



Financial Results for the Third Quarter Ended December 31, 2006

February 5, 2007



1. Financial Data

(¥ billion)

	07/3 3Q	06/3 3Q	Difference	YoY increase	Previous forecast	Progress ratio
New contracts	485.2	751.1	(265.8)	(35%)	400.0	121%
Revenues	334.4	258.8	+75.5	29%	420.0	80%
Operating income	21.0	14.0	+6.9	50%	25.0	84%
Ordinary income	26.4	15.6	+10.8	69%	28.0	95%
Net income	16.8	16.8	(0.0)	(0%)	16.5	102%
Exchange rate	¥119/\$	¥118/\$				

2. Revenues by Industry

(¥ billion)

Industry		07/3 3Q	06/3 3Q	Difference	YoY increase
	LNG	244.0	143.9	+100.0	70%
	Gas processing *1	13.2	15.4	(2.1)	(14%)
	Others	11.4	30.3	(18.8)	(62%)
Overseas		268.7	189.7	+79.0	42%
	Petroleum and petrochemicals	42.6	29.7	+12.8	43%
	Fine industries *2	13.9	11.7	+2.1	18%
	Others	9.0	27.5	(18.4)	(67%)
Domestic		65.6	69.1	(3.4)	(5%)
Total		334.4	258.8	+75.5	29%

Notes: * 1 Classified as "Other gas and power" in report of financial results.

* 2 Classified as "General industrial machinery" and "General chemicals" in report of financial results.

3. Income-related Items

(¥ billion)

	07/3 3Q	06/3 3Q	Difference
Gross profit	29.2	21.1	+8.0
SG&A expenses	8.2	7.0	+1.1
Operating income	21.0	14.0	+6.9
Non-operating income	5.4	1.5	+3.8
Ordinary income	26.4	15.6	+10.8
Extraordinary gain (loss) and tax	(9.6)	1.2	(10.9)
Net income	16.8	16.8	(0.0)

4. Balance Sheet

(¥ billion)

	06/12	06/3	Difference		06/12	06/3	Difference
Current assets	395.3	256.6	+138.7	Current liabilities	332.9	205.1	+127.7
Cash and time deposits	69.4	47.0	+22.4	Short-term loans	0.0	0.0	0.0
Trade receivables and cost of revenues in process	72.4	64.8	+7.5	Trade payables and advance receipts on revenues	310.8	187.8	+122.9
Jointly controlled assets of joint venture	239.5	131.3	+108.1	Others	22.0	17.2	+4.7
Others	13.9	13.3	+0.5				
Fixed assets	24.1	23.0	+1.0	Non-current liabilities	15.8	18.6	(2.8)
Property, plant and equipment	7.4	7.0	+0.3	Long-term debt	10.1	10.1	(0.0)
Intangible fixed assets	3.1	3.1	+0.0	Others	5.7	8.5	(2.7)
Investments and other assets	13.5	12.8	+0.7	Total net assets	70.6	55.8	+14.8
Assets	419.5	279.7	+139.8	Total liabilities and net assets	419.5	279.7	+139.8
				Shareholders' equity	70.3	55.5	+14.8

[Note]

Trade receivable and costs of revenues in process: Notes receivable + Trade receivable (revenues) + Costs of revenues in process

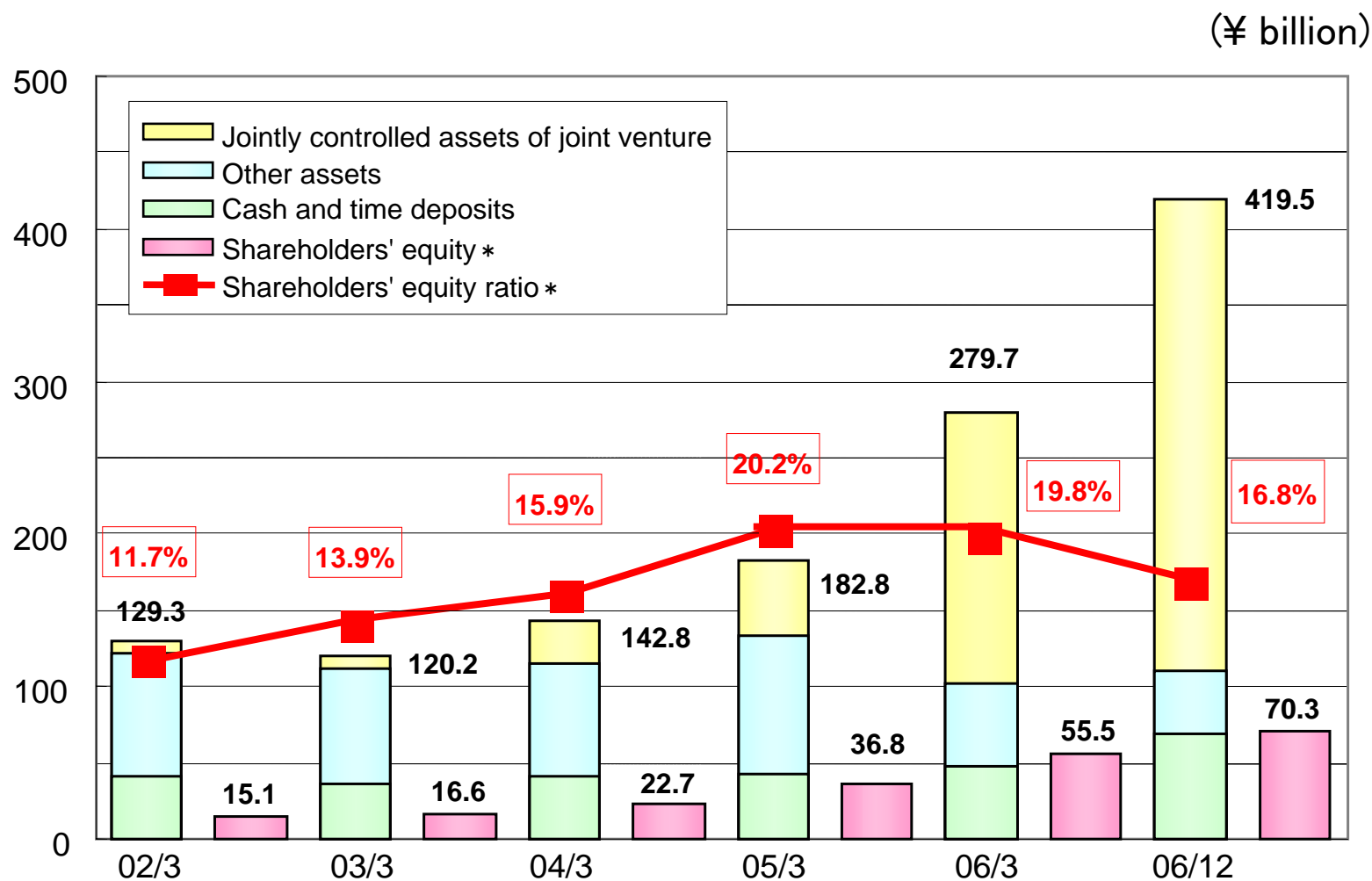
Trade payable and advance receipts on revenues : Notes payable + Trade payable (revenues) + Advance receipts on revenues

Jointly controlled assets of joint venture: Cash and time deposits of joint venture proportional to Chiyoda's interest

Cash equivalents: Cash and time deposits 69.4 + Jointly controlled assets of joint venture 239.5 = 309.0

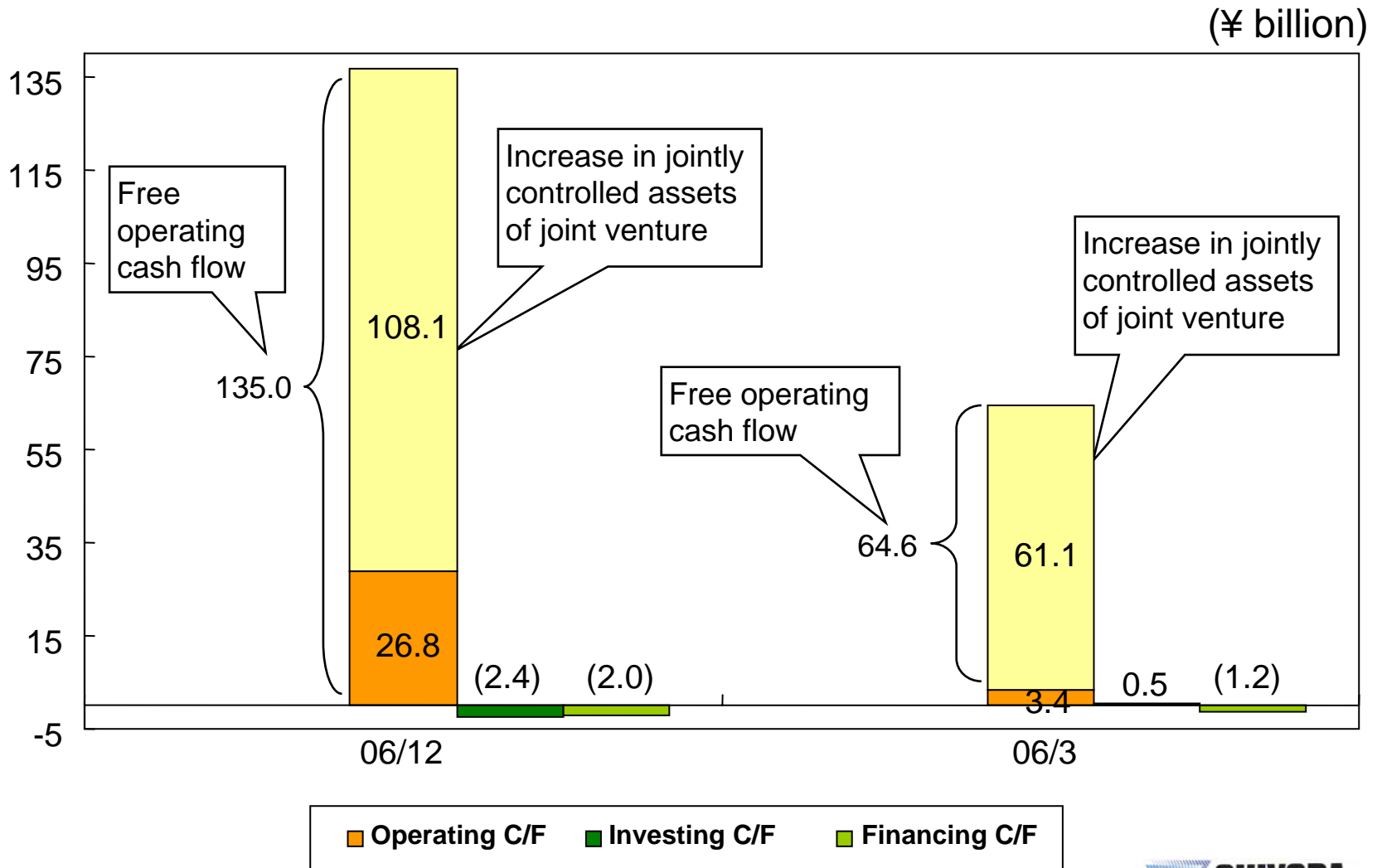
Interest-bearing loans: Short-term loans 0.0 + Long-term debt 10.1 = 10.1

5. Stability



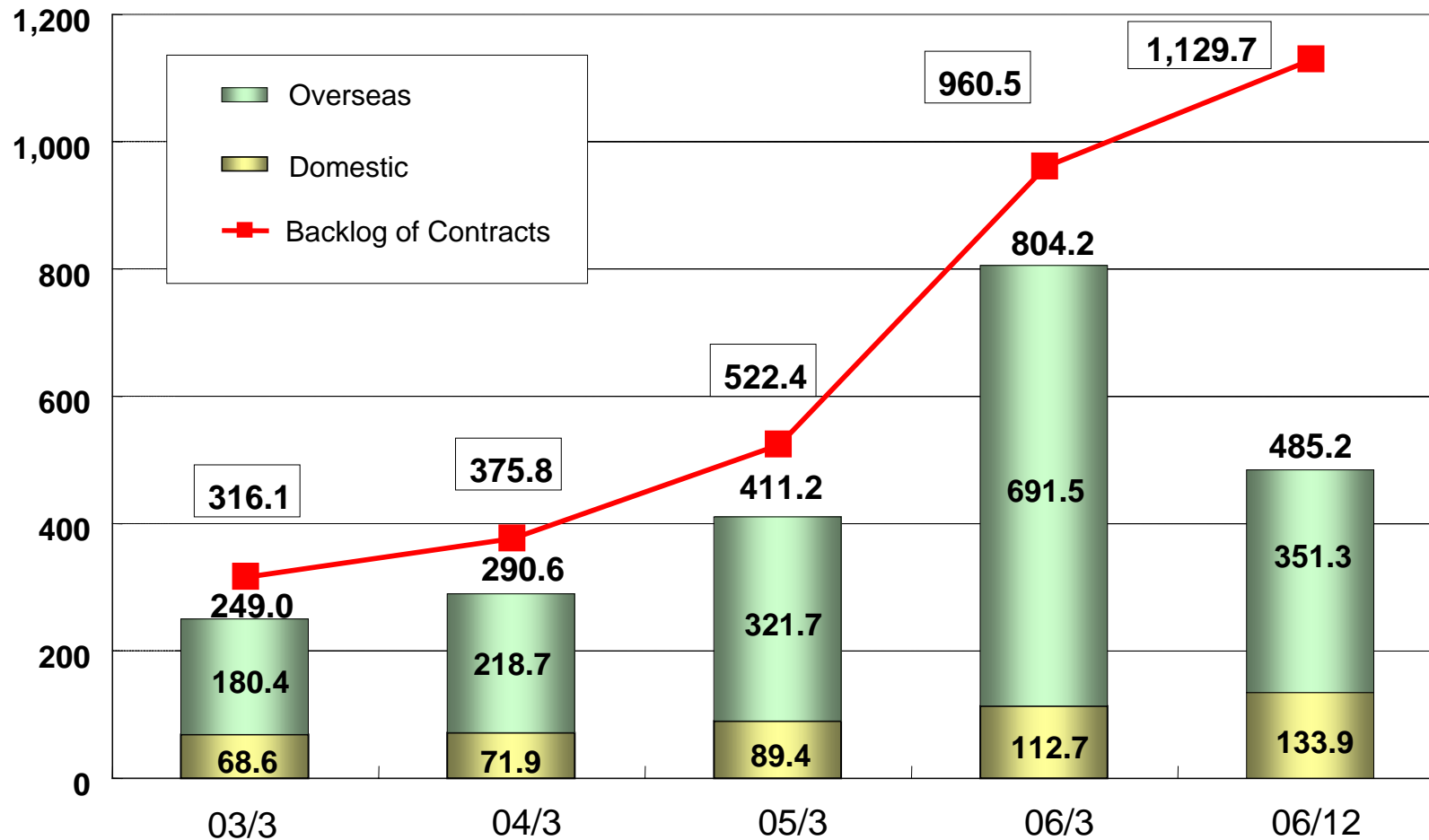
* Shareholders' equity and the shareholders equity ratio of fiscal years prior to the fiscal year ended March 2006 are calculated on the basis of the former accounting standards.

6. Cash Flow



7-1. New Contracts and Backlog of Contracts

(¥ billion)



7-2. New Contracts and Backlog of Contracts by Industry

(¥ billion)

Industry		New contracts	%	Backlog of contracts	%
	LNG	70.5	15%	690.8	61%
	Gas processing* ₁	263.7	54%	257.8	23%
	Others	16.9	3%	15.8	1%
Overseas		351.3	72%	964.6	85%
	Petroleum and petrochemicals	58.2	12%	68.0	6%
	Fine industries* ₂	30.6	6%	34.2	3%
	Others	44.9	9%	62.8	6%
Domestic		133.9	28%	165.1	15%
Total		485.2	100%	1,129.7	100%

Notes: * 1 Classified as "Other gas and power" in report of financial results.

* 2 Classified as "General industrial machinery" in report of financial results.

8. Forecast of Results for FY Ending March 31, 2007 (Consolidated)

(¥ billion)

	07/3 forecast	06/3	Difference	YoY increase	Previous forecast	Comparison with forecast
New contracts	530.0	804.2	(274.2)	(34%)	400.0	+130.0
Revenues	460.0	390.8	+69.1	18%	420.0	+40.0
Operating income	27.0	20.7	+6.2	30%	25.0	+2.0
Ordinary income	34.0	23.1	+10.8	47%	28.0	+6.0
Net income	21.0	19.4	+1.6	8%	16.5	+4.5
Dividend per share	¥15	¥10	+¥5		¥14	+¥1
Exchange rate	¥120/\$	¥117/\$			¥110/\$	

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Forward-looking Statements

The forecasts and plans in this presentation are based on information available to management on February 5, 2007, 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.