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February 9, 2017

Company Name: Chiyoda Corporation

Senior Vice President: Keiichi Nakagaki

Stock Code: 6366

Stock Listings: First Section of the Tokyo Stock Exchange

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Notice of Non-operating Expense and Extraordinary Loss

Chiyoda Corporation (“Chiyoda”) announces today a Non-Operating Expense and an Extraordinary Loss incurred for the third quarter of the fiscal year ending March 31, 2017 as follows:

1. Outline of Non-operating Expense and Extraordinary Loss

EMAS CHIYODA Subsea Limited (“ECS” registered in UK. Chiyoda’s share: 35%), a business engaged in subsea construction work, has been conducting a detailed examination about its operating plan under the harsh business environment in its industry and found the future profitability much lower than originally anticipated. Thereafter, as the result of our investigation regarding the valuation of ECS shares and possibility of future loan collection, Chiyoda has decided to recognize a non-operating expense of ¥13,000 million for the loss of equity and an extraordinary loss of ¥23,800 million for the loan and other expenses.

2. Impact to the Full Year Consolidated Financial Results

The stated Non-operating Expense and Extraordinary Loss are reflected in Chiyoda’s third quarter results and in the revision to its Consolidated Financial Forecast for the fiscal year ending March 31, 2017, separately announced today.