[Translation]

The following statements are an English-language translation of the original Japanese-language document for your convenience. In the case that there is any discrepancy between the Japanese and English versions, the Japanese version is assumed to be correct.

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

November 11, 2015

Summary of Consolidated Second Quarter Financial Results for Fiscal 2015 (the Year Ending March 2016)

Name of listed company: **JGC Corporation** Stock exchange: **Tokyo**
Code number: **1963** URL: **http://www.jgc.com**
Representative
Title: **Chairman and Representative Director** Tel: **045-682-1111**
Name: **Masayuki Sato**
Contact
Title: **General Manager, Finance & Accounting Department**
Name: **Takehiko Hirose**

1. Business results of second quarter for fiscal 2015 (April 1, 2015 - September 30, 2015)

(1) Consolidated financial results

Note: All amounts are rounded down to the nearest million yen. Percentage indicate changes from the previous term.

	Net sales		Operating income		Ordinary income		Net income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
2Q FY2015	436,199	8.8	27,483	(11.4)	29,149	(17.5)	31,916	25.5
2Q FY2014	401,005	27.6	31,005	0.2	35,315	(8.5)	25,432	2.5

Note:
Comprehensive income(millions of yen) 2Q FY2015 term 30,515 (22.2%) 2Q FY2014 term 24,973 (-6.6%)

	Earnings per share	Earnings per share (diluted)
	(Yen)	(Yen)
2Q FY2015	126.49	—
2Q FY2014	100.76	—

(2) Consolidated financial position

	Total assets	Total net assets	Shareholders' equity ratio
	(Millions of yen)	(Millions of yen)	(%)
As of September 30, 2015	677,562	413,461	60.9
As of March 31, 2015	719,754	388,496	53.8

Reference:
Shareholders' equity (millions of yen): Sep. 30, 2015 412,536 Mar. 31, 2015 387,480

2. Dividends

	Annual dividends per share (Yen)				
	1Q term-end	2Q term-end	3Q term-end	Term-end	Annual
Mar. 2015 term	—	—	—	21.00	21.00
Mar. 2016 term	—	—	—	—	—
Mar. 2016 term (Forecast)	—	—	—	49.50	49.50

Note: Revision of dividend forecast during this period: Yes

3. Earnings forecast for fiscal 2015 (April 1, 2015 - March 31, 2016)

	Net sales		Operating income		Ordinary income		Net income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Full Year	900,000	12.6	54,000	81.6	58,000	29.3	50,000	142.4

	Earnings per share
	(Yen)
Full Year	198.17

Note: Revision of earnings forecast during this period: Yes

4. Others

(1) Changes in scope of important consolidated subsidiary

(increase) None (decrease) None

(2) Adoption of simplified accounting methods or special accounting methods for preparing quarterly consolidated financial statements: Yes

(3) Changes of accounting principles, procedures and presentation when preparing quarterly consolidated financial statement.

① Changes due to revisions of accounting standards: Yes
② Changes other than the above ①: None
③ Changes in accounting estimates: None
④ Restatement: None

(4) Number of shares outstanding

① Number of shares outstanding at term-end (including treasury stock):

Sep. 2015 term:	259,052,929	Mar. 2015 term:	259,052,929

② Number of treasury stock at term-end:

Sep. 2015 term:	6,738,457	Mar. 2015 term:	6,711,561

③ Average Number of shares outstanding (1st Half term):

Sep. 2015 term:	252,323,144	Sep. 2014 term:	252,410,604

(1) The forecasts given above are based on information available at the time of compilation and are inherently subject to a variety of risks and uncertainties. Actual results may vary significantly from forecasts due to factors including, but not limited to, changes in the economic or business environment and exchange rate fluctuations.

(2) Forecast based on : 120.00 yen/US$ 1.00

Consolidated Balance Sheets

	2Q FY2015 (As of Sep. 30, 2015) (Millions of yen)	FY2014 (As of Mar. 31, 2015) (Millions of yen)
ASSETS		
Current assets		
Cash and deposits	225,444	282,707
Notes receivable, accounts receivable from completed construction contracts and other	125,354	134,822
Securities	32,000	15,000
Costs on uncompleted construction contracts	39,285	32,727
Merchandise and finished goods	4,057	3,703
Work in process	3,093	2,470
Raw materials and supplies	3,018	2,828
Accounts receivable-other	21,787	28,956
Deferred tax assets	17,757	17,729
Other	15,132	12,722
Allowance for doubtful accounts	(1,078)	(130)
Total current assets	**485,854**	**533,538**
Non-current assets		
Property, plant and equipment		
Buildings and structures	67,414	67,385
Machinery, vehicles, tools, furniture and fixtures	68,459	68,291
Land	24,888	25,996
Lease assets	364	347
Construction in progress	1,456	679
Other	5,789	5,181
Accumulated depreciation	(91,742)	(89,321)
Total Property, plant and equipment	**76,631**	**78,560**
Intangible assets		
Software	2,043	2,068
Other	14,157	14,015
Total intangible assets	**16,201**	**16,084**
Investments and other assets		
Investment securities	98,616	102,419
Long-term loans receivable	6,076	6,141
Net defined benefit asset	596	682
Deferred tax assets	6,149	5,822
Other	6,305	5,624
Allowance for doubtful accounts	(13,457)	(23,707)
Allowance for investment loss	(5,411)	(5,411)
Total investments and other assets	**98,875**	**91,572**
Total non-current assets	**191,708**	**186,216**
Total assets	**677,562**	**719,754**

	2Q FY2015 (As of Sep. 30, 2015) (Millions of yen)	FY2014 (As of Mar. 31, 2015) (Millions of yen)
LIABILITIES		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	90,342	106,598
Short-term loans payable	17,102	13,204
Income taxes payable	2,205	3,289
Advances received on uncompleted construction contracts	46,665	84,648
Provision for warranties for completed construction	2,584	2,226
Provision for loss on construction contracts	27,615	35,623
Provision for bonuses	4,863	7,507
Provision for directors' bonuses	63	136
Provision for loss on guarantees	4,381	6,324
Other	27,647	26,974
Total current liabilities	**223,472**	**286,533**
Non-current liabilities		
Long-term loans payable	21,681	22,715
Net defined benefit liability	11,111	13,544
Provision for directors' retirement benefits	251	275
Deferred tax liabilities	105	582
Deferred tax liabilities for land revaluation	3,306	3,306
Other	4,170	4,300
Total non-current liabilities	**40,627**	**44,724**
Total liabilities	**264,100**	**331,257**
NET ASSETS		
Shareholders' equity:		
Capital stock	23,511	23,511
Capital surplus	25,608	25,608
Retained earnings	362,941	336,324
Treasury stock	(6,723)	(6,659)
Total shareholders' equity	**405,337**	**378,784**
Valuation and translation adjustments:		
Valuation difference on available-for-sale securities	8,229	10,272
Deferred gains or losses on hedges	(333)	(487)
Revaluation reserve for land	(6,289)	(6,289)
Foreign currency translation adjustment	5,221	6,593
Remeasurements of defined benefit plans	370	(1,392)
Total valuation and translation adjustments	**7,198**	**8,696**
Non-controlling interests	**925**	**1,016**
Total net assets	**413,461**	**388,496**
Total liabilities and net assets	**677,562**	**719,754**

Consolidated Statements of Income

Years ended	2Q FY2015 term (Apr. 1, 2015 - Sep. 30, 2015) (Millions of yen)	2Q FY2014 term (Apr. 1, 2014 - Sep. 30, 2014) (Millions of yen)
Net sales	**436,199**	**401,005**
Cost of sales	397,871	359,205
Gross profit	38,328	41,800
Selling, general and administrative expenses	10,844	10,794
Operating income	**27,483**	**31,005**
Non-operating income:		
Interest income	1,102	1,298
Dividends income	1,725	1,287
Foreign exchange gains	—	1,301
Rent income on non-current assets	317	316
Equity in earnings of affiliates	336	376
Other	293	96
Total non-operating income	3,776	4,676
Non-operating expenses:		
Interest expenses	337	151
Foreign exchange losses	1,539	—
Rent expenses on non-current assets	147	159
Other	85	55
Total non-operating expenses	2,109	366
Ordinary income	**29,149**	**35,315**
Extraordinary income:		
Gain on sales of subsidiaries and affiliates' stocks	2,452	819
Reversal of allowance for doubtful accounts	10,195	—
Reversal of allowance for investment loss	—	588
Reversal of provision for loss on guarantees	977	—
Other	285	317
Total extraordinary income	13,911	1,726
Extraordinary losses:		
Loss on valuation of investment securities	998	483
Other	111	71
Total extraordinary losses	1,109	555
Income before income taxes	**41,952**	**36,485**
Income taxes	**9,936**	**10,953**
Net income	**32,015**	**25,532**
Profit attributable to non-controlling interests	**99**	**99**
Profit attributable to owners of parent	**31,916**	**25,432**

Statements of Consolidated Comprehensive Income

	2Q FY2015 term (Apr. 1, 2015 - Sep. 30, 2015) (Millions of yen)	2Q FY2014 term (Apr. 1, 2014 - Sep. 30, 2014) (Millions of yen)
Net income	**32,015**	**25,532**
Other comprehensive income:		
Valuation difference on available-for-sale securities	(2,043)	1,570
Deferred gains or losses on hedges	151	(561)
Foreign currency translation adjustment	(1,371)	(1,553)
Remeasurements of defined benefit plans, net of tax	1,764	(8)
Share of other comprehensive income of associates accounted for using equity method	(0)	(6)
Total other comprehensive income	(1,500)	(559)
Comprehensive income	**30,515**	**24,973**
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	30,418	24,894
Comprehensive income attributable to non-controlling interests	96	79

Consolidated Statements of Cash Flows

Years ended	2Q FY2015 term (Apr. 1, 2015 - Sep. 30, 2015) (Millions of yen)	2Q FY2014 term (Apr. 1, 2014 - Sep. 30, 2014) (Millions of yen)
Net cash provided by (used in) operating activities:		
Income before income taxes	41,952	36,485
Depreciation and amortization	4,475	4,911
Increase (decrease) in allowance for doubtful accounts	(9,302)	1,230
Increase (decrease) in provision for loss on construction contracts	(8,009)	11,770
Increase (decrease) in net defined benefit liability	(2,443)	84
Interest and dividends income	(2,828)	(2,586)
Foreign exchange losses (gains)	2,656	(3,051)
Equity in (earnings) losses of affiliates	(336)	(376)
Decrease (increase) in notes and accounts receivable-trade	8,805	(48,426)
Decrease (increase) in inventories	(8,571)	(13,323)
Decrease (increase) in accounts receivable-other	7,250	(7,837)
Increase (decrease) in notes and accounts payable-trade	(13,952)	5,600
Increase (decrease) in advances received on uncompleted construction contracts	(37,881)	(73,999)
Other	(3,245)	(2,883)
Subtotal	(21,429)	(92,400)
Interest and dividends income received	2,641	2,756
Interest expenses paid	(333)	(129)
Income taxes paid	(11,611)	(23,612)
Net cash provided by (used in) operating activities	(30,732)	(113,386)
Net cash provided by (used in) investment activities:		
Purchase of property, plant and equipment	(2,926)	(3,018)
Purchase of investment securities	(2,445)	(2,163)
Other	3,044	(6,275)
Net cash provided by (used in) investment activities	(2,326)	(11,456)
Net cash provided by (used in) financing activities:		
Cash dividends paid	(5,300)	(11,728)
Other	2,568	2,335
Net cash provided by (used in) financing activities	(2,731)	(9,392)
Effect of exchange rate change on cash and cash equivalents	**(4,471)**	**531**
Net increase (decrease) in cash and cash equivalents	**(40,262)**	**(133,705)**
Cash and cash equivalents at beginning of period	**297,707**	**385,252**
Cash and cash equivalents at end of period	**257,444**	**251,547**

Segment Information

【 Information by business segment 】

Second quarter (6 months) for FY 2014 (April 1, 2014 - September 30, 2014) (Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Catalysts and fine products	Sub total				
Net sales							
External customers	375,093	18,740	393,834	7,171	401,005	—	401,005
Inter-segment	1	0	1	2,165	2,167	(2,167)	—
Total	375,094	18,740	393,835	9,336	403,172	(2,167)	401,005
Segment profit or loss	27,403	1,986	29,390	1,565	30,955	49	31,005

*1 : "Others" includes System Solution Services, Specialized Consulting Services, Office Support Services Business, Power and Water Business and Oil and Gas Production Sales Business.

*2 : Segment profits are adjusted to eliminate transactions between segments

*3: Segment profits are adjusted with the operation income figure from the Consolidated Statements of Income

Second quarter (6 months) for FY 2015 (April 1, 2015 - September 30, 2015) (Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Catalysts and fine products	Sub total				
Net sales							
External customers	412,303	18,100	430,404	5,795	436,199	—	436,199
Inter-segment	8	—	8	2,114	2,123	(2,123)	—
Total	412,312	18,100	430,413	7,909	438,322	(2,123)	436,199
Segment profit or loss	25,079	1,544	26,624	665	27,289	193	27,483

*1 : "Others" includes System Solution Services, Specialized Consulting Services, Office Support Services Business, Power and Water Business and Oil and Gas Production Sales Business.

*2 : Segment profits are adjusted to eliminate transactions between segments

*3: Segment profits are adjusted with the operation income figure from the Consolidated Statements of Income

Sales, Orders Received and Backlog (Consolidated)

(Millions of yen)

Business area		March 31, 2015	September 30, 2015		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and gas development	96	228	55	269
	Petroleum refining	21,762	10,568	7,301	25,029
	LNG	26,221	158	3,111	23,269
	Chemical	5,741	9,442	5,769	9,413
	Power generation, nuclear power and new energy	65,682	6,225	11,532	60,375
	Living and general production facility	14,117	373	4,505	9,985
	Environmental protection, social development and IT	18,419	4,608	6,845	16,183
	Others	842	4,363	2,336	2,868
	Subtotal	152,883	35,971	41,458	147,395
Overseas	Oil and gas development	101,135	1,228	32,980	69,383
	Petroleum refining	339,439	174	71,596	268,017
	LNG	1,042,166	5,150	229,404	817,912
	Chemical	126,289	16,102	39,274	103,117
	Power generation, nuclear power and new energy	2,050	31	172	1,908
	Living and general production facility	68	239	72	235
	Environmental protection, social development and IT	10	93	34	69
	Others	718	3,965	3,105	1,578
	Subtotal	1,611,878	26,984	376,640	1,262,223
Total Engineering Business		1,763,262	55,040	412,303	1,405,998
Others Business		1,499	7,915	5,795	3,620
Subtotal		1,764,762	62,956	418,098	1,409,619
Catalysts and Fine Products Business		—	—	18,100	—
Grand Total		1,764,742	62,956	436,199	1,409,619

Notes:
*1 Figures for each business area are exclusive of consumption and other taxes.
*2 The balances as of the end of the previous fiscal year for new contracts for the "Total Engineering Business" and "Others Business" areas have been revised to reflect foreign currency translation adjustments and changes contract amounts for the period under review as follows:

(Millions of yen)

Business area	Foreign currency translation adjustment	Revision for changes in contract amounts	Total
Oil and gas development	3,637	(7,317)	(3,679)
Petroleum refining	9,782	—	9,782
LNG	(10,958)	(7,242)	(18,200)
Chemical	1,223	(2)	1,221
Power generation, nuclear power and new energy	21	(39)	(17)
Living and general production facility	—	(193)	(193)
Environmental protection, social development and IT	—	—	—
Others	(34)	(1)	(36)
Total	3,672	(14,796)	(11,123)
Total Engineering Business	3,704	(14,795)	(11,090)
Others Business	(31)	(0)	(32)

*3 All amounts are rounded down to the nearest million yen.