

This presentation is 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.

Outline of 2nd Quarter Financial Results for Fiscal Year 2016

April 1, 2016 – September 30, 2016



November 9, 2016

Associate Executive Officer, General Manager,
Finance & Accounting Department
Takehiko Hirose



Contents

1. Income and Comprehensive Income (Consolidated)
2. Segment Information
3. Balance Sheets (Consolidated)
4. Cash Flows (Consolidated)
5. Outline of Contracts
6. Forecast for Fiscal Year 2016

1. Income and Comprehensive Income(Consolidated)

(Unit : Billions of Yen)

| | FY2015 2Q | FY2016 2Q | Difference |
|---|--------------|---------------|------------|
| Net sales | 436.1 | 318.3 | △ 117.8 |
| Gross profit | 38.3 | △ 2.6 | △ 41.0 |
| Profit ratio | 8.8% | - | - |
| Operating income | 27.4 | △ 14.1 | △ 41.6 |
| Ordinary income | 29.1 | △ 14.8 | △ 44.0 |
| Profit attributable to owners of the parent | 31.9 | △ 20.9 | △ 52.8 |
| Profit | 32.0 | △ 20.7 | △ 52.8 |
| Other comprehensive income | △ 1.5 | △ 2.6 | △ 1.1 |
| Comprehensive income | 30.5 | △ 23.4 | △ 53.9 |

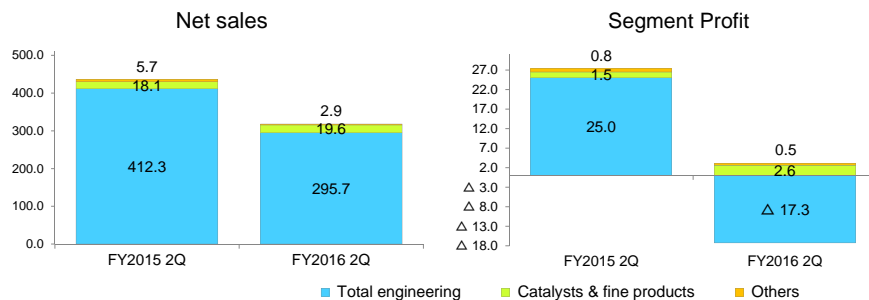
P3

2. Segment Information (Consolidated)

By business segment

(Unit : Billions of Yen)

| | Net sales | | Segment profit | |
|---------------------------|--------------|--------------|----------------|---------------|
| | FY2015 2Q | FY2016 2Q | FY2015 2Q | FY2016 2Q |
| Total engineering | 412.3 | 295.7 | 25.0 | △ 17.3 |
| Catalysts & fine products | 18.1 | 19.6 | 1.5 | 2.6 |
| Others | 5.7 | 2.9 | 0.8 | 0.5 |
| Total | 436.1 | 318.3 | 27.4 | △ 14.1 |



P4

3. Balance Sheets (Consolidated)



(Unit : Billions of Yen)

| | FY2015 | FY2016 2Q | Difference | | |
|---|--------------|--------------|---------------|----|---|
| Current assets | 522.7 | 457.3 | *1 Δ 65.3 | *1 | Cash & equivalents Δ61.8 |
| Non-current assets | 167.0 | 162.3 | Δ 4.7 | | Accounts receivable Δ17.6 |
| Total assets | 689.7 | 619.6 | Δ 70.1 | | Contract works in progress +9.0 |
| Current liabilities | 225.2 | 191.4 | *2 Δ 33.7 | *2 | Accounts payable Δ21.3 |
| Non-current liabilities | 44.9 | 42.8 | Δ 2.1 | | Advances received Δ6.1 |
| Total liabilities | 270.1 | 234.2 | Δ 35.8 | | Provision for loss on construction contracts +6.0 |
| Total net assets | 419.6 | 385.3 | *3 Δ 34.3 | *3 | Profit attributable to owners of the parent Δ20.9 |
| Total liabilities & net assets | 689.7 | 619.6 | Δ 70.1 | | Dividends Δ10.7 |
| | | | | | Accumulated other comprehensive income Δ2.6 |

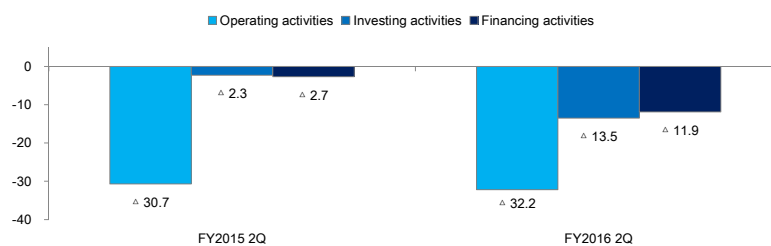
P5

4. Cash Flows (Consolidated)



(Unit : Billions of Yen)

| | FY2015 2Q | FY2016 2Q |
|--|-----------|---------------|
| Operating activities | Δ 30.7 | Δ 32.2 |
| Investing activities | Δ 2.3 | Δ 13.5 |
| Financing activities | Δ 2.7 | Δ 11.9 |
| Effect of exchange rate changes | Δ 4.4 | Δ 4.0 |
| Net increase | Δ 40.2 | Δ 61.8 |
| Cash & cash equivalents at end of period | 257.4 | 186.1 |



P6

5. Outline of Contracts

1) New Contracts(Consolidated)

(Unit : Billions of Yen)

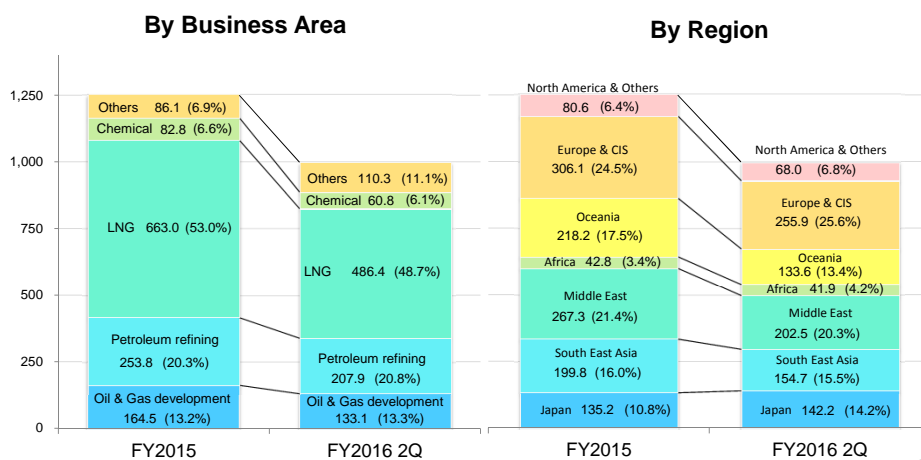
| | FY2016 2Q | FY2016 Forecast |
|----------|--------------|--------------------|
| Overseas | 114.5 | 490.0 |
| Domestic | 40.2 | 110.0 |
| Total | 154.8 | 600.0 |

P7

2) Outstanding Contracts (Consolidated)

| FY2015 | FY2016 2Q | Difference |
|---------|-----------|------------|
| 1,250.3 | 998.9 | △ 251.4 |

(Unit : Billions of Yen)



P8

6. Forecasts for Fiscal Year 2016



(Unit : Billions of Yen)

| | Forecast (Original) | Forecast (Revised) | Difference |
|---|------------------------|-----------------------|------------|
| Net sales | 720.0 | 660.0 | △60.0 |
| Gross profit | 58.0 | 14.5 | △43.5 |
| Profit ratio | 8.1% | 2.2% | △5.9pt |
| Operating income | 34.0 | △9.5 | △43.5 |
| Ordinary income | 37.0 | △8.5 | △45.5 |
| Income attributable to owners of the parent | 25.0 | △17.0 | △42.0 |
| New contracts | 600.0 | 600.0 | - |
| Annual Dividend per share (FY2016 Year-end Forecast) | ¥30.00 | ¥30.00 | - |
| Forecasts base on (¥/US\$) | ¥110.00 | ¥100.00 | △¥10.0 |

P9



Appendix

P10

Reference (Net Sales & New Contracts by Region)



(Unit : Billions of Yen)

| 【Net sales】 | FY2015 2Q | | FY2016 2Q | |
|------------------------|--------------|-----------------|--------------|-----------------|
| | Value | Change (%) | Value | Change (%) |
| Japan | 53.5 | (12.3%) | 45.6 | (14.3%) |
| South East Asia | 105.8 | (24.3%) | 49.0 | (15.4%) |
| Oceania | 122.2 | (28.0%) | 66.9 | (21.0%) |
| Africa | 5.9 | (1.4%) | 1.8 | (0.6%) |
| Middle East | 56.1 | (12.9%) | 62.5 | (19.6%) |
| Europe & CIS | 51.6 | (11.8%) | 78.6 | (24.7%) |
| North America & Others | 40.9 | (9.3%) | 13.6 | (4.4%) |
| Total | 436.1 | (100.0%) | 318.3 | (100.0%) |

| 【New Contracts】 | FY2015 2Q | | FY2016 2Q | |
|------------------------|-------------|-----------------|--------------|-----------------|
| | Value | Change (%) | Value | Change (%) |
| Japan | 35.9 | (57.1%) | 40.2 | (26.0%) |
| South East Asia | 4.0 | (6.5%) | 35.5 | (23.0%) |
| Oceania | 3.2 | (5.2%) | 3.0 | (2.0%) |
| Africa | 0.1 | (0.3%) | 1.8 | (1.2%) |
| Middle East | 1.4 | (2.5%) | 11.5 | (7.5%) |
| Europe & CIS | 0.5 | (0.8%) | 59.7 | (38.6%) |
| North America & Others | 17.4 | (27.6%) | 2.7 | (1.7%) |
| Total | 62.9 | (100.0%) | 154.8 | (100.0%) |

P11

Cautionary Statement



This presentation may contain forward-looking statements that reflect JGC's plans and expectations.

Such statements are based on currently available information and current assumptions of future events which may not prove to be accurate. Such statements are also subject to various risks and uncertainties that could cause actual results to differ materially from those forward-looking statements.

JGC Corporation undertakes no obligation to update any forward looking statements after the date of this presentation. These potential risks and uncertainties include, but are not limited to:

- changes in general economic conditions, including foreign currency exchange rates, interest rates and other factors that could affect our profitability
- changes in government regulations or tax laws in jurisdictions where we conduct business

For questions concerning this material please contact:

JGC Corporation
PR and IR Department
Tel: 81-45-682-1111 Fax: 81-45-682-1112
E-mail: ir@jgc.com

P12