

December 21, 2016

Press Release

TonenGeneral Sekiyu K.K.  
Contact:  
EMG Marketing Godo Kaisha  
Public Relations & CSR  
Tel: 03-6713-4400

## **Establishment of Lubricants Business Company**

TonenGeneral Sekiyu K.K. (head office: Minato-ku, Tokyo; president: Jun Mutoh; "TonenGeneral" herein) announces that it has established a lubricants business company through its subsidiary EMG Marketing Godo Kaisha.

### 1. Overview of company established

Company name:	EMG Lubricants Godo Kaisha
Head office:	1-8-15 Kohnan, Minato-ku, Tokyo
Name and title of representative:	Takahiro Honda, President (currently Executive Officer, TonenGeneral, and Executive Officer, Lubricants & Specialties Manager, EMG Marketing Godo Kaisha)
Main business:	Lubricants manufacture, sales, import/export and related business
Paid-in capital:	350 million yen
Commencement of operations:	April 1, 2017 (anticipated)
Owner and equity ratio:	EMG Marketing Godo Kaisha 100% (owner and equity ratio to be TonenGeneral 100% as of January 1, 2017, the date of the merger of TonenGeneral and EMG Marketing Godo Kaisha)

### 2. Purpose of establishment of company

TonenGeneral is proceeding with preparations for a business integration with the JX Group on April 1, 2017. After the business integration, the lubricants brands used by the two companies will continue to be used for some time, and the two companies plan to discuss future business development. It has been determined that the establishment of an independent company is appropriate from a standpoint of managing brands and other considerations.

TonenGeneral is in discussion with ExxonMobil regarding lubricants business model in Japan post April 1, 2017. Both TonenGeneral and ExxonMobil place the highest value on their past and current close collaboration, and remain committed to the continued presence of the Mobil brand in Japan.

There will be no change in the relationship between the TonenGeneral Group and its lubricants business partners, and we will work toward the further development of our relationships of trust built up over many years.

*[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.]*