

[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.]



March 26, 2015

TonenGeneral Sekiyu K.K.
 Representative Director, President: Jun Mutoh
 (Stock Code: 5012 Tokyo Stock Exchange)
 Contact: Kosuke Kai
 ManagerPublic and Government Relations
 EMG Marketing Godo Kaisha
 Tel: 03-6713-4400

Notice of Amendment to Kessan Tanshin for the 2014

This is to inform a revision on Kessan Tanshin for the 2014, which was disclosed on February 13, 2015, as shown below.

Revised items are shown with **underline**.

1. Page 8

4. Consolidated financial statements (1) Consolidated balance sheet

(Before the amendment)

	Prior period (December 31, 2013)	Current period (December 31, 2014)
Investments and other assets		
Investment securities	35,592	19,870
Deferred tax assets	6,345	58,703
Other	18,698	<u>16,262</u>
Allowance for doubtful accounts	(139)	(118)
Total investments and other assets	60,496	94,718
Total non-current assets	639,127	718,447
Total assets	1,409,081	1,376,212

(After the amendment)

	Prior period (December 31, 2013)	Current period (December 31, 2014)
Investments and other assets		
Investment securities	35,592	19,870
Deferred tax assets	6,345	58,703
<u>Net defined benefit asset</u>	=	<u>3,920</u>
Other	18,698	<u>12,341</u>
Allowance for doubtful accounts	(139)	(118)
Total investments and other assets	60,496	94,718
Total non-current assets	639,127	718,447
Total assets	1,409,081	1,376,212

2. Page 14

(4) Consolidated statement of cash flows

(Before the amendment)

	Prior period (January 1, 2013 through December 31, 2013)	Current period (January 1, 2014 through December 31, 2014)
Cash flows from investing activities		
Purchase of property, plant and equipment	(12,490)	(24,440)
Proceeds from sales of property, plant and equipment	2,461	<u>3,573</u>
Purchase of intangible assets	(3,159)	(3,336)
Proceeds from sales of intangible assets	0	<u>(7)</u>
Purchase of investment securities	-	(2,727)
Payments of long-term loans receivable	(15)	(29)
Collection of long-term loans receivable	98	83
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,164)	(25,503)
Net cash provided by (used in) investing activities	<u>(14,270)</u>	<u>(52,388)</u>

(After the amendment)

	Prior period (January 1, 2013 through December 31, 2013)	Current period (January 1, 2014 through December 31, 2014)
Cash flows from investing activities		
Purchase of property, plant and equipment	(12,490)	(24,440)
Proceeds from sales of property, plant and equipment	2,461	<u>3,565</u>
Purchase of intangible assets	(3,159)	(3,336)
Proceeds from sales of intangible assets	0	<u>0</u>
Purchase of investment securities	-	(2,727)
Payments of long-term loans receivable	(15)	(29)
Collection of long-term loans receivable	98	83
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,164)	(25,503)
Net cash provided by (used in) investing activities	<u>(14,270)</u>	<u>(52,388)</u>

3. Page 18

(Change in accounting policies)

(Before the amendment)

- Application of Accounting Standard, etc. for Retirement Benefits

The Company has adopted the “Accounting Standard for Retirement Benefits” (The Accounting Standards Board of Japan(ASBJ) Statement No.26, May 17, 2012) (“Accounting Standard”), and the “Guidance on Accounting Standard for Retirement Benefits” (ASBJ Guidance No.25, May 17, 2012) (“Guidance”), effective from the end of the current period (excluding the provisions set forth in the main clause of paragraph 35 of the Accounting Standard, and the main clause of paragraph 67 of the Guidance). As a result, the Company has changed the accounting method to one that records, as a net defined benefit liability, the amount of retirement benefit obligations after deducting the amount of pension assets. Accordingly, the unrecognized actuarial difference and the unrecognized past service liabilities are recognized as a net defined benefit liability.

The Accounting Standard and other relevant rules are applied in accordance with the transitional measures provided in paragraph 37 of the Accounting Standard. The amount of impact resulting from the changes has been reflected in the measurements of defined benefit plans in the accumulated other comprehensive income at the end of the current period. As a result of these changes, a net defined benefit liability of 132,907 million yen has been recognized at the end of the current period, and the accumulated other comprehensive income has decrease by 12,109 million yen, with the minority interests being reduced by 5 million yen.

Net assets per share decreased by 33.26 yen.

(After the amendment)

- Application of Accounting Standard, etc. for Retirement Benefits

The Company has adopted the “Accounting Standard for Retirement Benefits” (The Accounting Standards Board of Japan(ASBJ) Statement No.26, May 17, 2012) (“Accounting Standard”), and the “Guidance on Accounting Standard for Retirement Benefits” (ASBJ Guidance No.25, May 17, 2012) (“Guidance”), effective from the end of the current period (excluding the provisions set forth in the main clause of paragraph 35 of the Accounting Standard, and the main clause of paragraph 67 of the Guidance). As a result, the Company has changed the accounting method to one that records, as a net defined benefit liability, the amount of retirement benefit obligations after deducting the amount of pension assets. Accordingly, the unrecognized actuarial difference and the unrecognized past service liabilities are recognized as a net defined benefit liability.

The Accounting Standard and other relevant rules are applied in accordance with the transitional measures provided in paragraph 37 of the Accounting Standard. The amount of impact resulting from the changes has been reflected in the measurements of defined benefit plans in the accumulated other comprehensive income at the end of the current period.

As a result of these changes, **a net defined benefit asset of 3,920 million yen** and a net defined benefit liability of 132,907 million yen **have** been recognized at the end of the current period, and the accumulated other comprehensive income has decrease by 12,109 million yen, with the minority interests being reduced by 5 million yen.

Net assets per share decreased by 33.26 yen.

4. Page 19

(Deferred tax accounting) a. Detail of deferred tax assets and deferred tax liabilities

(Before the amendment)

	Prior period (December 31, 2013)	Current period (December 31, 2014)
Deferred tax assets		
Tax loss carry forward	20,077 million yen	103,530 million yen
Net defined benefit liability	<u>43,952</u>	46,506
Valuation difference on securities	24,915	24,915
Land valuation difference	8,270	14,877
Provision for repairs	7,028	7,860
Accumulated impairment loss	2,887	2,611
Non-refundable deposits	2,290	2,331
Unrealized gains and losses	-	1,414
Accrued enterprise tax payable	1,100	198
Other	6,357	8,627
Subtotal	<u>116,880</u>	<u>212,874</u>
Valuation allowance	(51,373)	(86,062)
Total deferred tax assets	<u>65,506</u>	<u>126,811</u>
Deferred tax liabilities		
Deferred taxation on the gain from inventory valuation method change	(40,843)	(32,285)
Land valuation difference	(21,649)	(16,759)
Reserve for property replacement	(15,086)	(15,089)
Prepaid pension costs	(1,263)	<u>(1,192)</u>
Other	(2,126)	(3,136)
Total deferred tax liabilities	<u>(80,968)</u>	<u>(68,463)</u>
Net of deferred tax assets and liabilities	<u>(15,461)</u>	<u>58,348</u>

(After the amendment)

	Prior period (December 31, 2013)	Current period (December 31, 2014)
Deferred tax assets		
Tax loss carry forward	20,077 million yen	103,530 million yen
<u>Provision for retirement benefits</u>	<u>43,952</u>	=
Net defined benefit liability	=	46,506
Valuation difference on securities	24,915	24,915
Land valuation difference	8,270	14,877
Provision for repairs	7,028	7,860
Accumulated impairment loss	2,887	2,611
Non-refundable deposits	2,290	2,331
Unrealized gains and losses	-	1,414
Accrued enterprise tax payable	1,100	198
Other	6,357	8,627
Subtotal	116,880	212,874
Valuation allowance	(51,373)	(86,062)
Total deferred tax assets	65,506	126,811
Deferred tax liabilities		
Deferred taxation on the gain from inventory valuation method change	(40,843)	(32,285)
Land valuation difference	(21,649)	(16,759)
Reserve for property replacement	(15,086)	(15,089)
Prepaid pension costs	(1,263)	=
<u>Net defined benefit asset</u>	=	<u>(1,192)</u>
Other	(2,126)	(3,136)
Total deferred tax liabilities	(80,968)	(68,463)
Net of deferred tax assets and liabilities	(15,461)	58,348