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Posting of Scheme Document to Gallaher Shareholders

Tokyo, January 22, 2007 -- Japan Tobacco Inc. (JT) (2914) announced today that Gallaher Group Plc (Gallaher) has posted the scheme document to its shareholders on January 19 (UK time), in relation to the “Recommended Cash Offer for Gallaher Group Plc” announced on December 15, 2006.

The scheme document can be viewed at the Gallaher website (<http://www.gallaher-group/>).

The expected time schedule for the scheme of arrangement is as follows:

March 9, 2007	Court meeting and Gallaher’s extraordinary general meeting of shareholders to approve the scheme
April 18, 2007 (indicative)	Effective date of the scheme, subject to the satisfaction or waiver of relevant conditions

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Japan Tobacco Inc. is the world's third largest international manufacturer of tobacco products. The company manufactures internationally recognized cigarette brands including Camel, Winston, Mild Seven and Salem. Since its privatization in 1985, JT has actively diversified its operations into pharmaceuticals and foods. The company's net sales were ¥4.637 trillion in the fiscal year ended March 31, 2006.

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