

## [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.)

February 12, 2015

### Summary of Consolidated Third Quarter Financial Results for Fiscal 2014 (the Year Ending March 2015)

Name of listed company: **JGC Corporation**  
Code number: **1963**  
Representative  
Title: **Chairman and Representative Director**  
Name: **Masayuki Sato**  
Contact  
Title: **General Manager, Finance & Accounting Department**  
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#### 1. Business results of third quarter for fiscal 2014 (April 1, 2014 - December 31, 2014)

(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)	(%)
3Q FY2014	611,623	25.6	46,632	1.4	59,833	(4.6)	41,564	14.6
3Q FY2013	487,089	10.3	46,004	(2.4)	62,718	25.5	36,271	(0.4)

Note:  
Comprehensive income(millions of yen) 3Q FY2014 term 44,085 (11.6%) 3Q FY2013 term 39,508 (-0.6%)

	Earnings per share	Earnings per share (diluted)
	(Yen)	(Yen)
3Q FY2014	164.67	—
3Q FY2013	143.68	—

(2) Consolidated financial position

	Total assets	Total net assets	Shareholders' equity ratio
	(Millions of yen)	(Millions of yen)	(%)
As of December 31, 2014	726,389	407,766	56.0
As of March 31, 2014	746,102	379,882	50.2

Reference:  
Shareholders' equity (millions of yen): Dec. 31, 2014: 406,675 Mar. 31, 2014 374,654

#### 2. Dividends

	Annual dividends per share (Yen)				
	1Q term-end	2Q term-end	3Q term-end	Term-end	Annual
Mar. 2014 term	—	—	—	46.50	46.50
Mar. 2015 term	—	—	—	—	—
Mar. 2015 term (Forecast)	—	—	—	41.50	41.50

Note: Revision of dividend forecast during this period: None

#### 3. Earnings forecast for fiscal 2014 (April 1, 2014 - March 31, 2015)

	Net sales		Operating income		Ordinary income		Net income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Full Year	810,000	19.9	54,000	(20.9)	64,000	(23.5)	42,000	(11.0)

	Earnings per share
	(Yen)
Full Year	166.39

Note: Revision of earnings forecast during this period: Yes

**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: None

③ Changes in accounting estimates: None

④ Restatement: None

(4) Number of shares outstanding

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

Dec. 2014 term:	259,052,929	Mar. 2014 term:	259,052,929
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② Number of treasury stock at term-end:

Dec. 2014 term:	6,650,581	Mar. 2014 term:	6,639,762
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③ Average Number of shares outstanding (third quarter term):

Dec. 2014 term:	252,408,806	Dec. 2013 term:	252,439,275
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(1) 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.

(2) Forecast based on : 117.00 yen/US\$ 1.00

## Consolidated Balance Sheets

	3Q FY2014 (As of Dec. 31, 2014) (Millions of yen)	FY2013 (As of Mar. 31, 2014) (Millions of yen)
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and deposits	308,156	354,199
Notes receivable, accounts receivable from completed construction contracts and other	125,980	102,170
Securities	18,000	31,052
Costs on uncompleted construction contracts	41,107	41,007
Merchandise and finished goods	3,939	4,203
Work in process	3,732	1,675
Raw materials and supplies	2,820	2,598
Accounts receivable-other	21,972	13,286
Deferred tax assets	15,539	15,534
Other	8,450	10,272
Allowance for doubtful accounts	(137)	(114)
<b>Total current assets</b>	<b>549,561</b>	<b>575,886</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	65,547	63,419
Machinery, vehicles, tools, furniture and fixtures	60,411	60,222
Land	25,996	25,977
Lease assets	347	228
Construction in progress	1,333	381
Other	4,940	4,207
Accumulated depreciation	(87,659)	(84,146)
<b>Total Property, plant and equipment</b>	<b>70,916</b>	<b>70,290</b>
<b>Intangible assets</b>		
Software	1,992	2,271
Other	16,207	14,485
<b>Total intangible assets</b>	<b>18,200</b>	<b>16,757</b>
<b>Investments and other assets</b>		
Investment securities	110,105	88,270
Long-term loans receivable	6,669	20,512
Deferred tax assets	1,304	1,690
Other	5,144	6,084
Allowance for doubtful accounts	(23,490)	(20,213)
Allowance for investment loss	(12,023)	(13,174)
<b>Total investments and other assets</b>	<b>87,710</b>	<b>83,168</b>
<b>Total non-current assets</b>	<b>176,827</b>	<b>170,216</b>
<b>Total assets</b>	<b>726,389</b>	<b>746,102</b>

	3Q FY2014 (As of Dec. 31, 2014) (Millions of yen)	FY2013 (As of Mar. 31, 2014) (Millions of yen)
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Notes payable, accounts payable for construction contracts and other	110,261	107,450
Income taxes payable	3,243	16,843
Advances received on uncompleted construction contracts	96,391	163,406
Provision for warranties for completed construction	2,337	2,449
Provision for loss on construction contracts	30,351	21,062
Provision for bonuses	4,174	7,047
Provision for directors' bonuses	102	166
Provision for loss on guarantees	65	65
Other	36,128	14,862
<b>Total current liabilities</b>	<b>283,056</b>	<b>333,353</b>
<b>Non-current liabilities</b>		
Long-term loans payable	14,831	13,001
Net defined benefit liability	11,670	11,436
Provision for directors' retirement benefits	261	288
Deferred tax liabilities	1,360	209
Deferred tax liabilities for land revaluation	3,644	3,691
Other	3,797	4,239
<b>Total non-current liabilities</b>	<b>35,565</b>	<b>32,866</b>
<b>Total liabilities</b>	<b>318,622</b>	<b>366,220</b>
<b>NET ASSETS</b>		
<b>Shareholders' equity:</b>		
Capital stock	23,511	23,511
Capital surplus	25,607	25,607
Retained earnings	357,410	327,775
Treasury stock	(6,509)	(6,477)
<b>Total shareholders' equity</b>	<b>400,019</b>	<b>370,415</b>
<b>Valuation and translation adjustments:</b>		
Valuation difference on available-for-sale securities	9,044	6,868
Deferred gains or losses on hedges	218	(51)
Revaluation reserve for land	(6,627)	(6,542)
Foreign currency translation adjustment	4,463	4,384
Remeasurements of defined benefit plans	(443)	(420)
<b>Total valuation and translation adjustments</b>	<b>6,656</b>	<b>4,238</b>
<b>Minority interests</b>	<b>1,091</b>	<b>5,227</b>
<b>Total net assets</b>	<b>407,766</b>	<b>379,882</b>
<b>Total liabilities and net assets</b>	<b>726,389</b>	<b>746,102</b>

## Consolidated Statements of Income

Years ended	3Q FY2014 term (Apr. 1, 2014 - Dec. 31, 2014) (Millions of yen)	3Q FY2013 term (Apr. 1, 2013 - Dec. 31, 2013) (Millions of yen)
<b>Net sales</b>	<b>611,623</b>	<b>487,089</b>
Cost of sales	548,171	425,824
Gross profit	63,452	61,265
Selling, general and administrative expenses	16,819	15,260
<b>Operating income</b>	<b>46,632</b>	<b>46,004</b>
<b>Non-operating income:</b>		
Interest income	1,910	1,426
Dividends income	2,140	2,109
Foreign exchange gains	8,419	12,539
Rent income on non-current assets	475	477
Equity in earnings of affiliates	531	596
Other	275	125
<b>Total non-operating income</b>	<b>13,753</b>	<b>17,274</b>
<b>Non-operating expenses:</b>		
Interest expenses	228	206
Rent expenses on non-current assets	231	231
Other	92	123
<b>Total non-operating expenses</b>	<b>552</b>	<b>561</b>
<b>Ordinary income</b>	<b>59,833</b>	<b>62,718</b>
<b>Extraordinary income:</b>		
Gain on sales of subsidiaries and affiliates' stocks	825	—
Reversal of allowance for investment loss	588	—
Other	318	2,471
<b>Total extraordinary income</b>	<b>1,732</b>	<b>2,471</b>
<b>Extraordinary losses:</b>		
Loss on sale of non-current assets	52	0
Loss on valuation of investment securities	2,943	—
Other	60	7,273
<b>Total extraordinary losses</b>	<b>3,056</b>	<b>7,273</b>
<b>Income before income taxes</b>	<b>58,509</b>	<b>57,915</b>
<b>Income taxes</b>	<b>16,837</b>	<b>21,444</b>
<b>Income before minority interests</b>	<b>41,672</b>	<b>36,471</b>
<b>Minority interests in income</b>	<b>108</b>	<b>200</b>
<b>Net income</b>	<b>41,564</b>	<b>36,271</b>

## Statements of Consolidated Comprehensive Income

	3Q FY2014 term (Apr. 1, 2014 - Dec. 31, 2014) (Millions of yen)	3Q FY2013 term (Apr. 1, 2013 - Dec. 31, 2013) (Millions of yen)
<b>Income before minority interests</b>	<b>41,672</b>	<b>36,471</b>
<b>Other comprehensive income:</b>		
Valuation difference on available-for-sale securities	2,176	3,006
Deferred gains or losses on hedges	180	(1,609)
Foreign currency translation adjustment	79	1,639
Remeasurements of defined benefit plans, net of tax	(13)	—
Share of other comprehensive income of associates accounted for using equity method	(9)	(0)
<b>Total other comprehensive income</b>	2,413	3,036
<b>Comprehensive income</b>	<b>44,085</b>	<b>39,508</b>
<b>Comprehensive income attributable to:</b>		
Comprehensive income attributable to owners of the parent	44,016	39,308
Comprehensive income attributable to minority interests	68	200

## Segment Information

## 【 Information by business segment 】

Third quarter for FY 2013 (April 1, 2013 - December 31, 2013)

(Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Catalysts and fine products	Sub total				
Net sales							
External customers	453,087	26,326	479,414	7,675	487,089	—	487,089
Inter-segment	103	17	120	3,393	3,513	(3,513)	—
Total	453,190	26,344	479,535	11,068	490,603	(3,513)	487,089
Segment profit or loss	42,493	2,626	45,119	864	45,984	19	46,004

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

\*2 : Segment profits are adjusted to eliminate transactions between segments

\*3: Segment profits are adjusted with the operation income figure from the Consolidated Statements of Income

Third quarter for FY 2014 (April 1, 2014 - December 31, 2014)

(Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Catalysts and fine products	Sub total				
Net sales							
External customers	573,648	27,557	601,206	10,417	611,623	—	611,623
Inter-segment	8	1	9	3,222	3,231	(3,231)	—
Total	573,657	27,558	601,215	13,639	614,855	(3,231)	611,623
Segment profit or loss	41,730	2,858	44,588	1,973	46,562	70	46,632

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

\*2 : Segment profits are adjusted to eliminate transactions between segments

\*3: Segment profits are adjusted with the operation income figure from the Consolidated Statements of Income

## Sales, Orders Received and Backlog (Consolidated)

(Millions of yen)

Business area		March 31, 2014	December 31, 2014		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and gas development	23	965	534	454
	Petroleum refining	20,732	9,584	16,488	13,828
	LNG	13,291	22,788	7,645	28,434
	Chemical	2,864	14,929	8,844	8,950
	Power generation, nuclear power and new energy	80,946	20,880	26,759	75,067
	Living and general production facility	3,028	9,474	3,898	8,605
	Environmental protection, social development and IT	20,143	6,942	10,014	17,071
	Others	562	5,175	2,146	3,591
	Subtotal	141,592	90,740	76,329	156,003
Overseas	Oil and gas development	132,171	39,148	73,165	98,154
	Petroleum refining	402,391	95	51,062	351,425
	LNG	969,369	480,560	345,439	1,104,490
	Chemical	139,656	14,636	29,124	125,168
	Power generation, nuclear power and new energy	562	442	218	786
	Living and general production facility	932	211	810	334
	Environmental protection, social development and IT	1	9	2	7
	Others	652	8,614	7,914	1,351
	Subtotal	1,645,738	543,718	507,736	1,681,719
Total Engineering Business		1,786,130	620,760	573,648	1,833,242
Others Business		1,200	13,698	10,417	4,481
Subtotal		1,787,331	634,459	584,066	1,837,723
Catalysts and Fine Products Business		—	—	27,557	—
Grand Total		1,787,331	634,459	611,623	1,837,723

Notes:

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

\*2 The balances as of the end of the previous fiscal year for new contracts for the "Total Engineering Business" and "Others Business" areas have been revised to reflect foreign currency translation adjustments and changes contract amounts 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	16,241	(147)	16,094
Petroleum refining	9,322	(125)	9,196
LNG	45,454	(15,241)	30,212
Chemical	3,420	(461)	2,958
Power generation, nuclear power and new energy	(14)	—	(14)
Living and general production facility	(0)	(4)	(4)
Environmental protection, social development and IT	(0)	(0)	(0)
Others	(430)	—	(430)
Total	73,993	(15,980)	58,013
Total Engineering Business	74,365	(15,980)	58,385
Others Business	(371)	(0)	(371)

\*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.