

[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.)

August 10, 2009

Summary of Consolidated First Quarter Financial Results for Fiscal 2009 (the Year Ending March 2010)

Name of listed company: **JGC Corporation**

Code number: **1963**

URL: <http://www.jgc.co.jp>

Representative

Title: **Chairman and Chief Executive Officer**

Name: **Keisuke Takeuchi**

Contact

Title: **Director and Chief Financial Officer and Senior General Manager, Finance & Accounting Department**

Name: **Hiroyoshi Suga**

Stock exchange: **Tokyo**

Tel: **045-682-1111**

1. Business results of first quarter for fiscal 2009 (April 1, 2009 - June 30, 2009)

(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) | (%) |
| 1Q FY2009 | 86,266 | (24.9) | 7,146 | (35.6) | 7,312 | (54.4) | 3,911 | (51.9) |
| 1Q FY2008 | 114,883 | — | 11,098 | — | 16,051 | — | 8,135 | — |

| | Earnings per share | Earnings per share (diluted) |
|-----------|--------------------|------------------------------|
| | (Yen) | (Yen) |
| 1Q FY2009 | 15.47 | — |
| 1Q FY2008 | 32.17 | — |

(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 June 30, 2009 | 456,861 | 224,752 | 49.1 | 886.98 |
| As of March 31, 2009 | 480,279 | 224,488 | 46.6 | 885.62 |

Reference:

Shareholders' equity (millions of yen): Jun. 30, 2009: 224,218 Mar. 31, 2009: 223,887

2. Dividends

| | Annual dividends per share (Yen) | | | | |
|---------------------------|----------------------------------|-------------|-------------|----------|--------|
| | 1Q term-end | 2Q term-end | 3Q term-end | Term-end | Annual |
| Mar. 2009 term | — | — | — | 30.00 | 30.00 |
| Mar. 2010 term | — | — | — | — | — |
| Mar. 2010 term (Forecast) | — | — | — | 20.00 | 20.00 |

Note: Revision of dividend forecast during this period: None

3. Earnings forecast for fiscal 2009 (April 1, 2009 - March 31, 2010)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|-----------|-------------------|-------|-------------------|--------|-------------------|--------|-------------------|--------|
| | (Millions of yen) | (%) | (Millions of yen) | (%) | (Millions of yen) | (%) | (Millions of yen) | (%) |
| 1st Half | 210,000 | (7.7) | 17,500 | (32.8) | 13,500 | (51.3) | 8,500 | (49.6) |
| Full Year | 450,000 | (0.2) | 34,500 | (33.7) | 32,000 | (35.2) | 20,500 | (35.0) |

| | Earnings per share |
|-----------|--------------------|
| | (Yen) |
| 1st Half | 33.62 |
| Full Year | 81.10 |

Note: Revision of earnings forecast during this period: None

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: Yes

(4) Number of shares outstanding

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

| | | | |
|-----------------|-------------|-----------------|-------------|
| Jun. 2009 term: | 259,052,929 | Mar. 2009 term: | 259,052,929 |
|-----------------|-------------|-----------------|-------------|

② Number of treasury stock at term-end:

| | | | |
|-----------------|-----------|-----------------|-----------|
| Jun. 2009 term: | 6,264,799 | Mar. 2009 term: | 6,250,615 |
|-----------------|-----------|-----------------|-----------|

③ Average Number of shares outstanding (first quarter term):

| | | | |
|-----------------|-------------|-----------------|-------------|
| Jun. 2009 term: | 252,794,686 | Jun. 2008 term: | 252,866,108 |
|-----------------|-------------|-----------------|-------------|

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.

Consolidated Balance Sheets

| | 1Q FY2009 (As of Jun. 30, 2009) (Millions of yen) | FY2008 (As of Mar. 31, 2009) (Millions of yen) |
|---------------------------------------------------------------------------------------|---------------------------------------------------------|------------------------------------------------------|
| ASSETS | | |
| Current assets | | |
| Cash and deposits | 113,518 | 117,781 |
| Notes receivable, accounts receivable from completed construction contracts and other | 66,331 | 72,455 |
| Short-term investment securities | 32,500 | 56,500 |
| Costs on uncompleted construction contracts | 57,230 | 48,998 |
| Merchandise and finished goods | 5,935 | 7,729 |
| Work in process | 1,609 | 1,401 |
| Raw materials and supplies | 3,272 | 4,121 |
| Accounts receivable-other | 5,544 | 5,978 |
| Deferred tax assets | 12,982 | 13,734 |
| Other current assets | 8,106 | 6,580 |
| Allowance for doubtful accounts | (43) | (59) |
| Total current assets | 306,987 | 335,220 |
| Noncurrent assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 55,555 | 55,509 |
| Machinery, vehicles, tools, furniture and fixtures | 44,547 | 44,268 |
| Land | 26,514 | 26,560 |
| Lease assets | 192 | 192 |
| Construction in progress | 1,045 | 853 |
| Accumulated depreciation | (62,059) | (60,874) |
| Total Property, plant and equipment | 65,796 | 66,508 |
| Intangible assets | | |
| Goodwill | 201 | 403 |
| Software | 2,568 | 2,692 |
| Other intangible assets | 170 | 109 |
| Total intangible assets | 2,941 | 3,205 |
| Investments and other assets | | |
| Investment securities | 58,327 | 51,721 |
| Long-term loans receivable | 28,147 | 28,000 |
| Deferred tax assets | 9,793 | 11,240 |
| Other investments and other assets | 2,385 | 2,308 |
| Allowance for doubtful accounts | (17,517) | (17,928) |
| Total investments and other assets | 81,136 | 75,344 |
| Total noncurrent assets | 149,874 | 145,058 |
| Total assets | 456,861 | 480,279 |

| | 1Q FY2009 (As of Jun. 30, 2009) (Millions of yen) | FY2008 (As of Mar. 31, 2009) (Millions of yen) |
|----------------------------------------------------------------------|---------------------------------------------------------|------------------------------------------------------|
| LIABILITIES | | |
| Current liabilities | | |
| Notes payable, accounts payable for construction contracts and other | 72,743 | 80,607 |
| Short-term loans payable | 747 | 762 |
| Income taxes payable | 2,559 | 14,592 |
| Advances received on uncompleted construction contracts | 81,963 | 81,500 |
| Provision for warranties for completed construction | 481 | 468 |
| Provision for loss on construction contracts | — | 1,835 |
| Provision for bonuses | 8,324 | 7,024 |
| Provision for directors' bonuses | 191 | 208 |
| Other current liabilities | 17,519 | 21,024 |
| Total current liabilities | 184,531 | 208,023 |
| Noncurrent liabilities | | |
| Long-term loans payable | 22,956 | 23,255 |
| Provision for retirement benefits | 16,123 | 15,721 |
| Provision for directors' retirement benefits | 303 | 504 |
| Negative goodwill | 15 | 19 |
| Deferred tax liabilities | 61 | 77 |
| Deferred tax liabilities for land revaluation | 3,783 | 3,783 |
| Other noncurrent liabilities | 4,333 | 4,406 |
| Total noncurrent liabilities | 47,577 | 47,767 |
| Total liabilities | 232,108 | 255,791 |
| NET ASSETS | | |
| Shareholders' equity | | |
| Capital stock | 23,511 | 23,511 |
| Capital surplus | 25,600 | 25,599 |
| Retained earnings | 184,875 | 188,547 |
| Treasury stock | (5,691) | (5,671) |
| Total shareholders' equity | 228,295 | 231,986 |
| Valuation and translation adjustments | | |
| Valuation difference on available-for-sale securities | 5,003 | 2,481 |
| Deferred gains or losses on hedges | 71 | (1,027) |
| Revaluation reserve for land | (6,590) | (6,590) |
| Foreign currency translation adjustment | (2,561) | (2,962) |
| Total valuation and translation adjustments | (4,076) | (8,098) |
| Minority interests | 534 | 600 |
| Total net assets | 224,752 | 224,488 |
| Total liabilities and net assets | 456,861 | 480,279 |

Consolidated Statements of Income

| Years ended | 1Q FY2009 term (Apr. 1, 2009 - Jun. 30, 2009) (Millions of yen) | 1Q FY2008 term (Apr. 1, 2008 - Jun. 30, 2008) (Millions of yen) |
|----------------------------------------------|--------------------------------------------------------------------------|--------------------------------------------------------------------------|
| Net sales | 86,266 | 114,883 |
| Cost of sales | 74,541 | 98,944 |
| Gross profit | 11,725 | 15,938 |
| Selling, general and administrative expenses | 4,578 | 4,840 |
| Operating income | 7,146 | 11,098 |
| Non-operating income: | 1,475 | 5,852 |
| Interest income | 337 | 931 |
| Dividends income | 317 | 486 |
| Foreign exchange gains | — | 3,047 |
| Rent income on noncurrent assets | 171 | 163 |
| Amortization of negative goodwill | 3 | 18 |
| Equity in earnings of affiliates | 617 | 1,160 |
| Other | 28 | 43 |
| Non-operating expenses: | 1,309 | 899 |
| Interest expense | 168 | 153 |
| Foreign exchange losses | 1,032 | — |
| Rent expenses on noncurrent assets | 79 | 104 |
| Provision of allowance for doubtful accounts | — | 613 |
| Other | 29 | 28 |
| Ordinary income | 7,312 | 16,051 |
| Extraordinary gain: | 451 | 17 |
| Gain on sales of noncurrent assets | 0 | 2 |
| Reversal of allowance for doubtful accounts | 451 | 14 |
| Extraordinary loss: | 197 | 33 |
| Loss on retirement of noncurrent assets | 4 | 23 |
| Retirement benefit expenses | 138 | — |
| Impairment loss | 46 | — |
| Loss on sales of investment securities | 7 | — |
| Other | 0 | 10 |
| Income before taxes on income | 7,567 | 16,034 |
| Income tax | 3,708 | 7,908 |
| Minority interests in income | (53) | (8) |
| Net income | 3,911 | 8,135 |

Consolidated Statements of Cash Flows

| Years ended | 1Q FY2009 term | 1Q FY2008 term |
|--------------------------------------------------------------------------------|--------------------------------------------------------|--------------------------------------------------------|
| | (Apr. 1, 2009 - Jun. 30, 2009) (Millions of yen) | (Apr. 1, 2008 - Jun. 30, 2008) (Millions of yen) |
| Net cash provided by (used in) operating activities: | | |
| Income before income taxes | 7,567 | 16,034 |
| Depreciation and amortization | 1,545 | 1,615 |
| Impairment loss | 46 | — |
| Increase (decrease) in allowance for doubtful accounts | (428) | 676 |
| Increase (decrease) in provision for loss on construction contracts | (1,835) | (440) |
| Increase (decrease) in provision for retirement benefits | 392 | 144 |
| Interest and dividends income | (654) | (1,418) |
| Equity in (earnings) losses of affiliates | (617) | (1,160) |
| Loss (gain) on sales of investment securities | 7 | — |
| Foreign exchange losses (gains) | 251 | (2,482) |
| Decrease (increase) in notes and accounts receivable-trade | 6,235 | 11,375 |
| Decrease (increase) in inventories | (5,771) | (5,400) |
| Decrease (increase) in accounts receivable-other | 450 | 1,158 |
| Increase (decrease) in notes and accounts payable-trade | (7,957) | 10,069 |
| Increase (decrease) in advances received on uncompleted construction contracts | 460 | (7,358) |
| Other | (1,627) | (14) |
| Subtotal | (1,935) | 22,798 |
| Interest and dividends income received | 1,406 | 2,943 |
| Interest expenses paid | (394) | (361) |
| Income taxes paid | (15,518) | (8,894) |
| Net cash provided by (used in) operating activities | (16,441) | 16,486 |
| Net cash provided by (used in) investment activities: | | |
| Purchase of property, plant and equipment | (614) | (1,531) |
| Purchase of investment securities | (2,708) | (3,002) |
| Proceeds from sales and redemption of investment securities | 2 | 1,004 |
| Payments of long-term loans receivable | (796) | (7,099) |
| Other | (281) | (3,033) |
| Net cash provided by (used in) investment activities | (4,399) | (13,662) |
| Net cash provided by (used in) financing activities: | | |
| Proceeds from long-term loans payable | — | 1,019 |
| Cash dividends paid | (7,586) | (5,311) |
| Other | (233) | (269) |
| Net cash provided by (used in) financing activities | (7,820) | (4,561) |
| Effect of exchange rate change on cash and cash equivalents | 398 | 754 |
| Net increase (decrease) in cash and cash equivalents | (28,263) | (983) |
| Cash and cash equivalents at beginning of year | 174,281 | 164,617 |
| Cash and cash equivalents at end of the quarter | 146,018 | 163,633 |

Segment Information

【 Information by business segment 】

First quarter for FY 2009 (April 1, 2009 - June 30, 2009) (Millions of yen)

| | Total engineering | Catalysts and fine products | Total | Elimination or corporation | Consolidated |
|--------------------|-------------------|-----------------------------|--------|----------------------------|--------------|
| Net sales | | | | | |
| External customers | 75,860 | 10,406 | 86,266 | — | 86,266 |
| Inter-segment | 1 | 0 | 2 | (2) | — |
| Total | 75,862 | 10,406 | 86,269 | (2) | 86,266 |
| Operating profit | 7,091 | 50 | 7,142 | 4 | 7,146 |

First quarter for FY 2008 (April 1, 2008 - June 30, 2008) (Millions of yen)

| | Total engineering | Catalysts and fine products | Total | Elimination or corporation | Consolidated |
|--------------------|-------------------|-----------------------------|---------|----------------------------|--------------|
| Net sales | | | | | |
| External customers | 105,031 | 9,851 | 114,883 | — | 114,883 |
| Inter-segment | 3 | 0 | 4 | (4) | — |
| Total | 105,035 | 9,852 | 114,888 | (4) | 114,883 |
| Operating profit | 10,136 | 955 | 11,091 | 6 | 11,098 |

【 Information by geographic segment 】

Geographic segment information is not disclosed, as the Company and its consolidated subsidiaries operate mainly within Japan.

【 Overseas sales 】

First quarter for FY 2009 (April 1, 2009 - June 30, 2009) (Millions of yen)

| | East Asia | Southeast Asia | Middle East | Africa | Other | Total |
|----------------------------------------------------------|-----------|----------------|-------------|--------|-------|--------|
| I Overseas sales | 1,229 | 10,299 | 25,038 | 5,436 | 905 | 42,909 |
| II Consolidated sales | | | | | | 86,266 |
| III Percentage of overseas sales over consolidated sales | 1.4 | 11.9 | 29.0 | 6.3 | 1.1 | 49.7 |

Major countries and areas included in each geographic area are as follows:

East Asia: China, Korea
Southeast Asia: Indonesia, Vietnam, Singapore
Middle East: Saudi Arabia, Qatar, Yemen
Africa: Algeria, Egypt
Other: the United States, Austria, Denmark

First quarter for FY 2008 (April 1, 2008 - June 30, 2008) (Millions of yen)

| | East Asia | Southeast Asia | Middle East | Africa | Other | Total |
|----------------------------------------------------------|-----------|----------------|-------------|--------|-------|---------|
| I Overseas sales | 288 | 16,435 | 48,009 | 1,287 | 1,103 | 67,123 |
| II Consolidated sales | | | | | | 114,883 |
| III Percentage of overseas sales over consolidated sales | 0.2 | 14.3 | 41.8 | 1.1 | 1.0 | 58.4 |

Major countries and areas included in each geographic area are as follows:

East Asia: China, Korea
Southeast Asia: Vietnam, Indonesia, Singapore
Middle East: Saudi Arabia, Qatar, Yemen
Africa: Nigeria, Algeria
Other: the United States, Germany, Australia

Sales, Orders Received and Backlog (Consolidated)

(Millions of yen)

| Business area | | March 31, 2009 | June 30, 2009 | | |
|--------------------------------------|-----------------------------------------------------|-----------------------|---------------|--------|-----------------------|
| | | Outstanding Contracts | New Contracts | Sales | Outstanding Contracts |
| Domestic | Oil and gas development | 280 | 54 | 40 | 294 |
| | Petroleum refining | 88,337 | 9,368 | 21,939 | 75,765 |
| | LNG | 8,705 | 8 | 133 | 8,580 |
| | Chemical | 18,016 | 3,111 | 6,376 | 14,750 |
| | Power generation, nuclear power and new energy | 5,749 | 2,337 | 529 | 7,557 |
| | Living and general production facility | 7,636 | 742 | 1,187 | 7,191 |
| | Environmental protection, social development and IT | 39,040 | 2,570 | 4,988 | 36,622 |
| | Others | 593 | 1,725 | 254 | 2,064 |
| Subtotal | | 168,360 | 19,917 | 35,449 | 152,828 |
| Overseas | Oil and gas development | 255,010 | 117,148 | 8,602 | 363,557 |
| | Petroleum refining | 22,492 | 1,030 | 4,645 | 18,876 |
| | LNG | 36,967 | 1,390 | 6,895 | 31,462 |
| | Chemical | 215,237 | 5,379 | 15,530 | 205,086 |
| | Power generation, nuclear power and new energy | 22,877 | 649 | 3,267 | 20,259 |
| | Living and general production facility | 1,417 | 159 | 1,240 | 336 |
| | Environmental protection, social development and IT | 0 | 0 | 0 | 0 |
| | Others | 21 | 967 | 229 | 759 |
| Subtotal | | 554,025 | 126,723 | 40,411 | 640,338 |
| Total Engineering Business | | *2 722,385 | 146,641 | 75,860 | 793,166 |
| Catalysts and Fine Products Business | | *3 — | *3 — | 10,406 | *3 — |
| Grand Total | | | | 86,266 | |

Notes:

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

*2 The balances of new contracts as of the end of the previous fiscal year have been revised to reflect foreign currency translation adjustments, changes contract amounts and increase in newly consolidated subsidiary 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 | (400) | — | (400) |
| Petroleum refining | (190) | (49) | (240) |
| LNG | 36 | — | 36 |
| Chemical | (3,464) | (921) | (4,385) |
| Power generation, nuclear power and new energy | (58) | — | (58) |
| Living and general production facility | 98 | — | 98 |
| Environmental protection, social development and IT | — | 44 | 44 |
| Others | (3) | (25) | (28) |
| Total | (3,983) | (952) | (4,935) |

*3 As the order received system is not applied to the Catalysts and Fine Products Business area, no figures are given.

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