

(English Translation)

February 28, 2022

To whom it may concern,

IHI Corporation
3-1-1 Toyosu, Koto-ku, Tokyo
President and Chief Executive Officer: Hiroshi Ide
(Securities Code: 7013)
Contact: Chie Fukuoka, General Manager
Corporate Communication Division
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Notice Regarding the Transfer of Non-current Assets

IHI Corporation (hereafter, "IHI") hereby announces that IHI has resolved to transfer its non-current assets at the Board of Directors' meeting held today.

1. Reason for the Transfer

IHI has decided to construct a functional logistics facility and conducts a logistics facility leasing business on the following land in order to respond to social needs in the growing logistics business sector through the effective utilization of real estate owned by IHI. At the start of this project, we will sell our part of interest in the land to Nomura Real Estate Development Co., Ltd. that is the partner. IHI and the partner will leverage the strengths of both companies to realize this project.

2. Description of the Assets to be Transferred

Details and location of assets	Gain on Sale	Type of asset
Showamachi, Kanazawa-ku, Yokohama-shi, Kanagawa, Japan (approximately 72,000m ²) Interest in the land	Approximately ¥9.9 billion	Idle asset

Note: Due to the request of the transferee, 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

Company name	Nomura Real Estate Development Co., Ltd.
Headquarters	1-26-2, Nishishinjuku, Shinjuku-ku, Tokyo
Date of establishment	April 15, 1957
Paid-in Capital	¥2billion (as of April 1,2021)
Net assets	¥193billion(※)
Total assets	¥1,432billion(※)
Major shareholders and Percentage of shares owned	Nomura Real Estate Holdings, Inc. 100%
Name and title of representative	Daisaku Matsuo President and Representative Director
Main business activities	Condominium sales, Detached house sales, Investment and development, Building leasing, Architectural design Asset management, etc.
Relationship with IHI	There are no capital, personnel, business relationships, related parties, or other matters that require special mention.

※as of March 31 2021

4. Schedule of Transfer (planned)

March 2022 : Conclusion of sales agreement, First transfer of interest in the land

March 2023 : Second transfer of interest in the land

5. Impact on Business Results

The transfer of non-current assets will be executed in March 2022 and March 2023 according to the progress of the project.

Due to the above-mentioned transfer of non-current assets, IHI expects to record other income of approximately 4.9 billion yen in the consolidated financial statements for the fiscal year ending each March 31, 2022 and March 31, 2023.

In addition, there are no revisions to the consolidated earnings forecast for the fiscal year ending March 31, 2022 announced on February 8, 2022.

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