

Jan.15, 2008  
IHI Corporation  
Finance & Accounting Division  
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**<Correction>Concerning partial correction of the released interim  
1<sup>st</sup> quarter financial summaries for the FY Ending in March 2008**

As of January 15, 2008 IHI Corporation submitted its restated short notice of the financial reports for FY Ending March 2008. Today the Company hereby reports that the description items in “Consolidated financial report for the first quarter of the fiscal year ending March 31, 2008” , which was announced on August 7, 2007, are made firm as shown in the attached document. (The corrected portions are underlined in the document.)



January 15, 2008

## CONSOLIDATED FINANCIAL REPORT FOR THE FIRST QUARTER OF THE FISCAL YEAR ENDING MARCH 31, 2008

IHI Corporation (IHI) is listed on the First Section of the Tokyo Stock Exchange, Osaka Securities Exchange, Nagoya Stock Exchange, Fukuoka Securities Exchange and Sapporo Stock Exchange with the securities code number 7013.

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This consolidated financial report has been prepared in accordance with Japanese accounting standards and Japanese law. Figures are in Japanese yen rounded to the nearest millions.

### PERFORMANCE

#### (1) Business Results

	(Millions of yen)							
	Net Sales	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change	Net Income	Percentage Change
<b>Three months ended June 30, 2007</b>	<b><u>¥250,490</u></b>	<b><u>8.9%</u></b>	<b><u>¥(14,822)</u></b>	<b>—%</b>	<b><u>¥(15,323)</u></b>	<b>—%</b>	<b><u>¥(10,339)</u></b>	<b>—%</b>
Three months ended June 30, 2006	230,075	23.1	(281)	—	(781)	—	(840)	—
Fiscal year ended March 31, 2007	<u>1,221,016</u>		<u>(5,626)</u>		<u>(8,732)</u>		<u>(4,593)</u>	

(Yen)

	Net Income per Share	Diluted Net Income per Share
<b>Three months ended June 30, 2007</b>	<b><u>¥(7.05)</u></b>	<b>¥—</b>
Three months ended June 30, 2006	(0.65)	—
Fiscal year ended March 31, 2007	<u>(3.46)</u>	—

#### (2) Financial Position

	(Millions of yen)			
	Total Assets	Net Assets	Shareholders' Equity to Total Assets (%)	Net Assets per Share of Common Stock (Yen)
<b>June 30, 2007</b>	<b><u>¥1,551,798</u></b>	<b><u>¥221,740</u></b>	<b><u>13.3%</u></b>	<b><u>¥141.05</u></b>
June 30, 2006	1,414,937	186,516	11.8	128.25
March 31, 2007	<u>1,536,078</u>	<u>227,047</u>	<u>13.8</u>	<u>144.70</u>

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## FORECAST OF RESULTS FOR THE YEAR ENDING MARCH 31, 2008

Forecast of results for the fiscal year ending March 31, 2008 announced on May 14, 2007 remain unchanged.

Note) the above-mentioned forecast is the one announced on August 7, 2007. Please refer to "Consolidated financial report for the six months ended September 30, 2007" announced on December 14, 2007 for latest forecast of results for the fiscal year ending March 31, 2008.

## OTHER IMPORTANT INFORMATION

### (1) Changes in the Scope of Consolidation

None

### (2) Use of the Simplified Accounting Method

Yes. The Company and its consolidated subsidiaries have adopted the simplified method for calculating certain tax expenses and allowances.

### (3) Recent Changes in Consolidated Accounting Methods

None

## QUALITATIVE DATA

### (1) Qualitative Data Concerning Consolidated Business Results

In the first quarter of the fiscal year ending March 31, 2008, the three-month period ended June 30, 2007, the Japanese economy remained firm. Despite a slowdown in public sector investment, this was attributed to capital expenditure and personal consumption growth. From a global perspective, the world economy also enjoyed a moderate recovery.

Under these conditions, consolidated net sales for the period under review climbed 8.9% compared with the corresponding period of the previous fiscal year to ¥250.4 billion. On the earnings front, the Company reported operating loss of ¥14.8 billion, ordinary loss of ¥15.3 billion and net loss of ¥10.3 billion. In line with the Company's natural business cycle, net sales in the first half of each fiscal year, including the first quarter, differ significantly from net sales in the second half. This is attributed to the concentrated nature of project completions and delivery, particularly to the public sector, in the second half of each fiscal year.

### (2) Qualitative Data Concerning Consolidated Financial Position

Total assets on a consolidated basis stood at ¥1,551.7 billion as of June 30, 2007. Consolidated net assets totaled ¥221.7 billion. As a result, the shareholders' equity to total assets ratio as of the end of the period under review was 13.3%.