May 12, 2020

To whom it may concern:

Company name: JGC HOLDINGS CORPORATION
Representative: Masayuki Sato
Chairman CEO
(Code number: 1963, Stock Exchange: Tokyo)
Contact: Akihiro Yamagami
Manager, Corporate Communication Group
Group Management Development Dept.
(TEL: 81-45-682-8026)

# Notice of Revisions to the Consolidated Results Forecasts

Having taken into account recent trends in operating performance and other factors, JGC Holdings Corporation hereby announces a revision to its consolidated results forecasts for the fiscal year 2019 ending March 31, 2020 (April 1, 2019 ~ March 31, 2020), which were originally published on May 14, 2019.

I. Revision of the Consolidated Results Forecast

1. Revisions to the consolidated results forecasts for the fiscal year 2019 ending March 31, 2020 (April 1, 2019 ~ March 31, 2020)

(Millions of yen)

| | Net Sales | Operating Income | Ordinary Income | Profit Attributable to Owners of the Parent | Earnings per Share (Yen) |
|---|---|---|---|---|---|
| Previous Forecast (A) (Announced on May 14, 2019) | 500,000 | 19,000 | 26,000 | 10,000 | 39.63 |
| Revised Forecast (B) | 480,000 | 20,000 | 22,000 | 4,000 | 15.85 |
| Difference (B－A) | △20,000 | 1,000 | △4,000 | △6,000 | － |
| Percentage Increase / Decrease (%) | △4.0 | 5.3 | △15.4 | △60.0 | － |

| | | | | | |
|---|---|---|---|---|---|
| (Reference) Results for the Fiscal Year 2018 Ended March 31, 2019 | 619,241 | 23,249 | 32,304 | 24,005 | 95.14 |

2. Main Reasons for the Revision

Although extraordinary income was recorded for the sales of cross-sharing policy shares and business investment assets, the effective tax rate is expected to rise due to increases in foreign income taxes for some overseas projects and other factors, and profit attributable to owners of the parent is projected to undershoot the consolidated results forecast announced at the beginning of the fiscal year.

The reasons for the difference between the revised forecasts and the previous forecasts announced at the beginning of the fiscal year are as follows.

(1) Net sales: due to the spread of novel coronavirus infections and the fall in the price of crude oil, some clients are postponing final investment decisions, which is expected to result in a small decline in net sales.

(2) Operating income: as a result of conducting detailed surveys on the effects of the spread of novel coronavirus infections on construction projects currently under way both in Japan and overseas, we have made the decision to assume an impact on the profitability of construction work for some projects. On the other hand, because improvements in profitability were achieved following steady progress in multiple projects in Japan and overseas, operating income is expected to increase slightly.

(3) Ordinary income: as a result of recording allowances for doubtful accounts caused by deterioration in the businesses of a joint venture partner company, and increases in foreign-exchange losses, ordinary income is expected to decline.

II. Dividend Forecast

The annual dividend for the year ending March 31, 2020 remains unchanged at ¥12 per share, as announced in the beginning of the fiscal year.

(Note) The above forecasts were created based on information available to the Company as of the date that this revision to earnings forecasts was made, and actual results, etc. may eventually differ from these forecasts due to a variety of factors.