[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 19, 2020

Consolidated Financial Statements-Summary

(For the fiscal year ended March 31, 2020)

Name of listed company: **JGC HOLDINGS CORPORATION** Stock exchange: **Tokyo**
Code number: **1963**
Representative
Title: **Representative Director, Chairman of the Board & Chief Executive Officer (CEO)** Tel: **045-682-1111**
Name: **Masayuki Sato** URL: **https://www.jgc.com**
Contact
Title: **General Manager, Group Finance & Accounting Department**
Name: **Shinichi Taguchi**
Scheduled Date of Ordinary Annual General Meeting of Shareholders: **June 26, 2020**
Scheduled Date of Payment of Dividends: **June 29, 2020**

1. Consolidated Financial Results for FY2019(April 1, 2019 - March 31, 2020)

(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)	(%)
Fiscal year ended March 31, 2020	480,809	(22.4)	20,234	(13.0)	22,367	(30.8)	4,117	(82.8)
Fiscal year ended March 31, 2019	619,241	(14.3)	23,249	8.2	32,304	29.6	24,005	44.7

Note: Comprehensive income (millions of yen): FY2019: (14,271)(－%) FY2018: 17,952((11.5%))

	Earnings per share	Earnings per share (diluted)	Return on equity	Ordinary income/ Total assets	Operating income/ Net sales
	(Yen)	(Yen)	(%)	(%)	(%)
Fiscal year ended March 31, 2020	16.32	－	1.0	3.2	4.2
Fiscal year ended March 31, 2019	95.14	－	6.0	4.6	3.8

Reference: Equity Gains (Losses) of Affiliated Companies (millions of yen): FY2019: 3,875 FY2018: 3,218

(2) Consolidated financial position

	Total assets	Total net assets	Shareholders' equity ratio	Total net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(yen)
As of March 31, 2020	671,273	390,979	58.2	1,547.45
As of March 31, 2019	708,855	410,350	57.7	1,622.05

Reference: Shareholders' equity (millions of yen): As of March 31, 2020 : 390,516 As of March 31, 2019 : 409,254

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
Fiscal year ended March 31, 2020	92,442	19,364	(7,699)	261,898
Fiscal year ended March 31, 2019	(55,259)	(4,662)	(13,878)	160,841

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)	(%)	(%)
Fiscal year ended March 31, 2019	－	－	－	28.50	28.50	7,190	30.0	1.8
Fiscal year ended March 31, 2020	－	－	－	12.00	12.00	3,028	73.5	0.8
Fiscal year ended March 31, 2021 (Forecast)	－	－	－	12.00	12.00		37.9	

3. Earnings forecasts for FY2020 (April 1, 2020 - March 31, 2021)

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	480,000	(0.2)	20,000	(1.2)	23,000	2.8	8,000	94.3

	Earnings per share
	(Yen)
Full Year	31.70

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):

As of March 31, 2020 : 259,110,861 As of March 31, 2019 : 259,052,929

② Number of treasury stock at term-end:

As of March 31, 2020 : 6,748,713 As of March 31, 2019 : 6,746,081

③ Average number of shares outstanding during the period:

Fiscal year ended March 31, 2020 : 252,341,461 Fiscal year ended March 31, 2019 : 252,307,128

(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 : 107.00 yen/US$ 1.00

Consolidated Balance Sheets

	As of March 31, 2020	As of March 31, 2019
	(Millions of yen)	(Millions of yen)
ASSETS		
Current assets		
Cash and deposits	261,898	160,841
Notes receivable, accounts receivable from completed construction contracts and other	145,276	232,682
Costs on uncompleted construction contracts	22,989	24,471
Merchandise and finished goods	5,366	4,765
Work in process	2,636	2,809
Raw materials and supplies	3,687	3,981
Short-term loans receivable	437	4,029
Accounts receivable	84,073	93,545
Other	11,748	15,795
Allowance for doubtful accounts	(158)	(1,174)
Total current assets	**537,955**	**541,747**
Non-current assets		
Property, plant and equipment		
Buildings and structures	59,852	59,914
Machinery, vehicles, tools, furniture and fixtures	59,255	64,574
Land	18,581	18,491
Leased assets	770	314
Construction in progress	910	935
Other	4,422	4,402
Accumulated depreciation	(93,997)	(93,191)
Total property, plant and equipment	**49,794**	**55,440**
Intangible assets		
Software	4,869	4,180
Other	5,312	5,862
Total intangible assets	**10,181**	**10,043**
Investments and other assets		
Investment securities	44,807	68,993
Long-term loans receivable	8,026	4,626
Net defined benefit asset	569	604
Deferred tax assets	21,713	25,197
Other	11,241	10,179
Allowance for doubtful accounts	(13,016)	(7,978)
Total investments and other assets	**73,341**	**101,623**
Total non-current assets	**133,317**	**167,107**
Total assets	**671,273**	**708,855**

	As of March 31, 2020 (Millions of yen)	As of March 31, 2019 (Millions of yen)
LIABILITIES		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	68,239	92,091
Short-term loans payable	227	614
Current portion of bonds payable	20,000	—
Income taxes payable	1,955	3,010
Advances received on uncompleted construction contracts	83,227	74,104
Provision for warranties for completed construction contracts	976	1,153
Provision for loss on construction contracts	11,109	17,765
Provision for bonuses	6,203	6,604
Provision for directors' bonuses	77	83
Other	36,369	28,131
Total current liabilities	**228,386**	**223,559**
Non-current liabilities		
Bonds payable	30,000	50,000
Long-term loans payable	347	3,949
Net defined benefit liability	16,718	15,874
Provision for directors' retirement benefits	253	305
Deferred tax liabilities	959	649
Deferred tax liabilities for land revaluation	1,014	1,014
Other	2,614	3,151
Total non-current liabilities	**51,907**	**74,945**
Total liabilities	**280,293**	**298,504**
NET ASSETS		
Shareholders' equity:		
Capital stock	23,554	23,511
Capital surplus	25,653	25,609
Retained earnings	375,641	376,145
Treasury shares	(6,739)	(6,738)
Total shareholders' equity	**418,109**	**418,526**
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	2,205	7,239
Deferred gains or losses on hedges	(1,004)	(276)
Revaluation reserve for land	(10,891)	(10,891)
Foreign currency translation adjustment	(16,491)	(3,968)
Remeasurements of defined benefit plans	(1,411)	(1,375)
Total accumulated other comprehensive income	**(27,592)**	**(9,272)**
Non-controlling interests	**463**	**1,096**
Total net assets	**390,979**	**410,350**
Total liabilities and net assets	**671,273**	**708,855**

Consolidated Statements of Income

	FY2019 (Apr 1, 2019 - Mar 31, 2020) (Millions of yen)	FY2018 (Apr 1, 2018 - Mar 31, 2019) (Millions of yen)
Net sales	480,809	619,241
Cost of sales	437,460	574,279
Gross profit	43,349	44,962
Selling, general and administrative expenses	23,114	21,712
Operating income	**20,234**	**23,249**
Non-operating income:		
Interest income	3,865	3,799
Dividend income	2,659	2,654
Share of profit of entities accounted for using equity method	3,875	3,218
Other	671	664
Total non-operating income	**11,072**	**10,337**
Non-operating expenses:		
Interest expenses	186	392
Foreign exchange losses	5,228	528
Provision of allowance for doubtful accounts	3,124	—
Other	399	361
Total non-operating expenses	**8,939**	**1,281**
Ordinary income	**22,367**	**32,304**
Extraordinary income:		
Gain on sales of investment securities	5,649	2,371
Gain on sales of shares of subsidiaries and associates	2,247	—
Other	46	261
Total extraordinary Income	**7,943**	**2,633**
Extraordinary loss:		
Impairment loss	—	574
Loss on sales of investment securities	—	150
Loss on valuation of investment securities	865	8
Loss on sales of shares of subsidiaries and associates	3,211	—
Provision for loss on business liquidation	—	1,456
Other	290	231
Total extraordinary loss	**4,367**	**2,421**
Profit before income taxes	**25,943**	**32,516**
Income taxes		
Income taxes - current	**16,091**	**15,081**
Income taxes - deferred	**5,593**	**(6,803)**
Total income taxes	**21,685**	**8,277**
Profit	**4,258**	**24,238**
Profit attributable to non-controlling interests	**140**	**232**
Profit attributable to owners of the parent	**4,117**	**24,005**

Statements of Consolidated Comprehensive Income

	FY2019 (Apr 1, 2019 - Mar 31, 2020) (Millions of yen)	FY2018 (Apr 1, 2018 - Mar 31, 2019) (Millions of yen)
Profit	**4,258**	**24,238**
Other comprehensive income:		
Valuation difference on available-for-sale securities	(5,190)	(3,929)
Deferred gains or losses on hedges	(728)	233
Foreign currency translation adjustment	(12,164)	(3,156)
Remeasurements of defined benefit plans	(250)	479
Share of other comprehensive income of entities accounted for using equity method	(195)	86
Total other comprehensive income	**(18,529)**	**(6,285)**
Comprehensive income	**(14,271)**	**17,952**
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	(14,411)	17,726
Comprehensive income attributable to non-controlling interests	140	226

Consolidated Statements of Cash Flows

	FY2019 (Apr 1, 2019 - Mar 31, 2020) (Millions of yen)	FY2018 (Apr 1, 2018 - Mar 31, 2019) (Millions of yen)
Cash flows from operating activities:		
Profit before income taxes	25,943	32,516
Depreciation	7,015	7,291
Impairment loss	–	574
Increase (decrease) in allowance for doubtful accounts	3,893	886
Increase (decrease) in provision for loss on construction contracts	(4,156)	(4,003)
Increase (decrease) in net defined benefit liability	836	97
Interest and dividend income	(6,525)	(6,453)
Interest expenses	186	392
Foreign exchange losses (gains)	2,059	(581)
Share of loss (profit) of entities accounted for using equity method	(3,875)	(3,218)
Loss (gain) on sales of investment securities	(5,649)	(2,220)
Loss (gain) on valuation of investment securities	865	8
Loss (gain) on sales of shares of subsidiaries and associates	964	–
Loss (gain) on sales of non-current assets	(38)	6
Decrease (increase) in notes and accounts receivable-trade	86,286	(46,936)
Decrease (increase) in inventories	1,344	(6,223)
Decrease (increase) in accounts receivable-other	(1,342)	(52,533)
Increase (decrease) in notes and accounts payable-trade	(21,642)	4,010
Increase (decrease) in advances received on uncompleted contstruction contracts	9,342	26,901
Other	7,157	4,116
Subtotal	102,666	(45,368)
Interest and dividend income received	7,547	7,358
Interest expenses paid	(153)	(471)
Income taxes paid	(17,617)	(16,778)
Cash flows from operating activities	92,442	(55,259)
Cash flows from investing activities:		
Purchase of property, plant and equipment	(4,434)	(7,321)
Proceeds from sales of property, plant and equipment	38	83
Purchase of intangible assets	(2,234)	(2,343)
Purchase of investment securities	(1,463)	(2,451)
Proceeds from sales of investment securities	25,395	5,942
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	1,283	–
Proceeds from liquidation of subsidiaries and associates	–	1,866
Other	779	(439)
Cash flows from investing activities	19,364	(4,662)
Cash flows from financing activities:		
Net increase (decrease) in short-term loans payable	(13)	(5,221)
Proceeds from long-term loans payable	1	2
Repayments of long-term loans payable	(297)	(1,850)
Net decrease (increase) in treasury shares	0	(1)
Cash dividends paid	(7,192)	(6,310)
Dividends paid to non-controlling interests	(213)	(208)
Other	16	(288)
Cash flows from financing activities	(7,699)	(13,878)
Effect of exchange rate changes on cash and cash equivalents:	**(3,781)**	**(752)**
Net increase (decrease) in cash and cash equivalents:	**100,326**	**(74,552)**
Cash and cash equivalents at beginning of period:	**160,841**	**235,394**
Increase in cash and cash equivalents from newly consolidated subsidiaries	**731**	–
Cash and cash equivalents at end of period:	**261,898**	**160,841**

Segment Information

【 Information by business segment 】

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.

FY 2019 (April 1, 2019 - March 31, 2020) (Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total Engineering	Functional Materials Manufacturing	Sub total				
Net sales							
External customers	426,764	46,653	473,417	7,392	480,809	—	480,809
Inter-segment	423	13	436	2,304	2,741	(2,741)	—
Total	427,187	46,666	473,854	9,696	483,551	(2,741)	480,809
Segment profit	12,071	6,743	18,814	1,541	20,356	(122)	20,234
Segment asset	394,520	59,414	453,935	324,880	778,816	(107,542)	671,273
Other item							
Depreciation and amortization	2,286	2,498	4,785	2,232	7,017	(1)	7,015
Capital expenditures	1,886	3,568	5,455	2,358	7,813	—	7,813

*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.

Sales, Orders Received and Backlog (Consolidated)

(Millions of yen)

Business area		March 31, 2019	March 31, 2020		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and gas development	1,558	2,802	2,081	2,280
	Petroleum refining	9,579	15,301	16,802	8,078
	LNG	212	—	—	212
	Chemical	43,368	31,919	34,898	40,389
	Power generation, nuclear power and new energy	84,966	42,202	60,471	66,697
	Living and general production facility	31,413	19,094	30,629	19,879
	Environmental protection, social development and IT	23,666	10,433	14,210	19,889
	Others	1,003	5,431	5,828	606
	Subtotal	195,770	127,185	164,922	158,033
Overseas	Oil and gas development	141,499	7,306	74,859	73,945
	Petroleum refining	55,854	13,769	22,581	47,041
	LNG	720,184	13,967	132,105	602,046
	Chemical	61,583	18,782	24,260	56,105
	Power generation, nuclear power and new energy	6,038	237	6,119	156
	Living and general production facility	2,549	2,581	3,499	1,631
	Environmental protection, social development and IT	235	2,775	739	2,271
	Others	2,415	3,038	5,068	384
	Subtotal	990,360	62,458	269,234	783,584
Total Engineering Business		1,185,126	182,622	426,764	940,984
Others Business		1,004	7,021	7,392	633
Subtotal		1,186,130	189,643	434,156	941,618
Functional Materials Manufacturing		—	—	46,653	—
Grand Total		1,186,130	189,643	480,809	941,618

*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	(1,109)	(345)	(1,455)
Petroleum refining	662	(46)	615
LNG	(6,582)	(3,886)	(10,468)
Chemical	115	(4,352)	(4,236)
Power generation, nuclear power and new energy	(17)	(4,709)	(4,726)
Living and general production facility	(32)	40	8
Environmental protection, social development and IT	(1)	(1,906)	(1,907)
Others	(49)	(13)	(62)
Total	(7,014)	(15,219)	(22,234)
Total Engineering Business	(7,006)	(15,204)	(22,211)
Others Business	(8)	(14)	(22)

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