

To all related parties:

IHI Corporation

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Announcement Regarding Transfer of Fixed Assets

IHI Corporation announces that our board of directors resolved at a meeting held today, March 28, 2016, to transfer the fixed assets as follows.

1. Reason for Transfer

IHI has leased part of the land in Toyosu area to Mitsui Fudosan Co.,Ltd., and Mitsui Fudosan operates shopping center “Urban Dock LaLaport TOYOSU” there. In order to strengthen IHI’s financial position, IHI has decided to transfer part of the leased land to Mitsui Fudosan as follows.

2. Details of Subject Asset to be Transferred

Details of Subject Asset and Location	Book Value of Subject Asset	Transfer Value
17-1, Toyosu 2-chome, Koto-ku, Tokyo and other 2 parcels Land (57,579m ²) and structures	283 million yen	20,000 million yen

3. Outline of Transferee

Trade Name:	Mitsui Fudosan Co.,Ltd.
Location of Office:	1-1, Nihonbashi-Muromachi 2-chome, Chuo-ku, Tokyo
Capital Amount:	339,766 million yen (as of December 31, 2015)
Business Description:	Real estate business
Relationship between IHI and Transferee:	No particular capital and personnel relationship

4. Schedule of Transfer (Planned)

Date of Contract and Property Transfer: March 31, 2016

5. Impact on business results

In line with the transfer of the aforementioned fixed assets, IHI expects recording “Gain on sales of non-current assets” of approximately 19.7 billion yen as extraordinary income in its consolidated financial statements for the fiscal year ending March 31, 2016.

The extraordinary income which is described above and in reference below had not reflected into the forecasts of consolidated results for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016) , which were announced on February 2, 2016. IHI will announce in a timely manner the forecasts of consolidated results for the fiscal year ending March 31, 2016, after reviewing the impact of this extraordinary income, as well as other factors.

[Reference]

IHI also announces that IHI has transferred part of the share equity of the rental office building “TOYOSU FRONT”, although this matter falls within the scope of immateriality standards in Timely Disclosure Rules, considering the possible impact on consolidated results for the fiscal year ending March 31, 2016,.

Regarding this transfer of fixed asset, IHI expects recording “Gain on sales of non-current assets” of approximately 8.7 billion yen as extraordinary income in its consolidated financial statements for the fiscal year ending March 31, 2016.

IHI refrains from disclosing the name of transferee in accordance with the agreement with the transferee, however, there is no personnel, capital or business relationship with the transferee and it is not a related party.

[Outline of the Asset to be Transferred]

i) Details of the Asset to be Transferred

Details of the Asset to be Transferred	Location
rental office building (Among IHI's share equity 33%, 15% of the total)	2-20, Toyosu 3-chome, Koto-ku, Tokyo

Note: In accordance with the agreement entered into with the transferee, IHI refrains from disclosing the transfer price and book value of the asset.

ii) Schedule of Transfer

Date of Contract: March 18, 2016

Date of Property Transfer: March 25, 2016