



**Reliability No.1**  
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**Financial Results for The Third Quarter  
Ended December 31, 2007**  
February 8, 2008



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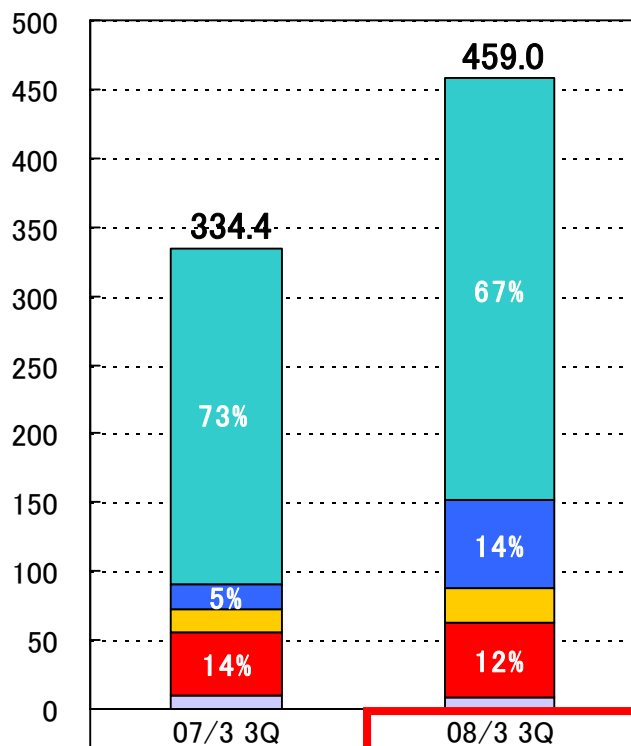
# 1. Financial Data

(Billions of Yen)

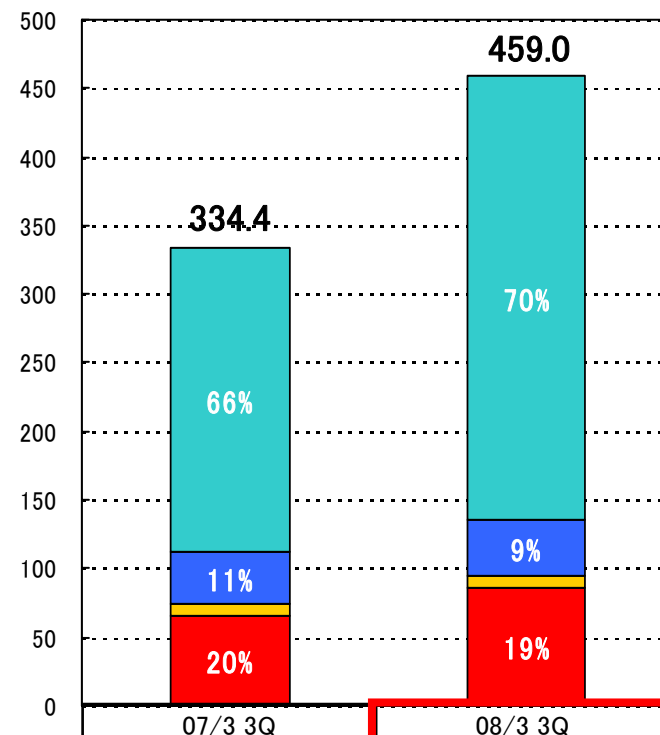
	2008/3 3Q	2007/3 3Q	Difference	Y to Y increase
<b>New contracts</b>	211.7	485.2	(273.4)	(56%)
<b>Revenues</b>	459.0	334.4	124.5	37%
<b>Operating income</b>	16.7	21.0	(4.2)	(20%)
<b>Recurring profit</b>	25.9	26.4	(0.5)	(2%)
<b>Net income</b>	15.9	16.8	(0.8)	(5%)
<b>Exchange rate</b>	¥114/\$	¥119/\$		

# 2. Revenues

(Billions of Yen)



■ LNG	244.3	307.3
■ Gas processing*	17.1	63.8
■ Fine industries**	16.4	25.0
■ Petroleum and petrochemicals	46.4	54.2
■ Others	10.0	8.4



■ Middle East	221.4	322.9
■ Russia	38.2	41.3
■ Asia and others	9.0	9.2
Overseas Total	268.7	373.6
Domestic Total	65.6	85.3

Notes: \* Classified as "Gas and power utilities" in report of financial results.

\*\* Classified as "Industrial machinery" and "General chemicals" in report of financial results.

### 3. Income-related Items

(Billions of Yen)

	08/3 3Q	07/3 3Q	Differences
<b>Gross profit</b>	<b>25.5</b> [5.6%]	<b>29.2</b> [8.7%]	<b>(3.7)</b> [-3.1pt]
SG&A expenses	8.7 [1.9%]	8.2 [2.4%]	+0.5 [-0.5pt]
<b>Operating income</b>	<b>16.7</b> [3.7%]	<b>21.0</b> [6.3%]	<b>(4.2)</b> [-2.6pt]
Non-operating income	9.2	5.4	+3.7
<b>Recurring profit</b>	<b>25.9</b> [5.7%]	<b>26.4</b> [7.9%]	<b>(0.5)</b> [-2.2pt]
Extraordinary gain/loss, tax and minority stockholders' income	(9.9)	(9.6)	(0.2)
<b>Net income</b>	<b>15.9</b> [3.5%]	<b>16.8</b> [5.0%]	<b>(0.8)</b> [-1.5pt]

# 4. Balance Sheet

(Billions of Yen)

	2008/3 3Q	2007/3	Difference		2008/3 3Q	2007/3	Difference
<b>Current Assets</b>	394.8	418.0	(23.2)	<b>Current Liabilities</b>	330.9	351.4	(20.5)
Cash and cash equivalents and time deposits*	62.7	77.1	(14.4)	Short-term loan	0.0	0.0	(0.0)
Operating assets**	72.4	66.3	+6.0	Operating liabilities****	312.4	318.6	(6.1)
Jointly controlled assets of joint venture***	238.2	256.0	(17.8)	Others	18.3	32.7	(14.3)
Others	21.4	18.4	+2.9				
<b>Fixed Assets</b>	39.3	24.9	+14.3	<b>Non-current Liabilities</b>	12.9	14.0	(1.0)
Property, plant and equipment	23.1	7.4	+15.7	Long-term debt	10.0	10.0	(0.0)
Intangible fixed assets	4.5	3.3	+1.1	Others	2.9	4.0	( 1.0)
Investments and other assets	11.5	14.0	(2.5)	<b>Total Net Assets</b>	90.2	77.4	+12.8
<b>Assets</b>	434.1	442.9	(8.8)	<b>Total Liabilities and Net Assets</b>	434.1	442.9	(8.8)
				<b>Shareholders' Equity</b>	89.8	77.0	+12.8

Notes:

\* Cash and cash equivalents and time deposits = Cash and cash equivalents + Certificate of deposit

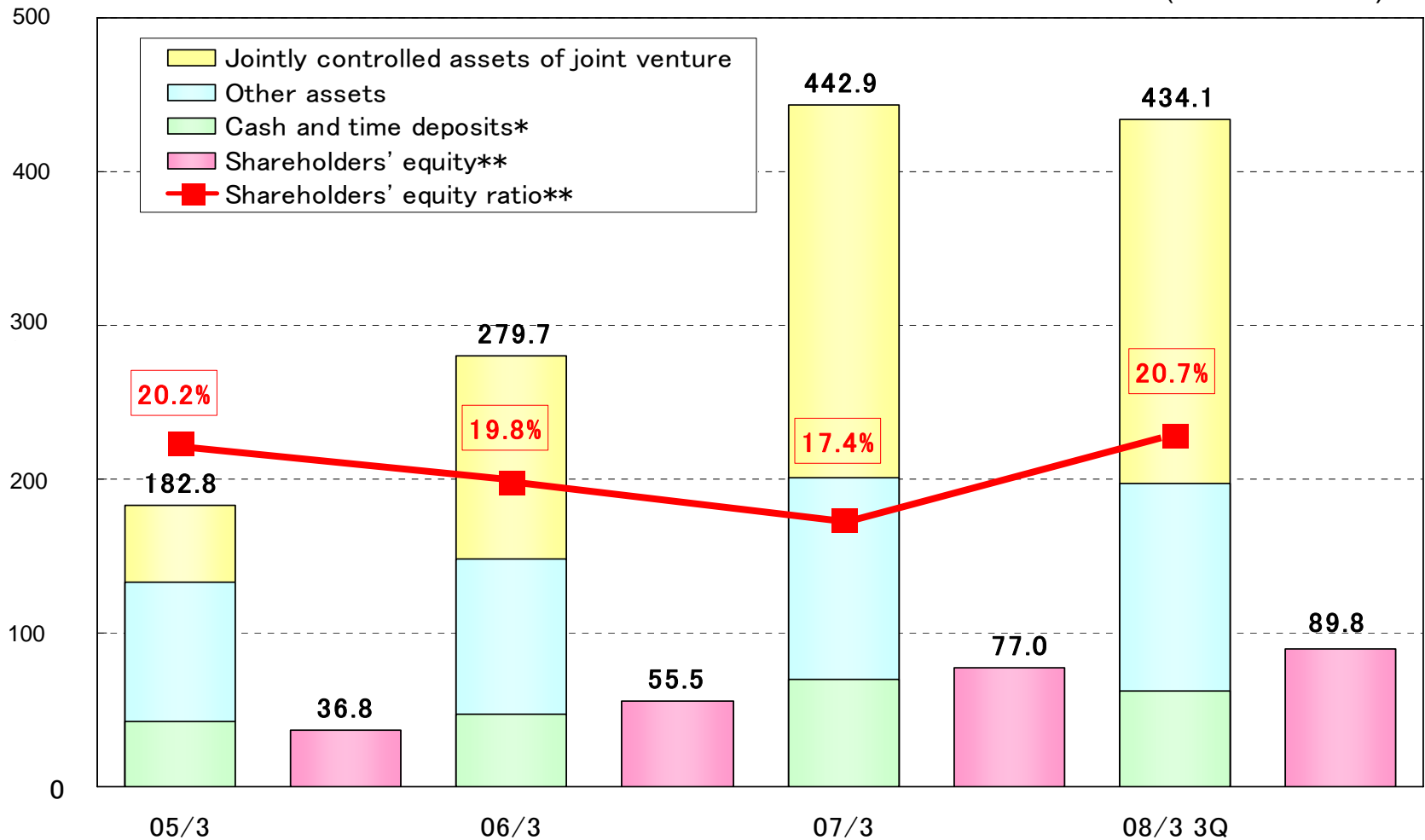
\*\* Operating assets = Notes and accounts receivable-trade + Costs of construction contracts in process

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

\*\*\*\* Operating liabilities = Notes and accounts payable-trade + Advance receipts on construction contracts

# 5. Stability

(Billions of Yen)

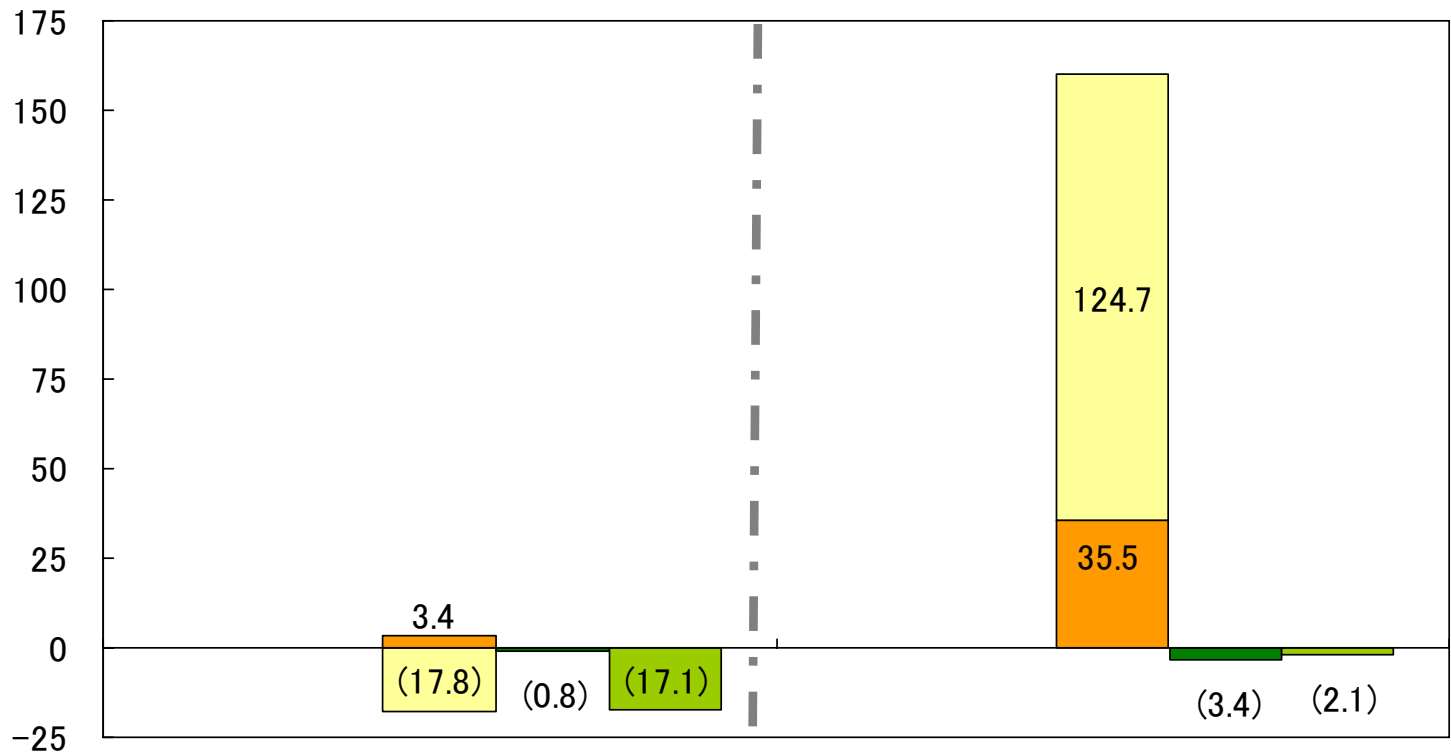


\*Includes certificates of deposit

\*\*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

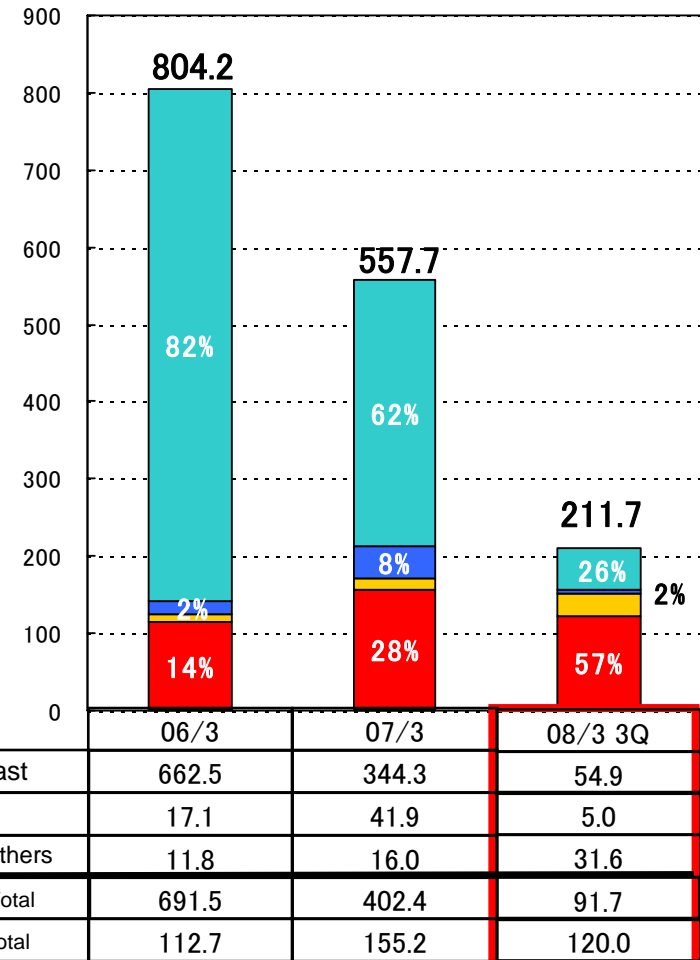
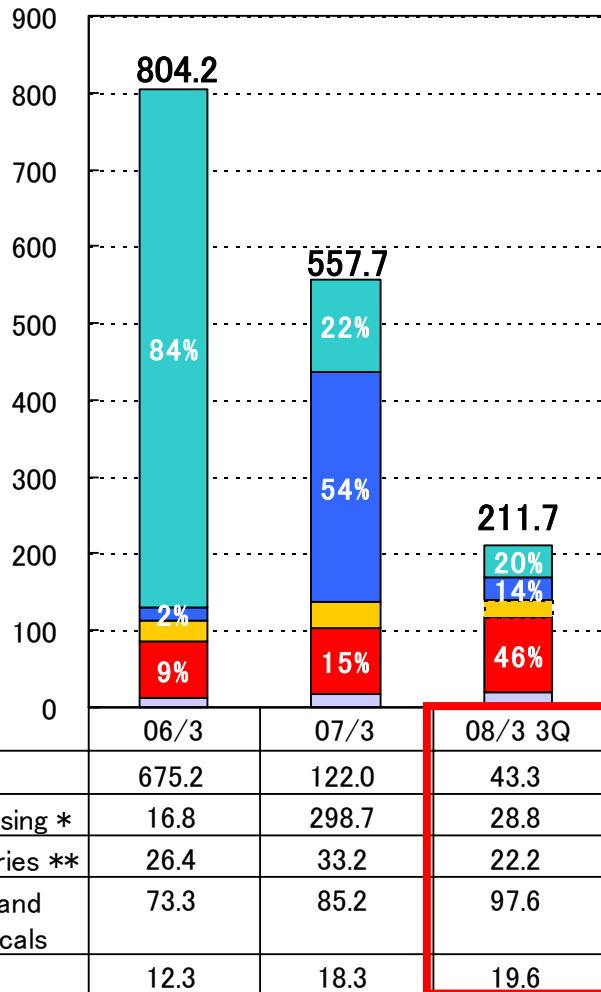
(Billions of Yen)



	08/3 3Q	07/3
C/F from operating activities	3.4	35.5
Increase in jointly controlled assets of joint venture	(17.8)	124.7
C/F from investing activities	(0.8)	(3.4)
C/F from financing activities	(17.1)	(2.1)

# 7. New Contracts

(Billions of Yen)



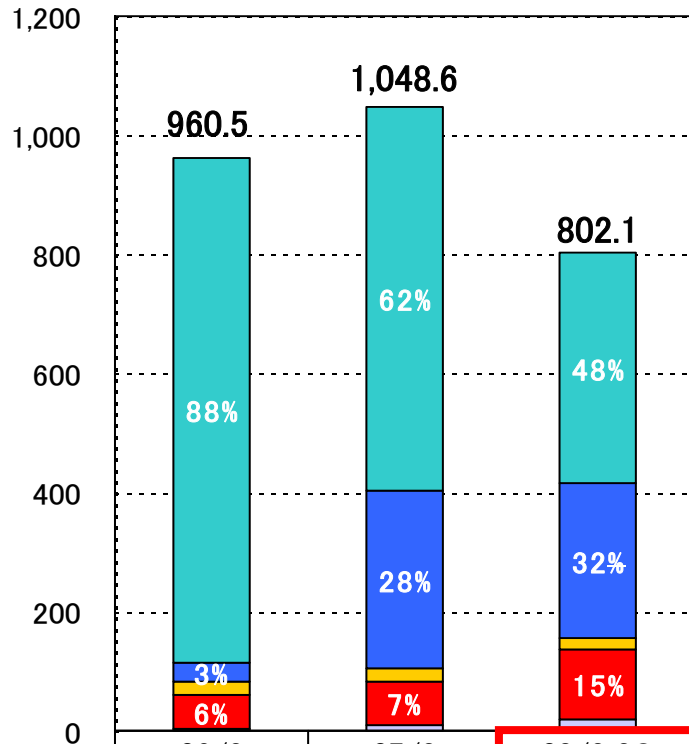
Notes: \* Classified as "Gas and power utilities" in report of financial results.

\*\* Classified as "Industrial machinery" and "General chemicals" in report of financial results.

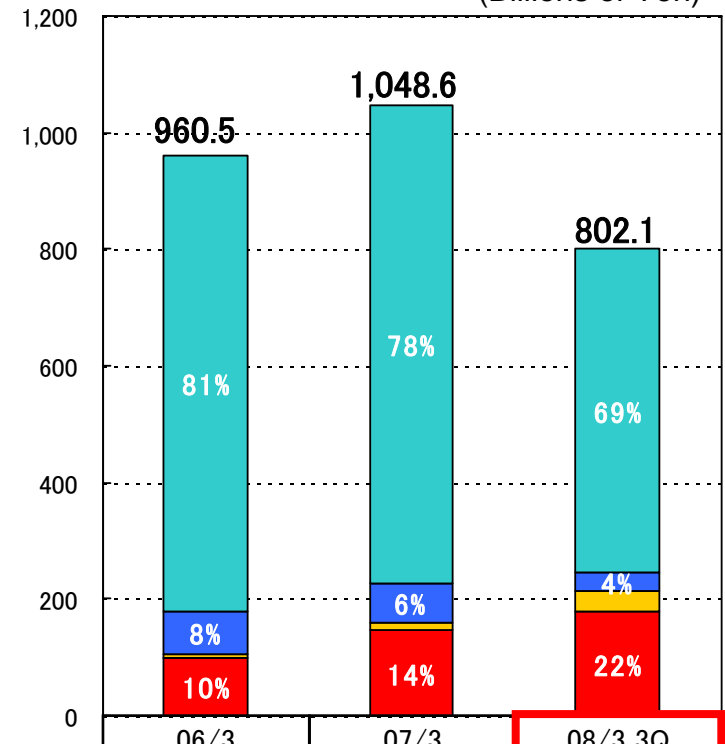


# 8. Backlog of Contracts

(Billions of Yen)



	06/3	07/3	08/3 3Q
LNG	846.9	646.3	384.8
Gas processings *	32.0	297.0	260.2
Fine industries **	21.2	23.1	20.3
Petroleum and petrochemicals	55.6	73.1	116.4
Otehrs	4.7	9.0	20.1



	06/3	07/3	08/3 3Q
Middle East	781.2	823.1	555.2
Russia	72.8	67.0	32.9
Asia and others	8.9	12.8	35.2
Overseas Total	863.0	903.1	623.4
Domestic Total	97.4	145.5	178.7

Notes: \* Classified as "Gas and power utilities" in report of financial results.

\*\* Classified as "Industrial machinery" and "General chemicals" in report of financial results.

# 9. Forecast of Results for FY Ending March 31, 2008

(Billions of Yen)

	2008/3 Forecast	2007/3 Results	Difference
New contracts	250.0	557.7	(307.7)
Revenues	570.0	484.8	+85.1
Operating income	22.0	28.7	(6.7)
Recurring profit	32.0	36.7	(4.7)
Net income	19.5	23.5	(4.0)
Dividend per share	¥18	¥15	+¥3
Exchange rate	¥110/\$	¥118/\$	

2008/3 3Q Results	Progress ratio
211.7	85%
459.0	81%
16.7	76%
25.9	81%
15.9	82%

# Reference Materials

# Revenues by Industry

(Billions of Yen)

Industry		2008/3 3Q	2007/3 3Q	Difference	Y to Y increase
	LNG	306.4	244.0	+62.4	26%
	Gas processing *	56.5	13.2	+43.2	326%
	Others	10.6	11.4	(0.8)	(7%)
<b>Overseas</b>		<b>373.6</b>	<b>268.7</b>	<b>+104.8</b>	<b>39%</b>
	Petroleum and petrochemicals	46.0	42.6	+3.3	8%
	Fine industries **	24.6	13.9	+10.7	77%
	Others	14.6	9.0	+5.6	62%
<b>Domestic</b>		<b>85.3</b>	<b>65.6</b>	<b>+19.7</b>	<b>30%</b>
<b>Total</b>		<b>459.0</b>	<b>334.4</b>	<b>+124.5</b>	<b>37%</b>

Notes: \* Classified as "Gas and power utilities" in report of financial results.

\*\* Classified as "Industrial machinery" and "General chemicals" in report of financial results.

# New contracts and Backlog of Contracts by Industry

(Billions of Yen)

Industry		New contracts	%	Backlog of contracts	%
	LNG	43.1	20%	383.9	48%
	Gas processing *	17.1	8%	204.2	26%
	Others	31.4	15%	35.1	4%
<b>Overseas</b>		<b>91.7</b>	<b>43%</b>	<b>623.4</b>	<b>78%</b>
	Petroleum and petrochemicals	69.9	33%	85.6	11%
	Fine industries **	20.0	10%	17.4	2%
	Others	30.0	14%	75.6	9%
<b>Domestic</b>		<b>120.0</b>	<b>57%</b>	<b>178.7</b>	<b>22%</b>
<b>Total</b>		<b>211.7</b>	<b>100%</b>	<b>802.1</b>	<b>100%</b>

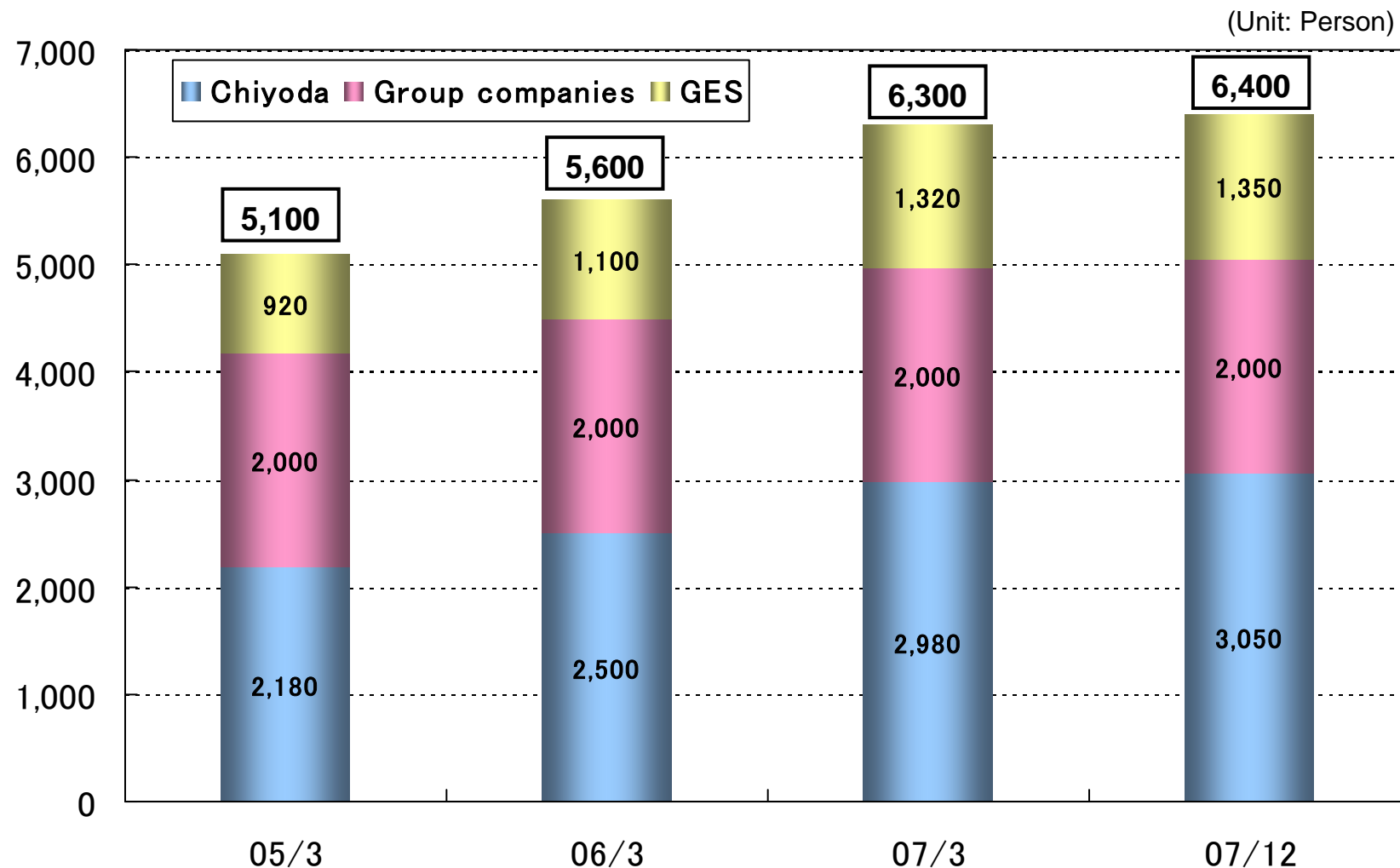
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## Consolidated Performance Indicators

	2005/3	2006/3	2007/3	2008/3 Forecast
Gross Profit (%)	7.4	7.8	8.2	6.0
SG&A expenses to revenue (%)	3.3	2.5	2.3	2.1
Operating income to revenue (%)	4.1	5.3	5.9	3.9
Recurring profit to revenue (%)	4.3	5.9	7.6	5.6
Net income to revenue (%)	4.8	5.0	4.9	3.4
Return on assets (ROA) (%)	7.1	10.0	10.2	-
Return on equity (ROE) (%)	43.1	42.0	35.5	-
Net income per share (EPS) (Yen)	68.62	101.27	122.41	-
Book value per share (BPS) (Yen)	193.22	288.88	400.56	-
Shareholders' equity ratio (%)	20.2	19.8	17.4	-
Current ratio (%)	115.9	125.1	118.9	-
Fixed ratio (%)	56.6	41.6	32.3	-
Debt-to-equity ratio (DER) (Times)	0.28	0.18	0.13	-

# Structure of Global Operations



\*GES=Global Engineering Satellites in the Philippines and India

**Please address inquiries to:**

**Tomohiko Shirasaki**  
**Investor Relations Officer**  
**TEL +81-45-506-7538**  
**FAX +81-45-506-7085**

**e-Mail [CHYOD@ykh.chiyoda.co.jp](mailto:CHYOD@ykh.chiyoda.co.jp)**  
**URL <http://www.chiyoda-corp.com/>**

#### **Forward-looking Statements**

The forecasts and plans in this presentation are based on information available to management on February 8, 2008, 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.