

(English Translation)

April 26, 2021

For Immediate Release:

IHI Corporation
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Notice Regarding the Transfer of Non-current Assets

IHI Corporation (“IHI”) hereby announces that it resolved today to transfer non-current assets held by IHI as described below.

1. Reason for the Transfer

IHI has decided to transfer non-current assets in order to secure funds for investment in the business portfolio transformation based on “Project Change,” which was announced on November 10th, 2020.

2. Description of the Assets to be Transferred

Details and location of assets	Gain on sale	Type of asset
Rental property land (trust beneficiary rights) Showamachi, Kanazawa-ku, Yokohama-shi, Kanagawa, Japan (approximately 26,700m ²)	Approximately ¥5.5 billion	Rental property

Note: Due to the request of the transferees, the transfer prices and book values of the assets will not be disclosed. In addition, the gains on sale are approximate figures obtained by deducting the book values, transfer-related expenses, etc. from the transfer prices.

3. Overview of the Transferees

Although the transferees are general business companies in Japan, detailed information of the transferees will not be disclosed according to their request.

In addition, there are no capital, personal or business relationships between the transferees and IHI to be reported, and the transferees are not a related party of IHI. IHI has also confirmed that the transferees do not belong to an anti-social force.

4. Schedule of Transfer (planned)

May 2021: Conclusion of sales agreement and transfer of ownership

5. Impact on Business Results

Due to the above-mentioned transfer of non-current assets, IHI expects to record a gain on sales of non-

current assets of approximately 5.5 billion yen as extraordinary income in the non-consolidated financial statements, and the other income of approximately 5.5 billion yen in the consolidated financial statements for the fiscal year ending March 31, 2022.

IHI plans to announce its full-year forecast of consolidated financial results for the fiscal year ending March 31, 2022, on May 13, 2021, which will incorporate such earnings.

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