

October 15, 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 Settlement of Lawsuit**

Chiyoda Corporation (Chiyoda) hereby announces that it reached an out-of-court settlement (Settlement) today, as detailed below, with regard to the discussions and arbitration related to the ICHTHYS LNG project, and the lawsuit\* filed against a Joint Venture partner in which Chiyoda participated as an assisting intervener\*\*.

\*: Dated May 10, 2021 ‘Notification of Lawsuit Filed against a JV Partner’

\*\* : Dated June 15, 2021 ‘Notification of Assisting Intervention in a Lawsuit Filed against a JV Partner’

#### 1. Process from Filing to Settlement

In 2012, JKC AUSTRALIA LNG PTY Ltd. (JKC), a joint venture established by Chiyoda Group, JGC Holdings Corp. (JGC), and a US company, KBR, Inc., was awarded a contract from ICHTHYS LNG PTY Ltd. (the Client) to perform the engineering, procurement, and construction work for LNG facilities (the Project). The plant facilities have been completed and delivered. Commercial operation of the plant and shipment of LNG started in October 2018.

JKC and the Client continued discussions and arbitration with respect to various issues in relation to the Project contract. The Client also filed a lawsuit against JGC, which was one of the parent companies of JKC, in the Yokohama District Court in April 2021. Chiyoda participated as an assisting intervener in this lawsuit.

The three Joint Venture partners of JKC re-evaluated the risks of prolonged arbitration under the COVID-19 pandemic, the accumulating dispute expenses, and the uncertainty of the result from the prolonged arbitration and litigation. The Joint Venture partners decided to make an out-of-court settlement with the Client determining that swiftly resolving the matters would be the best solution.

#### 2. Outline of the other party to the Settlement

- (1) Name: ICHTHYS LNG PTY Ltd.
- (2) Address: 22nd Floor, 100 St George's Terrace, Perth, Western Australia, Australia
- (3) Representative: Tetsuhiro Murayama, Deputy Director

3. Gist of Settlement

JKC and the Client have entered into a binding settlement deed to withdraw all claims against each other concerning the EPC Contract.

4. Future Outlook

Extraordinary losses regarding the Settlement have already been recorded in the 1st quarter of fiscal year ending March 2022\*\*\*, so no further substantial impact on the financial results is expected.

\*\*\*: Dated July 30, 2021 'Notice of Extraordinary Losses Resulting in Revisions of the Forecast of Consolidated Results'

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