

News Releases

March 31, 2005

Extraordinary Profit from Tosa IPP Joint Venture

1. Details of property being sold

Property:	Tosa Power Plant and all positions and rights conferred in the wholesale power supply agreement
Sale price:	¥16.1 billion
Gain on sale:	¥1.1 billion

2. Purchaser

Tosa Power Inc.

(Ownership: Taiheiyo Cement 20%, Electric Power Development Co., Ltd. 45%, Shikoku Electric Power Co., Inc. 35%)

3. Forecast

Taiheiyo Cement plans to book a ¥1.1 billion gain on the foregoing sale as extraordinary profit. However, this profit has already been factored into the FY3/05 earnings forecasts included in the company's consolidated and non-consolidated financial results for 1H FY3/05 announced on November 16, 2004.