

# [Translation]

The following statements are an English-language translation of the original Japanese-language document for your reference purpose only. In the case that there is any discrepancy between the original Japanese version and this English version, the Japanese version shall prevail. (All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

May 12, 2022

## Summary-Consolidated Financial Statements

(For the fiscal year ended March 31, 2022)

Name of listed company: **JGC HOLDINGS CORPORATION**

Stock exchange: **Tokyo**

Code number: **1963**

Representative

Tel: **045-682-1111**

Title: **Representative Director, Chairman of the Board & Chief Executive Officer (CEO)**

URL: **https://www.jgc.com**

Name: **Masayuki Sato**

Contact

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

Name: **Shinichi Taguchi**

Scheduled Date of Ordinary Annual General Meeting of Shareholders: **June 29, 2022**

Scheduled Date of Payment of Dividends: **June 30, 2022**

Note: All amounts are rounded down to the nearest million yen.

### 1. Consolidated Financial Results for Fiscal year ended March 31, 2022 (April 1, 2021 - March 31, 2022)

#### (1) Consolidated financial results

Note: Percentage indicates changes from the previous term.

|                                  | Net sales         |       | Operating profit  |       | Ordinary profit   |      | Profit attributable to owners of parent |      |
|----------------------------------|-------------------|-------|-------------------|-------|-------------------|------|---|------|
|                                  | (Millions of yen) | (%)   | (Millions of yen) | (%)   | (Millions of yen) | (%)  | (Millions of yen)                       | (%)  |
| Fiscal year ended March 31, 2022 | 428,401           | (1.3) | 20,688            | (9.6) | 30,028            | 17.7 | (35,551)                                | —    |
| Fiscal year ended March 31, 2021 | 433,970           | (9.7) | 22,880            | 13.1  | 25,506            | 14.0 | 5,141                                   | 24.9 |

Note: Comprehensive income (millions of yen): FY2021: (27,360) (—%) FY2020: 29,925 (—%)

|                                  | Earnings per share | Earnings per share(diluted) | Return on equity | Ordinary profit/ Total assets | Operating profit/ Net sales |
|----------------------------------|--------------------|-----------------------------|------------------|-------------------------------|-----------------------------|
|                                  | (Yen)              | (Yen)                       | (%)              | (%)                           | (%)                         |
| Fiscal year ended March 31, 2022 | (140.77)           | —                           | (8.8)            | 4.3                           | 4.8                         |
| Fiscal year ended March 31, 2021 | 20.37              | —                           | 1.3              | 3.7                           | 5.3                         |

Reference: Share of profit of entities accounted for using equity method (millions of yen): FY2021: 3,014 FY2020: 2,187

#### (2) Consolidated financial position

|                      | Total assets      | Total net assets  | Equity ratio | Total net assets per share |
|----------------------|-------------------|-------------------|--------------|----------------------------|
|                      | (Millions of yen) | (Millions of yen) | (%)          | (yen)                      |
| As of March 31, 2022 | 694,274           | 387,662           | 55.8         | 1,532.72                   |
| As of March 31, 2021 | 702,529           | 417,616           | 59.4         | 1,652.19                   |

Reference: Equity (millions of yen): As of March 31, 2022: 387,145 As of March 31, 2021: 417,120

#### (3) Consolidated cash flows

|                                  | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of period |
|----------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
|                                  | (Millions of yen)                    | (Millions of yen)                    | (Millions of yen)                    | (Millions of yen)                          |
| Fiscal year ended March 31, 2022 | 19,311                               | (7,695)                              | (148)                                | 288,009                                    |
| Fiscal year ended March 31, 2021 | 12,467                               | (13,520)                             | 196                                  | 268,281                                    |

### 2. Dividends

|   | Annual dividends per share (Yen) |             |             |          |        | Total dividends (annual) | Payout ratio (consolidated) | Dividends/ Equity (consolidated) |
|---|----------------------------------|-------------|-------------|----------|--------|--------------------------|-----------------------------|----------------------------------|
|   | 1Q term-end                      | 2Q term-end | 3Q term-end | Term-end | Annual | (Millions of yen)        | (%)                         | (%)                              |
| Fiscal year ended March 31, 2021            | —                                | —           | —           | 12.00    | 12.00  | 3,029                    | 58.9                        | 0.8                              |
| Fiscal year ended March 31, 2022            | —                                | —           | —           | 15.00    | 15.00  | 3,788                    | —                           | 0.9                              |
| Fiscal year ended March 31, 2023 (Forecast) | —                                | —           | —           | 24.00    | 24.00  |                          | 30.3                        |                                  |

### 3. Earnings forecasts for Fiscal year ended March 31, 2023 (April 1, 2022 - March 31, 2023)

Note: Percentage indicates changes from the previous term.

|           | Net sales         |      | Operating profit  |      | Ordinary profit   |       | Profit attributable to owners of parent |     |
|-----------|-------------------|------|-------------------|------|-------------------|-------|---|-----|
|           | (Millions of yen) | (%)  | (Millions of yen) | (%)  | (Millions of yen) | (%)   | (Millions of yen)                       | (%) |
| Full Year | 600,000           | 40.1 | 26,000            | 25.7 | 30,000            | (0.1) | 20,000                                  | —   |

|           | Earnings per share |
|-----------|--------------------|
|           | (Yen)              |
| Full Year | —                  |

#### 4. Others

(1) Changes in scope of consolidated important subsidiaries

(Newly added)      None      (Excluded)      None

(2) Changes of accounting principles, procedures and presentation

(a) Changes due to revisions of accounting standards:

Yes

(b) Changes other than the above (a):

None

(c) Changes in accounting estimates:

None

(d) Restatement:

None

(3) Number of shares outstanding

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

As of March 31, 2022 :      259,336,682

As of March 31, 2021 :      259,214,827

(b) Number of treasury shares at term-end:

As of March 31, 2022 :      6,750,140

As of March 31, 2021 :      6,749,173

(c) Average number of shares outstanding during the period:

Fiscal year ended March 31, 2022 :      252,540,183

Fiscal year ended March 31, 2021 :      252,425,976

( i ) This document is unaudited by certificated public accountants or audit firms.

( ii ) 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.

( iii ) Forecasts based on : 123.00 yen/US\$ 1.00

## Consolidated Balance Sheet

|   | As of March 31,<br>2022 | As of March 31,<br>2021 |
|---|-------------------------|-------------------------|
|   | (Millions of yen)       | (Millions of yen)       |
| <b>ASSETS</b>   |                         |                         |
| <b>Current assets</b>   |                         |                         |
| Cash and deposits   | 288,159                 | 268,281                 |
| Notes receivable, accounts receivable from completed construction contracts and other | —                       | 143,064                 |
| Notes receivable, trade receivables, contract assets and other                        | 141,222                 | —                       |
| Costs on construction contracts in progress   | 23,804                  | 20,848                  |
| Merchandise and finished goods  | 6,659                   | 5,592                   |
| Work in process   | 2,970                   | 2,651                   |
| Raw materials and supplies  | 3,596                   | 3,874                   |
| Accounts receivable - other   | 64,423                  | 97,097                  |
| Other   | 6,069                   | 7,124                   |
| Allowance for doubtful accounts   | (3,562)                 | (176)                   |
| <b>Total current assets</b>   | <b>533,343</b>          | <b>548,359</b>          |
| <b>Non-current assets</b>   |                         |                         |
| <b>Property, plant and equipment</b>  |                         |                         |
| Buildings and structures  | 74,181                  | 61,504                  |
| Machinery, vehicles, tools, furniture and fixtures                                    | 71,133                  | 60,190                  |
| Land  | 18,617                  | 18,552                  |
| Leased assets   | 1,079                   | 1,056                   |
| Construction in progress  | 803                     | 17,835                  |
| Other   | 4,795                   | 4,259                   |
| Accumulated depreciation  | (101,075)               | (96,744)                |
| <b>Total property, plant and equipment</b>  | <b>69,534</b>           | <b>66,654</b>           |
| <b>Intangible assets</b>  |                         |                         |
| Software  | 7,228                   | 4,830                   |
| Other   | 2,447                   | 2,036                   |
| <b>Total intangible assets</b>  | <b>9,676</b>            | <b>6,867</b>            |
| <b>Investments and other assets</b>   |                         |                         |
| Investment securities   | 55,837                  | 54,199                  |
| Long-term loans receivable  | 8,640                   | 7,952                   |
| Retirement benefit asset  | 1,506                   | 859                     |
| Deferred tax assets   | 13,557                  | 15,532                  |
| Long-term accounts receivable - other   | 10,872                  | 9,601                   |
| Other   | 5,129                   | 5,432                   |
| Allowance for doubtful accounts   | (13,824)                | (12,929)                |
| <b>Total investments and other assets</b>   | <b>81,720</b>           | <b>80,648</b>           |
| <b>Total non-current assets</b>   | <b>160,930</b>          | <b>154,170</b>          |
| <b>Total assets</b>   | <b>694,274</b>          | <b>702,529</b>          |

|  | As of March 31,<br>2022 | As of March 31,<br>2021 |
|--|-------------------------|-------------------------|
|  | (Millions of yen)       | (Millions of yen)       |
| <b>LIABILITIES</b>   |                         |                         |
| <b>Current liabilities</b>   |                         |                         |
| Notes payable, accounts payable for construction contracts and other | 63,258                  | 41,777                  |
| Short-term borrowings  | 2,167                   | 224                     |
| Current portion of bonds payable                                     | 30,000                  | —                       |
| Current portion of long-term borrowings                              | 8,660                   | 364                     |
| Income taxes payable   | 5,244                   | 1,263                   |
| Contract liabilities   | 109,756                 | —                       |
| Advances received on construction contracts in progress              | —                       | 100,707                 |
| Provision for bonuses  | 6,880                   | 6,385                   |
| Provision for bonuses for directors (and other officers)             | 274                     | 61                      |
| Provision for loss on construction contracts                         | 384                     | 3,590                   |
| Provision for warranties for completed construction                  | 1,074                   | 1,317                   |
| Other  | 26,135                  | 41,362                  |
| <b>Total current liabilities</b>                                     | <b>253,836</b>          | <b>197,055</b>          |
| <b>Non-current liabilities</b>                                       |                         |                         |
| Bonds payable  | 20,000                  | 50,000                  |
| Long-term borrowings   | 11,496                  | 16,783                  |
| Retirement benefit liability   | 15,884                  | 15,325                  |
| Provision for retirement benefits for directors (and other officers) | 210                     | 219                     |
| Deferred tax liabilities   | 1,089                   | 1,049                   |
| Deferred tax liabilities for land revaluation                        | 1,014                   | 1,014                   |
| Other  | 3,080                   | 3,463                   |
| <b>Total non-current liabilities</b>                                 | <b>52,775</b>           | <b>87,857</b>           |
| <b>Total liabilities</b>   | <b>306,612</b>          | <b>284,912</b>          |
| <b>NET ASSETS</b>  |                         |                         |
| <b>Shareholders' equity</b>  |                         |                         |
| Share capital  | 23,672                  | 23,611                  |
| Capital surplus  | 25,770                  | 25,709                  |
| Retained earnings  | 342,198                 | 380,402                 |
| Treasury shares  | (6,740)                 | (6,739)                 |
| <b>Total shareholders' equity</b>                                    | <b>384,901</b>          | <b>422,983</b>          |
| <b>Accumulated other comprehensive income</b>                        |                         |                         |
| Valuation difference on available-for-sale securities                | 6,311                   | 5,571                   |
| Deferred gains or losses on hedges                                   | 3,786                   | 248                     |
| Revaluation reserve for land   | (10,891)                | (10,891)                |
| Foreign currency translation adjustment                              | 3,462                   | (358)                   |
| Remeasurements of defined benefit plans                              | (424)                   | (432)                   |
| <b>Total accumulated other comprehensive income</b>                  | <b>2,244</b>            | <b>(5,862)</b>          |
| <b>Non-controlling interests</b>                                     | <b>517</b>              | <b>495</b>              |
| <b>Total net assets</b>  | <b>387,662</b>          | <b>417,616</b>          |
| <b>Total liabilities and net assets</b>                              | <b>694,274</b>          | <b>702,529</b>          |

## Consolidated Statement of Income

|   | Fiscal year ended<br>March 31, 2022<br>(Apr. 1, 2021 -<br>Mar. 31, 2022) | Fiscal year ended<br>March 31, 2021<br>(Apr. 1, 2020 -<br>Mar. 31, 2021) |
|---|--|--|
|   | (Millions of yen)  | (Millions of yen)  |
| <b>Net sales</b>  | 428,401  | 433,970  |
| Cost of sales   | 383,029  | 390,188  |
| Gross profit  | 45,372   | 43,782   |
| Selling, general and administrative expenses                  | 24,683   | 20,901   |
| <b>Operating profit</b>                                       | 20,688   | 22,880   |
| <b>Non-operating income</b>                                   |  |  |
| Interest income   | 1,060  | 1,320  |
| Dividend income   | 2,103  | 897  |
| Share of profit of entities accounted for using equity method | 3,014  | 2,187  |
| Foreign exchange gains  | 2,528  | —  |
| Other   | 1,124  | 783  |
| <b>Total non-operating income</b>                             | 9,831  | 5,189  |
| <b>Non-operating expenses</b>                                 |  |  |
| Interest expenses   | 419  | 180  |
| Foreign exchange losses                                       | —  | 2,058  |
| Other   | 72   | 324  |
| <b>Total non-operating expenses</b>                           | 491  | 2,563  |
| <b>Ordinary profit</b>  | 30,028   | 25,506   |
| <b>Extraordinary income</b>                                   |  |  |
| Gain on sales of investment securities                        | 799  | 1,844  |
| Gain on liquidation of subsidiaries and associates            | 179  | —  |
| Other   | 8  | 24   |
| <b>Total extraordinary income</b>                             | 987  | 1,868  |
| <b>Extraordinary losses</b>                                   |  |  |
| Impairment losses   | —  | 2,911  |
| Loss on valuation of investment securities                    | 397  | 1,357  |
| Loss on Ichthys LNG Project                                   | 57,576   | —  |
| Other   | 301  | 662  |
| <b>Total extraordinary losses</b>                             | 58,275   | 4,930  |
| <b>Profit (Loss) before income taxes</b>                      | (27,260)   | 22,444   |
| <b>Income taxes</b>   |  |  |
| Income taxes - current  | 7,773  | 13,974   |
| Income taxes - deferred                                       | 463  | 3,261  |
| <b>Total income taxes</b>                                     | 8,236  | 17,235   |
| <b>Profit (Loss)</b>  | (35,496)   | 5,208  |
| <b>Profit attributable to non-controlling interests</b>       | 54   | 67   |
| <b>Profit (Loss) attributable to owners of parent</b>         | (35,551)   | 5,141  |

## Consolidated Statement of Comprehensive Income

|   | Fiscal year ended<br>March 31, 2022<br>(Apr. 1, 2021 -<br>Mar. 31, 2022) | Fiscal year ended<br>March 31, 2021<br>(Apr. 1, 2020 -<br>Mar. 31, 2021) |
|---|--|--|
|   | (Millions of yen)  | (Millions of yen)  |
| <b>Profit (Loss)</b>  | (35,496)   | 5,208  |
| <b>Other comprehensive income</b>   |  |  |
| Valuation difference on available-for-sale securities                             | 653  | 3,330  |
| Deferred gains or losses on hedges  | 2,855  | 4,596  |
| Foreign currency translation adjustment   | 3,220  | 16,406   |
| Remeasurements of defined benefit plans, net of tax                               | (4)  | 1,057  |
| Share of other comprehensive income of entities accounted for using equity method | 1,410  | (674)  |
| <b>Total other comprehensive income</b>   | 8,135  | 24,717   |
| <b>Comprehensive income</b>   | (27,360)   | 29,925   |
| <b>Comprehensive income attributable to</b>                                       |  |  |
| Comprehensive income attributable to owners of parent                             | (27,415)   | 29,858   |
| Comprehensive income attributable to non-controlling interests                    | 54   | 67   |

## Consolidated Statement of Cash Flows

|   | Fiscal year ended<br>March 31, 2022<br>(Apr. 1, 2021 -<br>Mar. 31, 2022) | Fiscal year ended<br>March 31, 2021<br>(Apr. 1, 2020 -<br>Mar. 31, 2021) |
|---|--|--|
|   | (Millions of yen)  | (Millions of yen)  |
| <b>Cash flows from operating activities</b>   |  |  |
| Profit (loss) before income taxes   | (27,260)   | 22,444   |
| Depreciation  | 7,202  | 6,432  |
| Impairment losses   | —  | 2,911  |
| Increase (decrease) in allowance for doubtful accounts                                | 3,712  | 98   |
| Interest and dividend income  | (3,164)  | (2,218)  |
| Interest expenses   | 419  | 180  |
| Foreign exchange losses (gains)   | (4,419)  | (2,320)  |
| Share of loss (profit) of entities accounted for using equity method                  | (3,014)  | (2,187)  |
| Decrease (increase) in notes receivable, trade receivables, contract assets and other | 3,326  | —  |
| Decrease (increase) in notes and accounts receivable - trade                          | —  | 3,450  |
| Decrease (increase) in inventories  | (3,742)  | 1,685  |
| Increase (decrease) in notes and accounts payable - trade                             | 19,072   | (27,457)   |
| Loss (gain) on sale of investment securities  | (799)  | (1,844)  |
| Increase (decrease) in retirement benefit liability                                   | 353  | (1,281)  |
| Increase (decrease) in provision for loss on construction contracts                   | (3,251)  | (7,454)  |
| Loss (gain) on valuation of investment securities                                     | 397  | 1,357  |
| Increase (decrease) in contract liabilities   | 8,739  | —  |
| Increase (decrease) in advances received on construction contracts in progress        | —  | 17,719   |
| Decrease (increase) in accounts receivable - other                                    | 33,328   | 3,479  |
| Increase (decrease) in accounts payable - other                                       | (13,437)   | (512)  |
| Other, net  | (895)  | 10,276   |
| <b>Subtotal</b>   | 16,567   | 24,760   |
| Interest and dividends received   | 5,341  | 3,344  |
| Interest paid   | (419)  | (182)  |
| Income taxes paid   | (2,177)  | (15,455)   |
| Cash flows from operating activities  | 19,311   | 12,467   |
| <b>Cash flows from investing activities</b>   |  |  |
| Purchase of property, plant and equipment   | (5,467)  | (8,719)  |
| Proceeds from sale of property, plant and equipment                                   | 9  | 45   |
| Purchase of investment securities   | (2,435)  | (5,626)  |
| Proceeds from sale of investment securities   | 2,835  | 2,095  |
| Purchase of intangible assets   | (4,339)  | (1,487)  |
| Proceeds from capital reduction of investments  | 1,064  | —  |
| Other, net  | 637  | 171  |
| Cash flows from investing activities  | (7,695)  | (13,520)   |

|  | Fiscal year ended<br>March 31, 2022<br>(Apr. 1, 2021 -<br>Mar. 31, 2022) | Fiscal year ended<br>March 31, 2021<br>(Apr. 1, 2020 -<br>Mar. 31, 2021) |
|--|--|--|
|  | (Millions of yen)  | (Millions of yen)  |
| <b>Cash flows from financing activities</b>  |  |  |
| Proceeds from long-term borrowings   | 1,617  | 3,407  |
| Repayments of long-term borrowings   | (370)  | (63)   |
| Proceeds from issuance of bonds  | —  | 20,000   |
| Redemption of bonds  | —  | (20,000)   |
| Dividends paid   | (3,031)  | (3,030)  |
| Dividends paid to non-controlling interests  | (33)   | (34)   |
| Net increase (decrease) in short-term borrowings   | 1,819  | 17   |
| Net decrease (increase) in treasury shares   | (0)  | (0)  |
| Other, net   | (148)  | (99)   |
| Cash flows from financing activities   | (148)  | 196  |
| <b>Effect of exchange rate change on cash and cash equivalents</b>                                     | 7,968  | 5,342  |
| <b>Net increase (decrease) in cash and cash equivalents</b>  | 19,436   | 4,485  |
| <b>Cash and cash equivalents at beginning of period</b>  | 268,281  | 261,898  |
| <b>Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation</b> | 291  | 1,896  |
| <b>Cash and cash equivalents at end of period</b>  | 288,009  | 268,281  |



## Segment Information

### 【 Information by business segment 】

Fiscal year ended March 31, 2021 (April 1, 2020 - March 31, 2021)

(Millions of yen)

|                      | Segment           |                                    |          | Others | Grand total | Adjustment | Consolidated |
|----------------------|-------------------|------------------------------------|----------|--------|-------------|------------|--------------|
|                      | Total Engineering | Functional Materials Manufacturing | Subtotal |        |             |            |              |
| Net sales            |                   |                                    |          |        |             |            |              |
| External customers   | 388,585           | 40,726                             | 429,312  | 4,658  | 433,970     | —          | 433,970      |
| Inter-segment        | 61                | 10                                 | 72       | 2,156  | 2,229       | (2,229)    | —            |
| Total                | 388,647           | 40,737                             | 429,384  | 6,814  | 436,199     | (2,229)    | 433,970      |
| Segment profit       | 16,825            | 5,816                              | 22,641   | 188    | 22,830      | 50         | 22,880       |
| Segment asset        | 419,864           | 59,822                             | 479,686  | 29,229 | 508,916     | 193,612    | 702,529      |
| Other item           |                   |                                    |          |        |             |            |              |
| Impairment losses    | —                 | —                                  | —        | 2,911  | 2,911       | —          | 2,911        |
| Depreciation         | 3,300             | 2,669                              | 5,969    | 462    | 6,432       | (0)        | 6,432        |
| Capital expenditures | 1,068             | 3,644                              | 4,712    | 3,332  | 8,045       | 1,295      | 9,340        |

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

\*2: (a) Segment profit and depreciation are adjusted to eliminate transactions between segments.

(b) "Adjustment" to segment assets includes corporate assets of ¥203,013 million that are not allocated to each business segment. Corporate assets consist mainly of cash and deposits, investment securities, and non-current assets (buildings, land, etc.) at the company.

(c) "Adjustment" in capital expenditures refers to corporate assets that are not allocated to each business segment.

(d) Company assets are not allocated to each business segment, but the related depreciation is allocated based on a comprehensive consideration of the burden ratio of each business segment involved.

\*3: Segment profit is adjusted with the operating profit figure from the Consolidated Statement of Income.

Fiscal year ended March 31, 2022 (April 1, 2021 - March 31, 2022)

(Millions of yen)

|                      | Segment           |                                    |          | Others | Grand total | Adjustment | Consolidated |
|----------------------|-------------------|------------------------------------|----------|--------|-------------|------------|--------------|
|                      | Total Engineering | Functional Materials Manufacturing | Subtotal |        |             |            |              |
| Net sales            |                   |                                    |          |        |             |            |              |
| External customers   | 377,995           | 44,250                             | 422,246  | 6,155  | 428,401     | —          | 428,401      |
| Inter-segment        | 52                | 1                                  | 54       | 1,866  | 1,921       | (1,921)    | —            |
| Total                | 378,047           | 44,252                             | 422,300  | 8,022  | 430,322     | (1,921)    | 428,401      |
| Segment profit       | 13,221            | 7,296                              | 20,517   | 1,006  | 21,524      | (835)      | 20,688       |
| Segment asset        | 414,381           | 66,424                             | 480,806  | 33,957 | 514,763     | 179,511    | 694,274      |
| Other item           |                   |                                    |          |        |             |            |              |
| Depreciation         | 3,909             | 2,868                              | 6,778    | 421    | 7,199       | 2          | 7,202        |
| Capital expenditures | 3,192             | 3,508                              | 6,700    | 1,658  | 8,358       | 2,095      | 10,454       |

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

\*2 : (a) Segment profit and depreciation are adjusted to eliminate transactions between segments and corporate expenses not allocated to each segment.

(b) "Adjustment" to segment assets include corporate assets of ¥ 182,773 million that are not allocated to each business segment. Corporate assets consist mainly of cash and deposits, investment securities, and non-current assets (buildings, land, etc.) at the company.

(c) "Adjustment" in capital expenditures to corporate assets that are not allocated to each business segment.

(d) Company assets are not allocated to each business segment, but the related depreciation is allocated based on a comprehensive consideration of the burden ratio of each business segment involved.

\*3: Segment profit is adjusted with the operating profit figure from the Consolidated Statement of Income.

### **【Changes in business segment】**

The "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) has been applied from the beginning of the current fiscal year. The method of calculating profit or loss of business segments has been altered due to a change in the accounting method for revenue recognition.

As a result of this change, compared to the previous method, "Total Engineering Business" net sales for the current fiscal year increased by ¥ 286 million and segment profit increased by ¥ 96 million. "Functional Materials Manufacturing Business" net sales decreased by ¥ 1,630 million and "Other Businesses" net sales decreased by ¥ 108 million.

## Sales, Orders Received and Backlog (Consolidated)

(Millions of yen)

| Business area                               |                                   | March 31, 2021        | March 31, 2022 |         |                       |
|---|-----------------------------------|-----------------------|----------------|---------|-----------------------|
|   |                                   | Outstanding Contracts | New Contracts  | Sales   | Outstanding Contracts |
| Total Engineering Business                  |                                   | 1,240,383             | 309,505        | 377,995 | 1,207,832             |
| Domestic                                    | Energy Transition                 |                       |                |         |                       |
|   | Oil and gas                       | 8,342                 | 21,517         | 24,122  | 4,708                 |
|   | LNG                               | 28                    | 132            | 123     | 37                    |
|   | Chemical                          | 2,904                 | 46,002         | 15,700  | 32,971                |
|   | Clean energy                      | 139,698               | 20,064         | 35,331  | 123,710               |
|   | Others                            | 26,118                | 1,573          | 12,094  | 15,476                |
|   | Subtotal                          | 177,091               | 89,290         | 87,372  | 176,905               |
|   | Healthcare & Life sciences        | 13,828                | 75,367         | 15,668  | 72,672                |
|   | Industrial & Urban infrastructure | 976                   | 1,587          | 2,499   | 62                    |
|   | Others                            | 13                    | 188            | 200     | 1                     |
| Domestic Subtotal                           | 191,911                           | 166,433               | 105,741        | 249,642 |                       |
| Overseas                                    | Energy Transition                 |                       |                |         |                       |
|   | Oil and gas                       | 512,511               | 71,361         | 86,149  | 509,212               |
|   | LNG                               | 509,820               | 47,880         | 166,149 | 417,813               |
|   | Chemical                          | 24,133                | 2,309          | 15,210  | 11,957                |
|   | Clean energy                      | 527                   | 8,562          | 989     | 8,093                 |
|   | Others                            | 243                   | 980            | 474     | 748                   |
|   | Subtotal                          | 1,047,236             | 131,094        | 268,974 | 947,826               |
|   | Healthcare & Life sciences        | 786                   | 7,853          | 901     | 7,928                 |
|   | Industrial & Urban infrastructure | 448                   | 4,093          | 2,348   | 2,434                 |
|   | Others                            | —                     | 30             | 30      | —                     |
| Overseas Subtotal                           | 1,048,471                         | 143,071               | 272,253        | 958,190 |                       |
| Functional Materials Manufacturing Business |                                   | —                     | —              | 44,250  | 7,080                 |
| Other Business                              |                                   | 821                   | 6,451          | 6,155   | 998                   |
| Grand Total                                 |                                   | 1,241,204             | 315,956        | 428,401 | 1,215,911             |

\*1: The classification and the calculation method for outstanding contracts have been changed from the current fiscal year.

\*2: The figure for outstanding contracts for "Total Engineering Business" at the end of the current fiscal year includes a downward adjustment of ¥27,519 million due to "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29, March 31, 2020), applied from the beginning of the current fiscal year and others, a downward adjustment of ¥72 million due to changes in the scope of consolidation in the current fiscal year, as well as an upward adjustment due to foreign currency translation, amendments and changes in contract amounts and others that add up to ¥63,531 million in the current fiscal year.

\*3: The figure for outstanding contracts for "Other Businesses" at the end of the current fiscal year includes a downward adjustment of ¥118 million due to foreign currency translation, amendments and changes in contract amounts and others in current fiscal year.