[Translation]

The following statements are an English-language translation of the original Japanese-language document for your reference purpose only. In the case that there is any discrepancy between the original Japanese version and this English version, the Japanese version shall prevail.

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

May 14, 2019

Consolidated Financial Statements-Summary

(For the fiscal year ended March 31, 2019)

Name of listed company: **JGC Corporation** Stock exchange: **Tokyo**
Code number: **1963**
Representative
Title: **Representative Director, Chairman and Chief Executive Officer (CEO)** Tel: **045-682-1111**
Name: **Masayuki Sato** URL: **https://www.jgc.com**
Contact
Title: **General Manager, Finance & Accounting Department**
Name: **Shinichi Taguchi**
Scheduled Date of Ordinary Annual General Meeting of Shareholders: **June 27, 2019**
Scheduled Date of Payment of Dividends: **June 28, 2019**

1. Consolidated Financial Results for FY2018(April 1, 2018 - March 31, 2019)

(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		Profit attributable to owners of the Parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Mar. 2019 term	619,241	(14.3)	23,249	8.2	32,304	29.6	24,005	44.7
Mar. 2018 term	722,987	4.3	21,495	—	24,927	—	16,589	—

Note:
Comprehensive income (millions of yen): Mar. 2019 term: 17,952((11.5%)) Mar. 2018 term: 20,292(—%)

	Earnings per share	Earnings per share (diluted)	Return on equity	Ordinary income/Total assets	Operating income/Net sales
	(Yen)	(Yen)	(%)	(%)	(%)
Mar. 2019 term	95.14	—	6.0	4.6	3.8
Mar. 2018 term	65.75	—	4.3	3.8	3.0

Reference:
Share of profit of entities accounted for using equity method (millions of yen): Mar. 31, 2019: 3,218 Mar. 31, 2018: 814

(2) Consolidated financial position

	Total assets	Total net assets	Shareholders' equity ratio	Total net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
Mar. 31, 2019	708,855	410,350	57.7	1,622.05
Mar. 31, 2018	684,921	395,779	57.6	1,564.37

Reference:
Shareholders' equity (millions of yen): Mar. 31, 2019: 409,254 Mar. 31, 2018: 394,701

Note: The Company applied “Partial Amendments to Accounting Standard for Tax Effect Accounting” (Corporate Accounting Standard No. 28, February16,2018),etc. from the beginning of FY2018. The figure as of March 31, 2018 is based on retroactive application.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at term-end
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
Mar. 2019 term	(55,259)	(4,662)	(13,878)	160,841
Mar. 2018 term	5,539	11,736	33,781	235,394

2. Dividends

	Annual dividends per share (Yen)					Total dividends (annual)	Payout ratio (consolidated)	Dividends/ shareholders' equity (consolidated)
	1Q term-end	2Q term-end	3Q term-end	Term-end	Annual	(Millions of yen)	(%)	(%)
Mar. 2018 term	—	—	—	25.00	25.00	6,307	38.0	1.6
Mar. 2019 term	—	—	—	28.50	28.50	7,190	30.0	1.8
Mar. 2020 term (Forecast)	—	—	—	12.00	12.00		30.3	

3. Earnings forecasts for FY2019 (April 1, 2019 - March 31, 2020)

Note: Percentage indicate changes from the previous term.

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the Parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Full Year	500,000	(19.3)	19,000	(18.3)	26,000	(19.5)	10,000	(58.3)

	Earnings per share
	(Yen)
Full Year	39.63

4. Others

(1) Changes in scope of consolidated important subsidiaries

(increase) None (decrease) None

(2) Changes of accounting principles, procedures and presentation

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

(3) Number of shares outstanding

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

Mar. 2019 term: 259,052,929 Mar. 2018 term: 259,052,929

② Number of treasury stock at term-end:

Mar. 2019 term: 6,746,081 Mar. 2018 term: 6,745,465

③ Average number of shares outstanding at term-end:

Mar. 2019 term: 252,307,128 Mar. 2018 term: 252,307,844

(1) This document is unaudited by certificated public accountants or audit firms.

(2) 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.

(3) Forecasts based on : 110.00 yen/US$ 1.00

Consolidated Balance Sheets

	March 31, 2019 (Millions of yen)	March 31, 2018 (Millions of yen)
ASSETS		
Current assets		
Cash and deposits	160,841	195,394
Notes receivable, accounts receivable from completed construction contracts and other	232,682	186,672
Costs on uncompleted construction contracts	24,471	20,633
Merchandise and finished goods	4,765	3,958
Work in process	2,809	2,452
Raw materials and supplies	3,981	2,835
Short-term loans receivable	4,029	46,474
Accounts receivable	93,545	43,250
Other	15,795	19,937
Allowance for doubtful accounts	(1,174)	(290)
Total current assets	**541,747**	**521,320**
Non-current assets		
Property, plant and equipment		
Buildings and structures	59,914	56,056
Machinery, vehicles, tools, furniture and fixtures	64,574	62,995
Land	18,491	18,550
Leased assets	314	1,361
Construction in progress	935	2,385
Other	4,402	4,384
Accumulated depreciation	(93,191)	(90,512)
Total property, plant and equipment	**55,440**	**55,222**
Intangible assets		
Software	4,180	3,046
Other	5,862	6,719
Total intangible assets	**10,043**	**9,766**
Investments and other assets		
Investment securities	68,993	69,818
Long-term loans receivable	4,626	8,473
Net defined benefit asset	604	425
Deferred tax assets	25,197	16,648
Other	10,179	11,702
Allowance for doubtful accounts	(7,978)	(8,456)
Total investments and other assets	**101,623**	**98,612**
Total non-current assets	**167,107**	**163,600**
Total assets	**708,855**	**684,921**

	March 31, 2019 (Millions of yen)	March 31, 2018 (Millions of yen)
LIABILITIES		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	92,091	89,164
Short-term loans payable	614	13,362
Income taxes payable	3,010	4,815
Advances received on uncompleted construction contracts	74,104	47,428
Provision for warranties for completed construction contracts	1,153	1,444
Provision for loss on construction contracts	17,765	21,818
Provision for bonuses	6,604	6,725
Provision for directors' bonuses	83	175
Other	28,131	30,839
Total current liabilities	**223,559**	**215,773**
Non-current liabilities		
Bonds payable	50,000	50,000
Long-term loans payable	3,949	4,294
Net defined benefit liability	15,874	15,829
Provision for directors' retirement benefits	305	291
Provision for loss on business liquidation	1,464	—
Deferred tax liabilities	649	240
Deferred tax liabilities for land revaluation	1,014	1,014
Other	1,687	1,697
Total non-current liabilities	**74,945**	**73,368**
Total liabilities	**298,504**	**289,142**
NET ASSETS		
Shareholders' equity:		
Capital stock	23,511	23,511
Capital surplus	25,609	25,609
Retained earnings	376,145	355,572
Treasury shares	(6,738)	(6,737)
Total shareholders' equity	**418,526**	**397,955**
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	7,239	11,168
Deferred gains or losses on hedges	(276)	(517)
Revaluation reserve for land	(10,891)	(10,919)
Foreign currency translation adjustment	(3,968)	(1,169)
Remeasurements of defined benefit plans	(1,375)	(1,815)
Total Accumulated other comprehensive income	**(9,272)**	**(3,253)**
Non-controlling interests	**1,096**	**1,077**
Total net assets	**410,350**	**395,779**
Total liabilities and net assets	**708,855**	**684,921**

Consolidated Statements of Income

	Mar. 2019 term (Apr. 1, 2018 - Mar. 31, 2019) (Millions of yen)	Mar. 2018 term (Apr. 1, 2017 - Mar. 31, 2018) (Millions of yen)
Net sales	619,241	722,987
Cost of sales	574,279	678,038
Gross profit	44,962	44,949
Selling, general and administrative expenses	21,712	23,453
Operating income	**23,249**	**21,495**
Non-operating income:		
Interest income	3,799	2,863
Dividend income	2,654	2,817
Share of profit of entities accounted for using equity method	3,218	814
Other	664	969
Total non-operating income	**10,337**	**7,464**
Non-operating expenses:		
Interest expenses	392	512
Bond issuance cost	—	213
Foreign exchange losses	528	2,620
Other	361	685
Total non-operating expenses	**1,281**	**4,032**
Ordinary income	**32,304**	**24,927**
Extraordinary income:		
Gain on transfer from business divestitures	—	8,935
Gain on sales of investment securities	2,371	50
Gains on sales of shares of subsidiaries and associates	—	1,394
Reversal of allowance for investment loss	—	774
Other	261	6,702
Total extraordinary Income	**2,633**	**17,857**
Extraordinary loss:		
Impairment loss	574	—
Loss on sales of investment securities	150	—
Provision for loss on business liquidation	1,456	—
Provision of allowance for doubtful accounts	—	4,908
Other	239	6,210
Total extraordinary loss	**2,421**	**11,119**
Profit before income taxes	**32,516**	**31,665**
Income taxes:		
Income taxes - current	15,081	10,590
Income taxes - deferred	(6,803)	4,262
Total income taxes	**8,277**	**14,853**
Profit	**24,238**	**16,812**
Profit attributable to non-controlling interests	**232**	**222**
Profit attributable to owners of the parent	**24,005**	**16,589**

Statements of Consolidated Comprehensive Income

	Mar. 2019 term (Apr. 1, 2018 - Mar. 31, 2019) (Millions of yen)	Mar. 2018 term (Apr. 1, 2017 - Mar. 31, 2018) (Millions of yen)
Profit	**24,238**	**16,812**
Other comprehensive income:		
Valuation difference on available-for-sale securities	(3,929)	3,213
Deferred gains or losses on hedges	233	(72)
Foreign currency translation adjustment	(3,156)	(414)
Remeasurements of defined benefit plans	479	725
Share of other comprehensive income of entities accounted for using equity method	86	27
Total other comprehensive income	**(6,285)**	**3,480**
Comprehensive income	**17,952**	**20,292**
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	17,726	20,056
Comprehensive income attributable to non-controlling interests	226	236

Consolidated Statements of Cash Flows

	Mar. 2019 term (Apr. 1, 2018 - Mar. 31, 2019) (Millions of yen)	Mar. 2018 term (Apr. 1, 2017 - Mar. 31, 2018) (Millions of yen)
Cash flows from operating activities:		
Profit before income taxes	32,516	31,665
Depreciation	7,291	7,427
Impairment loss	574	—
Increase (decrease) in allowance for doubtful accounts	886	6,444
Increase (decrease) in provision for loss on construction contracts	(4,003)	(9,214)
Increase (decrease) in net defined benefit liability	97	(65)
Interest and dividend income	(6,453)	(5,681)
Interest expense	392	512
Foreign exchange losses (gains)	(581)	112
Share of loss (profit) of entities accounted for using equity method	(3,218)	(814)
Loss (gain) on sales of investment securities	(2,220)	(50)
Loss (gain) on sales of shares of subsidiaries and associates	—	(1,394)
Loss (gain) on sales of non-current assets	6	(6,541)
Loss (gain) on transfer from business divestitures	—	(8,935)
Decrease (increase) in notes and accounts receivable-trade	(46,936)	5,061
Decrease (increase) in inventories	(6,223)	13,930
Decrease (increase) in accounts receivable-other	(52,533)	(21,376)
Increase (decrease) in notes and accounts payable-trade	4,010	(5,611)
Increase (decrease) in advances received on uncompleted contstruction contracts	26,901	2,514
Other	4,124	1,343
Subtotal	(45,368)	9,325
Interest and dividend income received	7,358	6,104
Interest expenses paid	(471)	(459)
Income taxes paid	(16,778)	(9,430)
Cash flows from operating activities	(55,259)	5,539
Cash flows from investing activities:		
Purchase of property, plant and equipment	(7,321)	(7,190)
Proceeds from sales of property, plant and equipment	83	15,237
Proceeds from business divestitures	—	14,879
Purchase of intangible assets	(2,343)	(2,379)
Purchase of investment securities	(2,451)	(7,328)
Proceeds from sale of investment securities	5,942	1,947
Proceeds from liquidation of subsidiaries and associates	1,866	—
Other	(439)	(3,428)
Cash flows from investing activities	(4,662)	11,736
Cash flows from financing activities:		
Proceeds from issuance of bonds	—	50,000
Net increase (decrease) in short-term loans payable	(5,221)	(786)
Proceeds from long-term loans payable	2	2
Repayments of long-term loans payable	(1,850)	(7,269)
Net decrease (increase) in treasury shares	(1)	(1)
Cash dividends paid	(6,310)	(7,569)
Dividends paid to non-controlling interests	(208)	(203)
Other	(288)	(390)
Cash flows from financing activities	(13,878)	33,781
Effect of exchange rate changes on cash and cash equivalents:	**(752)**	**(1,267)**
Net increase (decrease) in cash and cash equivalents:	**(74,552)**	**49,791**
Cash and cash equivalents at beginning of period:	**235,394**	**185,603**
Cash and cash equivalents at end of period:	**160,841**	**235,394**

Segment Information

【 Information by business segment 】

FY 2017 (April 1, 2017 - March 31, 2018) (Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Functional Materials Manufacturing	Sub total				
Net sales							
External customers	670,086	42,140	712,227	10,759	722,987	—	722,987
Inter-segment	419	5	425	2,126	2,551	(2,551)	—
Total	670,506	42,146	712,652	12,886	725,539	(2,551)	722,987
Segment profit	11,541	7,199	18,741	2,606	21,348	146	21,495
Segment asset	598,158	50,514	648,672	46,192	694,864	(9,943)	684,921
Other item							
Depreciation and amortization	2,932	2,426	5,358	2,124	7,483	(56)	7,427
Capital expenditures	5,853	2,635	8,489	578	9,067	—	9,067

*1: "Others" includes Specialized Consulting Services, Office Support Services Business, Power and Water Business, and Oil and Gas Production Sales Business.
*2: Segment profit, Segment asset and Other item are adjusted to eliminate transactions between segments.
*3: Segment profits are adjusted with the operating income figure from the Consolidated Statements of Income.

FY 2018 (April 1, 2018 - March 31, 2019) (Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Functional Materials Manufacturing	Sub total				
Net sales							
External customers	564,045	45,996	610,042	9,198	619,241	—	619,241
Inter-segment	177	7	184	2,081	2,266	(2,266)	—
Total	564,222	46,004	610,227	11,280	621,507	(2,266)	619,241
Segment profit	13,778	7,400	21,178	1,989	23,168	81	23,249
Segment asset	629,974	56,218	686,192	29,915	716,108	(7,252)	708,855
Other item							
Impairment loss	574	—	574	—	574	—	574
Depreciation and amortization	3,352	2,496	5,849	1,445	7,294	(3)	7,291
Capital expenditures	5,040	3,249	8,290	336	8,627	—	8,627

*1: "Others" includes Specialized Consulting Services, Office Support Services Business, Power and Water Business, and Oil and Gas Production Sales Business.
*2: Segment profit, Segment asset and Other item are adjusted to eliminate transactions between segments.
*3: Segment profits are adjusted with the operating income figure from the Consolidated Statements of Income.
*4: Coinciding the issuing of the Consolidated for FY2018, JGC changed the name of this segment from “Catalysts and Fine Products Business” to “Functional Materials Manufacturing Business”. As the change was only in the segment name, there is no change in any other information for this segment. In addition, the new segment name is also applicable for FY2017.

Sales, Orders Received and Backlog (Consolidated)

(Millions of yen)

Business area		March 31, 2018	March 31, 2019		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and gas development	277	2,601	1,320	1,558
	Petroleum refining	8,427	20,986	19,797	9,616
	LNG	—	517	304	212
	Chemical	49,417	30,685	32,964	47,137
	Power generation, nuclear power and new energy	137,977	28,100	78,083	87,995
	Living and general production facility	18,271	26,990	13,920	31,341
	Environmental protection, social development and IT	24,689	16,868	15,985	25,573
	Others	1,233	6,604	6,819	1,018
	Subtotal	240,294	133,354	169,195	204,454
Overseas	Oil and gas development	226,705	34,921	118,671	142,954
	Petroleum refining	98,234	24,468	67,501	55,201
	LNG	252,746	665,418	187,512	730,653
	Chemical	8,150	64,184	10,284	62,050
	Power generation, nuclear power and new energy	15,177	4,182	11,623	7,736
	Living and general production facility	(14)	4,387	1,758	2,613
	Environmental protection, social development and IT	307	77	147	237
	Others	4,555	4,457	6,549	2,463
	Subtotal	605,862	802,096	404,048	1,003,910
Total Engineering Business		845,018	926,364	564,045	1,207,337
Others Business		1,138	9,087	9,198	1,027
Subtotal		846,157	935,451	573,244	1,208,365
Functional Materials Manufacturing		—	—	45,996	—
Grand Total		846,157	935,451	619,241	1,208,365

*1 Figures for each business area are exclusive of consumption and other taxes.

*2 The balance as of the end of previous fiscal year for outstanding contracts of "Total Engineering Business" and "Others Business" have been revised to reflect foreign currency translation adjustments and changes in contract amounts for the period as follows:

(Millions of yen)

Business area	Foreign currency translation adjustment	Revision for changes in contract amounts	Total
Oil and gas development	2,050	(28,485)	(26,434)
Petroleum refining	8,757	(1)	8,756
LNG	(17,428)	(258)	(17,687)
Chemical	(285)	(3,204)	(3,489)
Power generation, nuclear power and new energy	(630)	—	(630)
Living and general production facility	(16)	(58)	(74)
Environmental protection, social development and IT	(0)	—	(0)
Others	(381)	(502)	(883)
Total	(7,933)	(32,510)	(40,443)
Total Engineering Business	(7,914)	(32,242)	(40,157)
Other Business	(18)	(267)	(286)

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