in Japan.

. Productions, Consignments and Sales

1. Actual Production Volume

Actual production volume by segment of business lines.

(Unit: KKI, KTon)

Segment by Business Line	2002 (Jan. 1, 2002 ~ Dec. 31, 2002)	Comparison % with Previous Accounting Period	Main Products
Oil Products	35,552	4.0	Gasoline, Naphtha, Kerosene, ADO, LPG, etc.
Chemical Products	2,447	20.6	Ethylene, Propylene, etc.

(Note) The volume shown above is total volume produced by the consolidated refining companies.

2. Actual Consignment Volume

No consolidated companies received an order of consignment from a third party in this accounting period.

3. Actual Sales Amounts

Actual sales amounts by segment of business lines.

(Unit: Millions of Yen)

Segment by Business Line	2002 (Jan. 1, 2002 ~ Dec. 31, 2002)	Comparison % with Previous Accounting Period	Main Products
Oil Products	1,799,685	6.4	Gasoline, Naphtha, Kerosene, ADO, LPG, etc.
Chemical Products	125,457	8.1	Ethylene, Propylene, etc.
Others	3,725	8.0	Real Estate and Lease, Maintenance Service, etc.
Total	1,928,868	6.5	

(Note) (1) Actual Sales Amounts to Major Customers

(Unit: Millions of Yen)

Customers	2002 (Jan. 1, 2002 ~ Dec. 31, 2002)	Comparison % with Previous Accounting Period	Main Products	vs. Total Sales Amounts
ExxonMobil Private Ltd. (Former Esso Sekiyu Private)	851,083	30.5	Gasoline, Kerosene, ADO, LPG, etc.	44.12%
Mobil Sekiyu Private Ltd.	215,651	61.5	Gasoline, Kerosene, ADO, LPG, etc.	11.18%

(2) No consumption tax is included in the amounts above.

(3) The above actual sales volume shows sales amount to each customer.

(4) Esso Sekiyu Y.K., which was the Controlling Company of TG, merged with Mobil Sekiyu Y.K., ExxonMobil Business Services Y.K. and ExxonMobil Marketing Services Y.K. to form EMYK as of June 1st, 2002.