

<< Translation for Reference >>

May 7, 2021

Company Name: Chiyoda Corporation

President & COO: Masaji Santo

Stock Code: 6366

Stock Listing: Second Section of the Tokyo Stock Exchange

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Notice of Difference Between Forecast and Actual Performance and Dividend of Surplus to Preferred Stock

The following is a notice of the difference between the performance forecast for the 2020 financial year, announced on August 6, 2020, and the actual performance announced today.

In addition, the Company resolved at its board of directors meeting held today to issue a dividend of surplus to the preferred stock with the record date of March 31, 2021, as stated below. This will be referred for discussion and resolution at the Ordinary Shareholders Meeting to be held on June 23 of this year.

1. Difference between forecast and actual performance

- (1) Difference between forecast and actual performance for the 2020 consolidated financial year (April 1, 2020 through March 31, 2021)

	Net sales	Operating profit	Ordinary profit	Profit*	Net Profit per share
Forecast announced previously (A)	million JPY 280,000	million JPY 11,000	million JPY 9,000	million JPY 7,000	JPY 18.92
Actual performance (B)	315,393	7,015	8,462	7,993	22.76
Difference (B – A)	35,393	(3,985)	(538)	993	—
Difference (%)	12.6	(36.2)	(6.0)	14.2	—
Reference: Financial results for previous fiscal year (FY2019)	385,925	26,789	18,644	12,177	40.94

*Profit attributable to owners of parent

- (2) Reason for the difference

Sales exceeded the previously announced forecast due to increased contract amounts for some projects following discussing about the impact of Covid-19 with customers and achievement of actual progress

beyond expected progress in some projects through the financial year despite difficult circumstances, and other factors.

Operating profit was lower than forecast due to the Covid-19 pandemic continuing for longer than expected, delays in final investment decisions for some new projects, additional amortization of capitalized quote amounts incurred in estimation work of projects with uncertain progress, and other factors.

2. Dividend of surplus

(1) Details of dividend

Class A preferred stock:

	Determined amount	Most recent dividend forecast (Announced May 8, 2020)	Financial results for previous fiscal year (FY 2020)
Record date	March 31, 2021	Same as left	March 31, 2020
Dividend per share	JPY 20.78	TBD	JPY 0
Total dividend amount	JPY 3,636,500,000	–	JPY 0
Effective date	June 24, 2021	–	–
Source of dividend	Retained earnings	–	–

Note: No dividend will be paid to common stock.

(2) Reasoning

The dividend will be paid based on the articles of incorporation and the conditions stipulated at the time of the issuance of class A preferred stock.

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