



March 23, 2016

Company Name: Chiyoda Corporation

President & CEO: Shogo Shibuya

Stock Code: 6366

Stock Listings: First Section of the Tokyo Stock Exchange

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### Notice of Revisions to the Forecast of Consolidated Results and Dividend

Chiyoda Corporation (“Chiyoda”) announces today the following revisions to the consolidated financial forecast and dividend forecast for the fiscal year ending March 31, 2016, which were announced on May 14, 2015.

1. Revisions to the full year consolidated financial forecasts for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

(Millions of yen)

	Revenues	Operating income	Ordinary income	Profit attributable to owners of parent	Basic Earnings per share (Yen)
Previous forecast (A)	600,000	20,000	22,000	12,000	46.33
Revised forecast (B)	580,000	11,000	14,500	2,500	9.65
Increase (decrease) (B-A)	(20,000)	(9,000)	(7,500)	(9,500)	—
Percentage increase (decrease) (%)	(3.3)	(45.0)	(34.1)	(79.2)	—
(Reference) Results for the FY ended March 31, 2015	480,979	21,466	22,271	11,029	42.58

2. Reasons for Revisions

The forecast for operating income is expected to be lower primarily due to the increase in construction costs to meet delivery schedule for some petroleum related projects of which the gross profit margins are below the healthy range, as well as worsening performance of overseas group companies, affected by prolonged tumble in oil price. Meanwhile, we expect an increase in foreign exchange gains in ordinary income due to the impact of foreign exchange contract in the case of exchange rate fluctuations.



In addition, as shown in the “Notice of Extraordinary Loss (Goodwill Impairment)” issued today separately, we also revised the forecast of profit attributable to owners of parent due to Goodwill Impairment as extraordinary losses caused by acquisition of the shares of a group company in England.

Chiyoda will enhance more rigorous management for profit and loss, especially for the ongoing low profit projects and for the Group Companies.

Chiyoda also revised the exchange rate assumption used for the above forecasts from 120 yen to 115 yen to the U.S. dollar.

### 3. Revision to the year-end dividend forecast

Cash Dividend	Dividend per Share (Yen)	
	Year End	Year Total
Previous forecast (announced on May 14, 2015)	14.00	14.00
Revised forecast	8.00	8.00
(Reference) Results for the FY ended march31, 2015	13.00	13.00

### 4. Reasons for the revisions to the dividend forecast

Chiyoda sets its target payout ratio of over 30% of consolidated profit attributable to owners of parent and forecasts 14.00 yen per share for the fiscal year ending March31, 2016.

Chiyoda sincerely regrets to announce the revised dividend amount for the full year to 8.00 yen per share after having considered excluding the extraordinary loss due to the decrease in profit attributable to owners of parents forecast.

### 5. Responsibility of corporate management

In order to correctly recognize the managements’ responsibility for the above revision, we will resolve to cut the management compensation.

### 6. Forward-looking Statements

The forecasts and plans in this announcement are based on the information available to management on March 23, 2016, the date these materials were prepared. Actual results may differ significantly from these forecasts for a number of factors, including but not limited to changes in economic conditions and operating environment in Japan and overseas. We strongly request not to rely only on this forecast, in making investment decisions.