



# JGC Corporation Fiscal 2004 Interim Results (Consolidated)

Six months ended September 30, 2004

November 10, 2004

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Executive Vice President and CFO



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## 1. Summary of Business Conditions

( Billion Yen)

Lower Sales, Lower Profit (Comparison with forecasts)	04/1H	Forecast	Difference
Net Sales	181.7	200.0	-18.2
Operating Income	4.9	7.0	-2.0
Ordinary Income	7.4	8.4	-0.9
Net Profit	5.2	5.3	-0.1

### ➤ Decrease in Sales

JGC proper: -14.8 billion yen (due to delayed revenues of some ongoing projects)  
Consolidated Units: -3.4 billion yen

### ➤ Decrease in Operating Income

Unexpected additional cost arising from an Algerian project: -2.0 billion yen

### ➤ Non-Operating Profit/Loss (Net Gain)

Dividend income, equity in earnings of affiliates, exchange gain, etc.:  
+1.1 billion yen

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## 2. Outline of Statements of Income

### 2-1 Summary

(Billion Yen)

	04/1H	03/1H	Difference	Forecast	Comparison with Forecast
<b>Consolidated</b>					
Net Sales	181.7	189.0	-7.3	200.0	-18.2
Operating Income	4.9	8.2	-3.3	7.0	-2.0
(Profit ratio)	(2.7%)	(4.4%)	(-1.7)	(3.5%)	(-0.8)
Ordinary Income	7.4	8.7	-1.2	8.4	-0.9
Net Income (6 months)	5.2	6.0	-0.8	5.3	-0.0
<b>Non-consolidated</b>					
Net Sales	160.1	171.5	-11.4	175.0	-14.8
Operating Income	3.1	6.3	-3.2	5.0	-1.8
(Profit ratio)	(2.0%)	(3.7%)	(▲1.7)	(2.9%)	(▲0.9)
Ordinary Income	5.8	6.3	-0.5	6.5	-0.6
Net Income (6 months)	4.6	4.8	-0.2	4.5	0.1

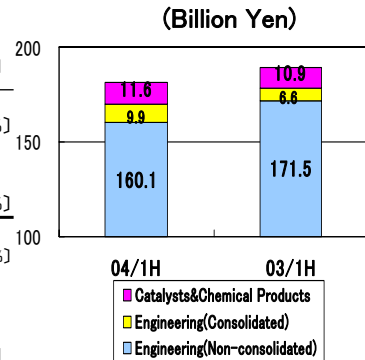
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## 2-2. Segment Information

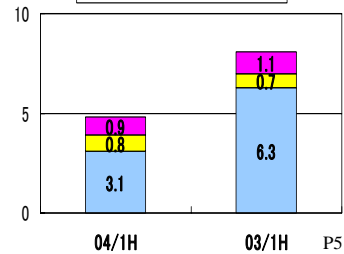


### (1) By Business Segment

<b>Net Sales</b>	04/1H [%]	03/1H [%]
Total Engineering (EPC) (Non-consolidated)	170.1 [94%] (160.1)	178.1 [94%] (171.5)
Catalysts & Chemical Products	11.6 [6%]	10.9 [6%]
<b>Total</b>	<b>181.7 [100%]</b>	<b>189.0 [100%]</b>



<b>Operating Income</b>	04/1H [%]	03/1H [%]
Total Engineering (EPC) (Non-consolidated)	4.0 [81%] (3.1)	7.1 [86%] (6.3)
Catalysts & Chemical Products	0.9 [19%]	1.1 [14%]
<b>Total</b>	<b>4.9 [100%]</b>	<b>8.2 [100%]</b>



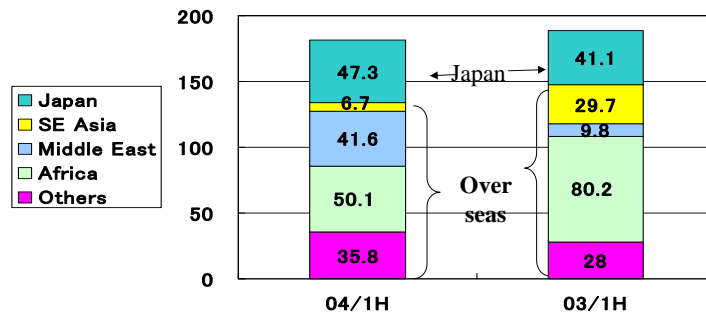
[ ] : Percentage of total

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### (2) By Geographic Segment



	04/9		03/9	
	(Billion Yen)	(%)	(Billion Yen)	(%)
Sales in Japan (Non-consolidated)	47.3 (28.7)	26% (18%)	41.1 (26.3)	22% (15%)
Overseas Sales (Non-consolidated)	134.3 (131.4)	74% (82%)	147.9 (145.2)	78% (85%)
<b>Total</b> (Non-consolidated)	<b>181.7</b> (160.1)		<b>189.0</b> (171.5)	



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### 3. Outline of Balance Sheets

(Billion Yen)

<b>Current Assets</b> 253.2 [64%] (228.3)	<b>Current Liabilities</b> [51%] 200.8 (190.9)
	Fixed Liabilities 43.9 (36.6) [11%]
	Minority Interests 0.2 (-) [0%]
<b>Fixed Assets</b> [36%] 140.4 (135.8)	<b>Shareholders' Equity</b> 148.6 (136.5) [38%]
<b>Total Assets</b> 393.6 (364.1)	<b>Total</b> 393.6 (364.1)

Cash & Equivalents : 86.9 billion yen (March 31,2004: 99.9bn ; -13.0bn)  
 Interest-Bearing Debt: 17.1 billion yen (March 31,2004: 17.4bn ; -0.3bn)  
 Shareholders' Equity : 148.6 billion yen (March 31,2004:146.2bn ; +2.3bn)

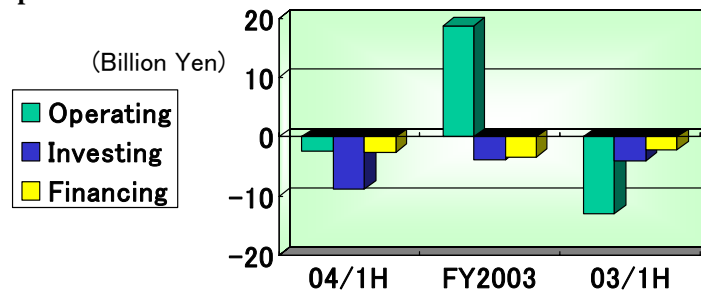
( ) : Non-consolidated basis [ ] : Percentage of total

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### 4. Outline of Cash Flows

(Billion Yen)

	04/1H	FY2003	03/1H
⊙ Operating cash flows	-2.3	18.7	-13.0
⊙ Investing cash flows	-8.8	-3.9	-4.0
⊙ Financing cash flows	-2.5	-3.4	-2.1
⊙ Foreign exchange gain/loss	0.7	-0.4	0.6
<b>Net cash increase/decrease</b>	<b>-13.0</b>	<b>10.9</b>	<b>-18.6</b>
⊙ Cash and cash equivalents at end of period	86.9	99.9	70.3



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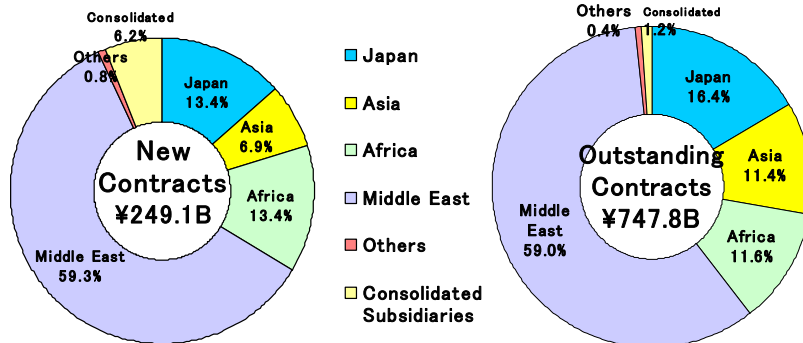
## 5. Outline of Orders Received

### 5-1. Order Status (Consolidated)

New contracts: 249.1 billion yen

Outstanding contracts: 747.8 billion yen

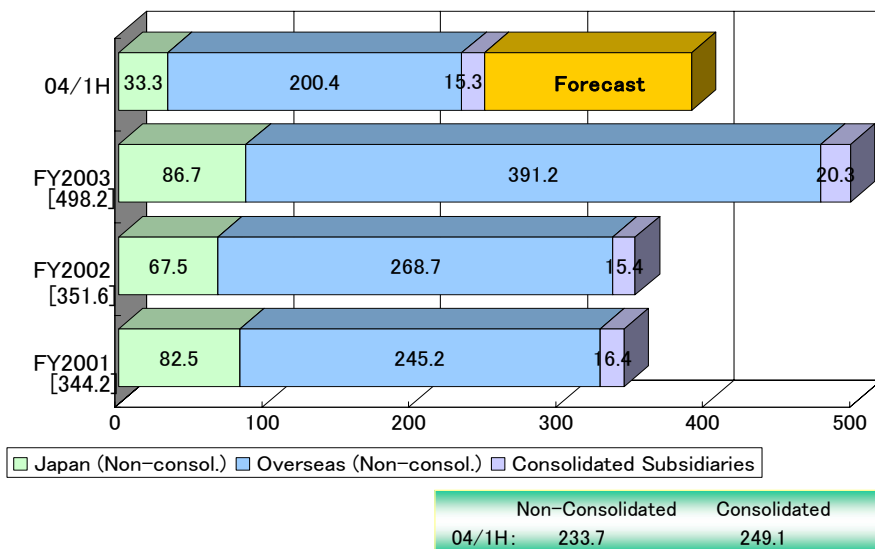
#### Breakdown by Geographic Segment



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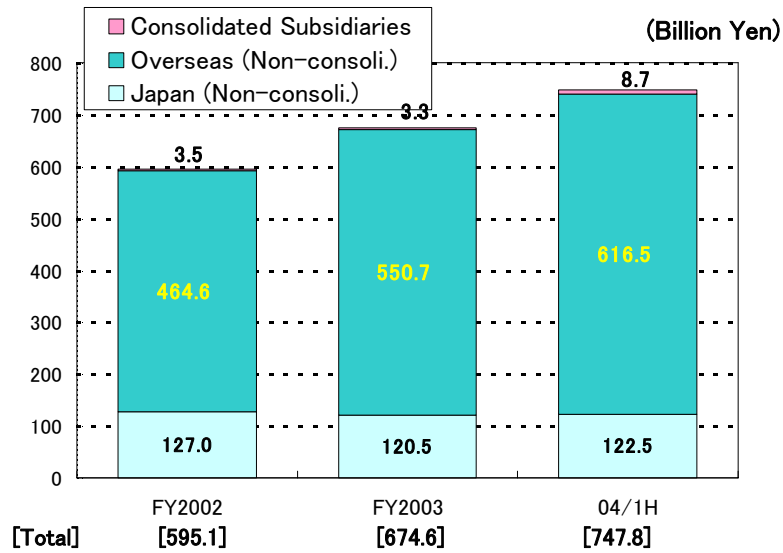
### 5-2. Trends in Orders Received (Consolidated)

(Billion Yen)



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### 5-3. Trends in Outstanding Contracts (Consolidated)



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### 6. Fiscal 2004 Targets

Consolidated and Non-consolidated		New Forecast	Previous Forecast	(Billion Yen) Difference
<b>Consolidated</b>	Net Sales	440.0	440.0	—
	Ordinary Income	13.6	18.5	-4.9
	Net Income	9.7	11.0	-1.3
<b>Non-consolidated</b>	Net Sales	390.0	390.0	—
	Ordinary Income	10.4	14.5	-4.1
	Net Income	8.3	9.5	-1.2
	New Contracts	370.0	370.0	—
	Dividends	¥8	¥9	- ¥ 1

\*Based on assumed exchange rates of 108.00 yen/U.S.\$, 137.04 yen/EUR

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