[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 12, 2021

Consolidated Financial Statements-Summary

(For the fiscal year ended March 31, 2021)

Name of listed company: **JGC HOLDINGS CORPORATION** Stock exchange: **Tokyo**
Code number: **1963**
Representative Tel: **045-682-1111**
Title: **Representative Director, Chairman of the Board & Chief Executive Officer (CEO)** URL: **https://www.jgc.com**
Name: **Masayuki Sato**
Contact
Title: **General Manager, Group Finance & Accounting Department**
Name: **Shinichi Taguchi**
Scheduled Date of Ordinary Annual General Meeting of Shareholders: **June 29, 2021**
Scheduled Date of Payment of Dividends: **June 30, 2021**

1. Consolidated Financial Results for FY2020 (April 1, 2020 - March 31, 2021)

(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, 2021	433,970	(9.7)	22,880	13.1	25,506	14.0	5,141	24.9
Fiscal year ended March 31, 2020	480,809	(22.4)	20,234	(13.0)	22,367	(30.8)	4,117	(82.8)

Note: Comprehensive income (millions of yen): FY2020: 29,925 (−%) FY2019: (14,271) (−%)

	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, 2021	20.37	—	1.3	3.7	5.3
Fiscal year ended March 31, 2020	16.32	—	1.0	3.2	4.2

Reference: Equity Gains (Losses) of Affiliated Companies (millions of yen): FY2020: 2,187 FY2019: 3,875

(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, 2021	702,529	417,616	59.4	1,652.19
As of March 31, 2020	671,273	390,979	58.2	1,547.45

Reference: Shareholders' equity (millions of yen): As of March 31, 2021 : 417,120 As of March 31, 2020 : 390,516

(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, 2021	12,467	(13,520)	196	268,281
Fiscal year ended March 31, 2020	92,442	19,364	(7,699)	261,898

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, 2020	—	—	—	12.00	12.00	3,028	73.5	0.8
Fiscal year ended March 31, 2021	—	—	—	12.00	12.00	3,029	58.9	0.8
Fiscal year ended March 31, 2022 (Forecast)	—	—	—	15.00	15.00		29.1	

3. Earnings forecasts for FY2021 (April 1, 2021 - March 31, 2022)

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	470,000	—	16,000	—	19,000	—	13,000	—

	Earnings per share
	(Yen)
Full Year	51.50

As the "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29), etc., has been applied since the beginning of the fiscal year ending March 31, 2022, the above forecast is based on the amounts resulting after the application of the provisions of this accounting standard, and the percentage change from the previous fiscal year is not stated.

4. Others

(1) Changes in scope of consolidated important subsidiaries
(increase) None (decrease) None

(2) Changes of accounting principles, procedures and presentation

(a) Changes due to revisions of accounting standards:	None
(b) Changes other than the above (a):	None
(c) Changes in accounting estimates:	None
(d) Restatement:	None

(3) Number of shares outstanding

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

As of March 31, 2021 :	259,214,827	As of March 31, 2020 :	259,110,861

(b) Number of treasury stock at term-end:

As of March 31, 2021 :	6,749,173	As of March 31, 2020 :	6,748,713

(c) Average number of shares outstanding during the period:

Fiscal year ended March 31, 2021 :	252,425,976	Fiscal year ended March 31, 2020 :	252,341,461

(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, 2021	As of March 31, 2020
	(Millions of yen)	(Millions of yen)
ASSETS		
Current assets		
Cash and deposits	268,281	261,898
Notes receivable, accounts receivable from completed construction contracts and other	143,064	145,276
Costs on uncompleted construction contracts	20,848	22,989
Merchandise and finished goods	5,592	5,366
Work in process	2,651	2,636
Raw materials and supplies	3,874	3,687
Short-term loans receivable	446	437
Accounts receivable	97,097	84,073
Other	6,678	11,748
Allowance for doubtful accounts	(176)	(158)
Total current assets	548,359	537,955
Non-current assets		
Property, plant and equipment		
Buildings and structures	61,504	59,852
Machinery, vehicles, tools, furniture and fixtures	60,190	59,255
Land	18,552	18,581
Leased assets	1,056	770
Construction in progress	17,835	910
Other	4,259	4,422
Accumulated depreciation	(96,744)	(93,997)
Total property, plant and equipment	66,654	49,794
Intangible assets		
Software	4,830	4,869
Other	2,036	5,312
Total intangible assets	6,867	10,181
Investments and other assets		
Investment securities	54,199	44,807
Long-term loans receivable	7,952	8,026
Net defined benefit asset	859	569
Deferred tax assets	15,532	21,713
Other	15,034	11,241
Allowance for doubtful accounts	(12,929)	(13,016)
Total investments and other assets	80,648	73,341
Total non-current assets	154,170	133,317
Total assets	702,529	671,273

	As of March 31, 2021	As of March 31, 2020
	(Millions of yen)	(Millions of yen)
LIABILITIES		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	41,777	68,239
Short-term loans payable	588	227
Current portion of bonds payable	—	20,000
Income taxes payable	1,263	1,955
Advances received on uncompleted construction contracts	100,707	83,227
Provision for bonuses	6,385	6,203
Provision for directors' bonuses	61	77
Provision for loss on construction contracts	3,590	11,109
Provision for warranties for completed construction contracts	1,317	976
Other	41,362	36,369
Total current liabilities	197,055	228,386
Non-current liabilities		
Bonds payable	50,000	30,000
Long-term loans payable	16,783	347
Net defined benefit liability	15,325	16,718
Provision for directors' retirement benefits	219	253
Deferred tax liabilities	1,049	959
Deferred tax liabilities for land revaluation	1,014	1,014
Other	3,463	2,614
Total non-current liabilities	87,857	51,907
Total liabilities	284,912	280,293
NET ASSETS		
Shareholders' equity		
Capital stock	23,611	23,554
Capital surplus	25,709	25,653
Retained earnings	380,402	375,641
Treasury shares	(6,739)	(6,739)
Total shareholders' equity	422,983	418,109
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,571	2,205
Deferred gains or losses on hedges	248	(1,004)
Revaluation reserve for land	(10,891)	(10,891)
Foreign currency translation adjustment	(358)	(16,491)
Remeasurements of defined benefit plans	(432)	(1,411)
Total accumulated other comprehensive income	(5,862)	(27,592)
Non-controlling interests	495	463
Total net assets	417,616	390,979
Total liabilities and net assets	702,529	671,273

Consolidated Statements of Income

	Fiscal year ended March 31, 2021 (Apr. 1, 2020 - Mar. 31, 2021)	Fiscal year ended March 31, 2020 (Apr. 1, 2019 - Mar. 31, 2020)
	(Millions of yen)	(Millions of yen)
Net sales	433,970	480,809
Cost of sales	390,188	437,460
Gross profit	43,782	43,349
Selling, general and administrative expenses	20,901	23,114
Operating income	22,880	20,234
Non-operating income		
Interest income	1,320	3,865
Dividend income	897	2,659
Share of profit of entities accounted for using equity method	2,187	3,875
Other	783	671
Total non-operating income	5,189	11,072
Non-operating expenses		
Interest expenses	180	186
Foreign exchange losses	2,058	5,228
Other	324	3,523
Total non-operating expenses	2,563	8,939
Ordinary income	25,506	22,367
Extraordinary income		
Gain on sales of investment securities	1,844	5,649
Other	24	2,293
Total extraordinary income	1,868	7,943
Extraordinary loss		
Impairment loss	2,911	—
Loss on valuation of investment securities	1,357	865
Loss on sales of shares of subsidiaries and associates	—	3,211
Other	662	290
Total extraordinary loss	4,930	4,367
Profit before income taxes	22,444	25,943
Income taxes		
Income taxes - current	13,974	16,091
Income taxes - deffered	3,261	5,593
Total income taxes	17,235	21,685
Profit	5,208	4,258
Profit attributable to non-controlling interests	67	140
Profit attributable to owners of the parent	5,141	4,117

Consolidated Statements of Comprehensive Income

	Fiscal year ended March 31, 2021 (Apr. 1, 2020 - Mar. 31, 2021)	Fiscal year ended March 31, 2020 (Apr. 1, 2019 - Mar. 31, 2020)
	(Millions of yen)	(Millions of yen)
Profit	5,208	4,258
Other comprehensive income		
Valuation difference on available-for-sale securities	3,330	(5,190)
Deferred gains or losses on hedges	4,596	(728)
Foreign currency translation adjustment	16,406	(12,164)
Remeasurements of defined benefit plans	1,057	(250)
Share of other comprehensive income of entities accounted for using equity method	(674)	(195)
Total other comprehensive income	24,717	(18,529)
Comprehensive income	29,925	(14,271)
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	29,858	(14,411)
Comprehensive income attributable to non-controlling interests	67	140

Consolidated Statements of Cash Flows

	Fiscal year ended March 31, 2021 (Apr. 1, 2020 - Mar. 31, 2021)	Fiscal year ended March 31, 2020 (Apr. 1, 2019 - Mar. 31, 2020)
	(Millions of yen)	(Millions of yen)
Cash flows from operating activities		
Profit before income taxes	22,444	25,943
Depreciation	6,432	7,015
Impairment loss	2,911	—
Increase (decrease) in allowance for doubtful accounts	98	3,893
Increase (decrease) in provision for loss on construction contracts	(7,454)	(4,156)
Increase (decrease) in net defined benefit liability	(1,281)	836
Interest and dividend income	(2,218)	(6,525)
Interest expenses	180	186
Foreign exchange losses (gains)	(2,320)	2,059
Share of loss (profit) of entities accounted for using equity method	(2,187)	(3,875)
Loss (gain) on sales of investment securities	(1,844)	(5,649)
Loss (gain) on valuation of investment securities	1,357	865
Loss (gain) on sales of non-current assets	(7)	(38)
Decrease (increase) in notes and accounts receivable-trade	3,450	86,286
Decrease (increase) in inventories	1,685	1,344
Decrease (increase) in accounts receivable-other	3,479	(1,342)
Increase (decrease) in notes and accounts payable-trade	(27,457)	(21,642)
Increase (decrease) in advances received on uncompleted contstruction contracts	17,719	9,342
Other	9,771	8,121
Subtotal	24,760	102,666
Interest and dividend income received	3,344	7,547
Interest expenses paid	(182)	(153)
Income taxes paid	(15,455)	(17,617)
Cash flows from operating activities	12,467	92,442
Cash flows from investing activities		
Purchase of property, plant and equipment	(8,719)	(4,434)
Proceeds from sales of property, plant and equipment	45	38
Purchase of intangible assets	(1,487)	(2,234)
Purchase of investment securities	(5,626)	(1,463)
Proceeds from sales of investment securities	2,095	25,395
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	—	1,283
Other	171	779
Cash flows from investing activities	(13,520)	19,364

	Fiscal year ended March 31, 2021 (Apr. 1, 2020 - Mar. 31, 2021)	Fiscal year ended March 31, 2020 (Apr. 1, 2019 - Mar. 31, 2020)
	(Millions of yen)	(Millions of yen)
Cash flows from financing activities		
Proceeds from issuance of bonds	20,000	—
Redemption of subordinated bonds	(20,000)	—
Net increase (decrease) in short-term loans payable	17	(13)
Proceeds from long-term loans payable	3,407	1
Repayments of long-term loans payable	(63)	(297)
Net decrease (increase) in treasury shares	(0)	(0)
Cash dividends paid	(3,030)	(7,192)
Dividends paid to non-controlling interests	(34)	(213)
Other	(99)	16
Cash flows from financing activities	196	(7,699)
Effect of exchange rate changes on cash and cash equivalents	5,342	(3,781)
Net increase (decrease) in cash and cash equivalents	4,485	100,326
Cash and cash equivalents at beginning of period	261,898	160,841
Increase in cash and cash equivalents from newly consolidated subsidiaries	1,896	731
Cash and cash equivalents at end of period	268,281	261,898

Segment Information

【 Information by business segment 】

Fiscal year ended March 31, 2020 (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	17,613	471,548	199,724	671,273
Other item							
Depreciation and amortization	3,432	2,498	5,930	1,086	7,017	(1)	7,015
Capital expenditures	1,886	3,568	5,455	417	5,872	1,941	7,813

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

*2 : (a)Segment profit and Depreciation are adjusted to eliminate transactions between segments.

(b)Adjustments to segment assets include corporate assets of 200,015 billion yen that are not allocated to each business segment. Corporate assets consist mainly of cash and deposits, investment securities, and non-current assets (buildings and land, etc.) at the company.

(c)Adjustments to increase in tangible and intangible fixed assets are corporate assets that are not allocated to each business segment.

(d)Company assets are not allocated to each business segment, but the related depreciation are allocated based on a comprehensive consideration of the burden ratio of each business segment involved.

*3: Segment profit is adjusted with the operating income figure from the Consolidated Statements of Income.

Fiscal year ended March 31, 2021 (April 1, 2020 - March 31, 2021) (Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total Engineering	Functional Materials Manufacturing	Sub total				
Net sales							
External customers	388,585	40,726	429,312	4,658	433,970	—	433,970
Inter-segment	61	10	72	2,156	2,229	(2,229)	—
Total	388,647	40,737	429,384	6,814	436,199	(2,229)	433,970
Segment profit	16,825	5,816	22,641	188	22,830	50	22,880
Segment asset	419,864	59,822	479,686	29,229	508,916	193,612	702,529
Other item							
Impairment loss	—	—	—	2,911	2,911	—	2,911
Depreciation and amortization	3,300	2,669	5,969	462	6,432	(0)	6,432
Capital expenditures	1,068	3,644	4,712	3,332	8,045	1,295	9,340

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

*2 : (a)Segment profit and Depreciation are adjusted to eliminate transactions between segments.

(b)Adjustments to segment assets include corporate assets of 203,013 billion yen that are not allocated to each business segment. Corporate assets consist mainly of cash and deposits, investment securities, and non-current assets (buildings and land, etc.) at the company.

(c)Adjustments to increase in tangible and intangible fixed assets are corporate assets that are not allocated to each business segment.

(d)Company assets are not allocated to each business segment, but the related depreciation are allocated based on a comprehensive consideration of the burden ratio of each business segment involved.

*3: Segment profit is 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, 2020	March 31, 2021		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and gas development	2,280	1,901	1,810	2,371
	Petroleum refining	8,078	16,552	20,298	4,333
	LNG	—	330	117	213
	Chemical	40,375	18,508	51,279	7,605
	Power generation, nuclear power and new energy	66,923	128,031	32,288	162,666
	Living and general production facility	23,818	8,098	19,703	12,212
	Environmental protection, social development and IT	15,950	4,488	17,966	2,472
	Others	600	4,247	3,990	857
	Subtotal	158,028	182,159	147,454	192,732
Overseas	Oil and gas development	69,408	39,390	42,022	66,775
	Petroleum refining	46,217	416,672	18,726	444,164
	LNG	617,450	36,420	144,048	509,823
	Chemical	55,940	4,759	36,448	24,251
	Power generation, nuclear power and new energy	156	458	87	527
	Living and general production facility	1,626	1,845	2,243	1,229
	Environmental protection, social development and IT	2,173	21	780	1,414
	Others	377	1,339	1,432	285
	Subtotal	793,351	500,909	245,789	1,048,471
Total Engineering Business		950,739	678,229	388,585	1,240,383
Others' Business		640	4,838	4,658	821
Subtotal		951,380	683,068	393,243	1,241,204
Functional Materials Manufacturing Business		—	—	40,726	—
Grand Total		951,380	683,068	433,970	1,241,204

*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	279	(4,816)	(4,537)
Petroleum refining	(239)	(584)	(823)
LNG	15,987	(796)	15,190
Chemical	576	(754)	(178)
Power generation, nuclear power and new energy	(0)	226	226
Living and general production facility	(4)	3,939	3,934
Environmental protection, social development and IT	(119)	(3,917)	(4,037)
Others	(9)	(3)	(13)
Total	16,470	(6,708)	9,762
Total Engineering Business	16,456	(6,702)	9,754
Others' Business	13	(6)	7

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