

## 【Translation】

The following statements are an English-language translation of the original Japanese-language document.  
(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

### Consolidated Financial Statements--Summary

May 14, 2015

(For the fiscal year ended March 31, 2015)

Name of listed company: **JGC Corporation**

Stock exchange: **Tokyo**

Code number: **1963**

Representative

Title: **Chairman and Representative Director**

Tel: **045-682-1111**

Name: Masayuki Sato

URL: <http://www.jgc.com>

Contact

Title: **General Manager, Finance & Accounting Department**

Name: Takehiko Hirose

Scheduled Date of Ordinary Annual General Meeting of Shareholders: **June 26, 2015**

Scheduled Date of Payment of Dividends: **June 29, 2015**

#### 1. Business results for fiscal 2014 (April 1, 2014-March 31, 2015)

(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)	(%)
Mar. 2015 term	799,076	18.2	29,740	(56.4)	44,867	(46.4)	20,628	(56.3)
Mar. 2014 term	675,821	8.2	68,253	6.4	83,675	15.4	47,178	2.2

Comprehensive income (millions of yen): Mar. 2015 term: 25,465 (-50.2%) Mar. 2014 term: 51,118 (-7.0%)

	Earnings per share	Earnings per share (diluted)	Return on equity	Ordinary income/Total assets	Operating income/Net sales
	(Yen)	(Yen)	(%)	(%)	(%)
Mar. 2015 term	81.73	-	5.4	6.1	3.7
Mar. 2014 term	186.90	-	13.3	12.2	10.1

Reference:

Equity in earning of affiliates (millions of yen): Mar. 2015 term: 723 Mar. 2014 term: 730

(2) Consolidated financial position

	Total assets	Total net assets	Total net asset/Total assets	Total net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
Mar. 31, 2015	719,754	388,496	53.8	1,535.54
Mar. 31, 2014	746,102	379,882	50.2	1,484.29

Reference:

Shareholders' equity (millions of yen): Mar. 31, 2015: 387,480 Mar. 31, 2014: 374,654

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at term-end
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
Mar. 2015 term	(71,416)	(23,411)	3,836	297,707
Mar. 2014 term	120,576	(18,728)	(10,687)	385,252

#### 2. Dividends

	Annual dividends per share (Yen)		Total dividends (annual)	Payout ratio (consolidated)	Dividends/shareholders' equity (consolidated)
	Term-end	Annual	(Millions of yen)	(%)	(%)
Mar. 2014 term	46.50	46.50	11,737	24.9	3.3
Mar. 2015 term	21.00	21.00	5,299	25.7	1.4
Mar. 2016 term (Forecast)	40.00	40.00	—	25.2	—

#### 3. Forecast for fiscal 2015 (April 1, 2015-March 31, 2016)

	Net sales		Operating income		Ordinary income		Net income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Entire term	900,000	12.6	54,000	81.6	58,000	29.3	40,000	93.9

	Earnings per share
	(Yen)
Entire term	158.52

**4. Others**

(1) Changes in scope of consolidated subsidiary

Consolidated subsidiaries: (increase) None (decrease) None

(2) Changes in accounting method:

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

(3) Number of shares outstanding

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

Mar. 2015 term: 259,052,929 Mar. 2014 term: 259,052,929

② Number of treasury stock at term-end:

Mar. 2015 term: 6,711,561 Mar. 2014 term: 6,639,762

③ Average Number of shares outstanding at term-end:

Mar. 2015 term: 252,402,426 Mar. 2014 term: 252,433,589

(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: ¥ 120.00/US\$1.00

## Consolidated Balance Sheets

## ASSETS

	March 31, 2015 (Millions of yen)	March 31, 2014 (Millions of yen)
<b>I Current assets</b>		
Cash and deposit	282,707	354,199
Notes receivable, accounts receivable from completed construction contracts and other	134,822	102,170
Securities	15,000	31,052
Costs on uncompleted construction	32,727	41,007
Merchandise and finished goods	3,703	4,203
Work in process	2,470	1,675
Raw materials and supplies	2,828	2,598
Accounts receivable-other	28,956	13,286
Deferred tax assets	17,729	15,534
Other current assets	12,722	10,272
Allowance for doubtful accounts	(130)	(114)
<b>Total current assets</b>	<b>533,538</b>	<b>575,886</b>
<b>II Fixed assets</b>		
<b>1 Tangible fixed assets:</b>		
Buildings and structures	67,385	63,419
Machinery, vehicles, tools and equipment	68,291	60,222
Land	25,996	25,977
Lease assets	347	228
Construction in progress	679	381
Other tangible fixed assets	5,181	4,207
Accumulated depreciation	(89,321)	(84,146)
<b>Net tangible fixed assets</b>	<b>78,560</b>	<b>70,290</b>
<b>2 Intangible fixed assets</b>		
Goodwill	—	0
Software	2,068	2,271
Other intangible fixed assets	14,015	14,485
<b>Total intangible fixed assets</b>	<b>16,084</b>	<b>16,757</b>
<b>3 Investments and other assets</b>		
Investment securities	102,419	88,270
Long-term loans receivable	6,141	20,512
Net defined benefit asset	682	—
Deferred tax assets	5,822	1,690
Other investments and other assets	5,624	6,084
Allowance for doubtful accounts	(23,707)	(20,213)
Allowance for investment loss	(5,411)	(13,174)
<b>Total investments and other assets</b>	<b>91,572</b>	<b>83,168</b>
<b>Total fixed assets</b>	<b>186,216</b>	<b>170,216</b>
<b>Total assets</b>	<b>719,754</b>	<b>746,102</b>

## LIABILITIES AND NET ASSETS

	March 31, 2015 (Millions of yen)	March 31, 2014 (Millions of yen)
<b>I Current liabilities</b>		
Notes and accounts payable	106,598	107,450
Short-term loans payable	13,204	866
Income taxes payable	3,289	16,843
Advances received on uncompleted contracts	84,648	163,406
Provision for job warranties for completed construction	2,226	2,449
Provision for loss on construction contracts	35,623	21,062
Provision for bonuses	7,507	7,047
Provision for directors' bonuses	136	166
Provision for loss on guarantees	6,324	65
Other current liabilities	26,974	13,995
<b>Total current liabilities</b>	<b>286,533</b>	<b>333,353</b>
<b>II Long-term liabilities</b>		
Long-term loans payable	22,715	13,001
Net defined benefit liability	13,544	11,436
Provision for directors' retirement bonuses	275	288
Deferred tax liabilities	582	209
Deferred tax liabilities for land revaluation	3,306	3,691
Other long-term liabilities	4,300	4,239
<b>Total long-term liabilities</b>	<b>44,724</b>	<b>32,866</b>
<b>Total liabilities</b>	<b>331,257</b>	<b>366,220</b>
<b>I Shareholders' equity</b>		
Capital stock	23,511	23,511
Capital surplus	25,608	25,607
Retained earnings	336,324	327,775
Treasury stock	(6,659)	(6,477)
<b>Total shareholders' equity</b>	<b>378,784</b>	<b>370,415</b>
<b>II Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities	10,272	6,868
Deferred gains or losses on hedges	(487)	(51)
Revaluation reserve for land	(6,289)	(6,542)
Foreign currency translation adjustment	6,593	4,384
Remeasurements of defined benefit plans	(1,392)	(420)
<b>Total valuation and translation adjustments</b>	<b>8,696</b>	<b>4,238</b>
<b>III Minority interests</b>	<b>1,016</b>	<b>5,227</b>
<b>Total net assets</b>	<b>388,496</b>	<b>379,882</b>
<b>Total liabilities and net assets</b>	<b>719,754</b>	<b>746,102</b>

## Consolidated Statements of Income

Years ended	Mar. 2015 term (Millions of yen)	Mar. 2014 term (Millions of yen)
<b>Net sales</b>	<b>799,076</b>	<b>675,821</b>
Cost of sales	746,241	587,437
Gross profit	52,834	88,384
Selling, general and administrative expenses	23,094	20,130
<b>Operating income</b>	<b>29,740</b>	<b>68,253</b>
<b>Non-operating income:</b>	<b>16,254</b>	<b>16,184</b>
Interest income	2,054	2,011
Dividend income	3,685	2,747
Foreign exchange gains	8,673	9,908
Rent income on facilities	633	636
Share of profit of entities accounted for using equity method	723	730
Other non-operating income	484	149
<b>Non-operating expenses:</b>	<b>1,127</b>	<b>762</b>
Interest expense	453	323
Rent expense on noncurrent assets	316	306
Provision of allowance for doubtful accounts	155	—
Other non-operating expenses	203	132
<b>Ordinary income</b>	<b>44,867</b>	<b>83,675</b>
<b>Extraordinary gain:</b>	<b>1,757</b>	<b>2,485</b>
Gain on bargain purchase	334	—
Gain on sales of subsidiaries and affiliates' stocks	819	—
Reversal of allowance for investment loss	588	—
Reversal of provision for loss on guarantees	—	2,351
Other	15	134
<b>Extraordinary loss:</b>	<b>16,565</b>	<b>9,250</b>
Loss on sales of noncurrent assets	51	1
Impairment loss	4,852	—
Loss on valuation of investment securities	5,000	419
Provision for loss on guarantees	6,258	—
Other	403	8,829
<b>Income before taxes on income</b>	<b>30,059</b>	<b>76,909</b>
<b>Taxes on income:</b>	<b>9,211</b>	<b>29,481</b>
Current	15,747	28,593
Deferred	(6,536)	887
<b>Income before minority interests</b>	<b>20,847</b>	<b>47,428</b>
<b>Minority interests in earnings of consolidated subsidiaries</b>	<b>218</b>	<b>249</b>
<b>Net income</b>	<b>20,628</b>	<b>47,178</b>

## Statements of Consolidated Comprehensive Income

Years ended	Mar. 2015 term (Millions of yen)	Mar. 2014 term (Millions of yen)
<b>Income before minority interests</b>	<b>20,847</b>	<b>47,428</b>
<b>Other comprehensive income</b>	<b>4,617</b>	<b>3,690</b>
Valuation difference on available-for-sale securities	3,404	1,450
Deferred gains or losses on hedges	(363)	(1,657)
Revaluation reserve for land	337	—
Foreign currency translation adjustment	2,211	3,897
Remeasurements of defined benefit plans	(959)	—
Share of other comprehensive income of entities accounted for using equity method	(13)	0
<b>Comprehensive income</b>	<b>25,465</b>	<b>51,118</b>
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	25,272	50,868
Comprehensive income attributable to minority interests	192	249

## Consolidated Statements of Cash Flows

Years ended	Mar. 2015 term (Millions of yen)	Mar. 2014 term (Millions of yen)
<b>I CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Income before taxes on income and minority interests in earnings of consolidated subsidiaries	30,059	76,909
Adjustments to reconcile income before taxes on income and minority interests in earnings of consolidated subsidiaries to net cash provided by (used in) operating activities:		
Depreciation and amortization	10,292	9,269
Impairment loss	4,852	—
Amortization of goodwill	0	0
Increase (decrease) in allowance for doubtful accounts	3,506	1,812
Increase (decrease) in provision for loss on construction contracts	14,512	(1,207)
Increase (decrease) in net defined benefit liability	1,994	(992)
Interest and dividend income	(5,739)	(4,759)
Interest expense	453	323
Foreign exchange losses (gains)	(7,968)	(9,476)
Share of (profit) loss of entities accounted for using equity method	(723)	(730)
Loss (gain) on sales of investment securities	(823)	924
Loss (gain) on sales of noncurrent assets	45	0
Loss on retirement of noncurrent assets	92	146
Decrease (increase) in notes and accounts receivable-trade	(30,332)	(4,042)
Decrease (increase) in inventories	7,557	(5,002)
Decrease (increase) in accounts receivable-other	(14,654)	(1,887)
Increase (decrease) in notes and accounts payable-trade	(1,824)	12,560
Increase (decrease) in advances received on uncompleted construction contracts	(78,462)	75,458
Other, net	18,822	(3,393)
Subtotal	(48,341)	145,912
Interest and dividends received	6,456	5,645
Interest paid	(441)	(377)
Income taxes paid	(29,090)	(30,603)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(71,416)	120,576
<b>II CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payments for purchases of property and equipment	(12,475)	(6,188)
Proceeds from sales of property and equipment	855	468
Payments for purchases of intangible fixed assets	(4,975)	(4,702)
Payments for purchases of investment securities	(2,763)	(5,167)
Proceeds from sale of investment securities	1,839	367
Decrease (increase) in short-term loans receivable	(998)	(2,901)
Other, net	(4,894)	(605)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(23,411)	(18,728)
<b>III CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Increase (decrease) in short-term loans	10,579	(685)
Proceeds from long-term loans payable	6,373	3,405
Repayments of long-term loans payable	(823)	(1,407)
Net decrease (increase) in treasury shares	(370)	(143)
Cash dividends paid	(11,741)	(11,484)
Cash dividends paid to minority shareholders	(14)	(143)
Other, net	(167)	(229)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	3,836	(10,687)
<b>IV EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>3,306</b>	<b>9,161</b>
<b>V NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(87,684)</b>	<b>100,322</b>
<b>VI CASH AND CASH EQUIVALENTS at beginning of year</b>	<b>385,252</b>	<b>284,777</b>
<b>VII INCREASE IN CASH AND CASH EQUIVALENTS FROM NEWLY CONSOLIDATED SUBSIDIARIES</b>	<b>139</b>	<b>152</b>
<b>VIII CASH AND CASH EQUIVALENTS at end of year</b>	<b>297,707</b>	<b>385,252</b>

## Segment Information

## 【 Information by business segment 】

FY 2013 (April 1, 2013 - March 31, 2014)

(Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Catalysts and fine products	Sub total				
Net sales							
External customers	624,807	37,164	661,971	13,849	675,821	—	675,821
Inter-segment	220	18	239	4,658	4,897	(4,897)	—
Total	625,027	37,183	662,211	18,507	680,718	(4,897)	675,821
Segment profit	62,327	4,208	66,535	1,684	68,219	33	68,253
Segment asset	661,535	38,585	700,121	60,763	760,885	(14,782)	746,102
Other item							
Impairment loss	—	—	—	—	—	—	—
Depreciation and amortization	4,199	2,043	6,242	2,991	9,234	35	9,269
Capital expenditures	2,572	1,391	3,964	5,716	9,680	(42)	9,638

\*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.

FY 2014 (April 1, 2014 - March 31, 2015)

(Millions of yen)

	Segment			Others	Grand total	Adjustment	Consolidated
	Total engineering	Catalysts and fine products	Sub total				
Net sales							
External customers	745,035	37,467	782,502	16,574	799,076	—	799,076
Inter-segment	7,658	14	7,673	4,568	12,241	12,241	—
Total	752,693	37,482	790,175	21,142	811,318	(12,241)	799,076
Segment profit	23,535	3,735	27,270	3,535	30,806	(1,065)	29,740
Segment asset	624,472	41,623	666,095	69,038	735,134	(15,379)	719,754
Other item							
Impairment loss	—	—	—	4,852	4,852	—	4,852
Depreciation and amortization	4,048	2,117	6,165	3,420	9,586	706	10,292
Capital expenditures	6,871	2,213	9,084	9,696	18,781	(891)	17,890

\*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	March 31, 2015		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and gas development	23	1,097	1,024	96
	Petroleum refining	20,732	24,266	23,235	21,762
	LNG	13,291	23,329	10,398	26,221
	Chemical	2,864	18,820	15,944	5,741
	Power generation, nuclear power and new energy	73,594	28,359	36,270	65,682
	Living and general production facility	3,028	16,725	5,442	14,311
	Environmental protection, social development and IT	20,143	13,081	14,805	18,419
	Others	562	6,326	6,046	842
	Subtotal	134,241	132,005	113,169	153,077
Overseas	Oil and gas development	131,267	46,719	73,171	104,815
	Petroleum refining	405,226	103	75,671	329,657
	LNG	946,092	557,276	443,001	1,060,366
	Chemical	149,661	19,830	44,423	125,068
	Power generation, nuclear power and new energy	537	1,816	286	2,067
	Living and general production facility	931	316	1,178	68
	Environmental protection, social development and IT	1	18	9	10
	Others	(143)	11,593	10,696	753
	Subtotal	1,633,573	637,674	648,440	1,622,808
Total		*2 1,767,814	769,680	761,609	1,775,885
(incl. Total Engineering Business)		1,767,244	752,144	745,035	1,774,353
(Incl. Others Business)		570	17,536	16,574	1,532
Catalysts and Fine Products Business		*3 —	*3 —	37,467	*3 —
Grand Total		1,767,814	769,680	799,076	1,775,885

\*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 and changes in 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	15,389	(199)	15,190
Petroleum refining	12,156	(125)	12,030
LNG	21,259	(14,323)	6,935
Chemical	13,442	(479)	12,963
Power generation, nuclear power and new energy	(39)	(7,351)	(7,391)
Living and general production facility	(1)	(4)	(6)
Environmental protection, social development and IT	—	(0)	(0)
Others	(1,213)	(13)	(1,226)
Total	60,994	(22,497)	38,496
(Incl. Total Engineering Business)	61,996	(22,497)	39,498
(Incl. Others Business)	(1,002)	0	(1,002)

\*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.