

JGC Corporation
**Interim Results
Briefing**

November 10, 2004

President and COO
Shoji Morimoto

Presentation Summary

1. Major orders received in the first half and future trends
2. Client trends and future market development (especially, influence of recent oil price hikes)
3. JGC's Three strategies in response to above:
 - (1) Approach to natural gas projects
 - (2) Approach to high-risk and higher value added projects
 - (3) Horizontal business integration

Major Orders Received in the First Half

1. Bahrain Oil Refinery Expansion
2. China MMA (Methyl Methacrylate)
3. Qatar Ethylene Expansion
4. Saudi Arabia Ethylene/Styrene monomer
5. Nigeria LNG

Total in the first half : 230 billion yen

Goal for full Fiscal 2004 : 370 billion yen

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Market Size and Target Areas for Fiscal 2005

Market Size: 1.3 - 1.5 trillion yen

<Project Trends>

- Toward larger projects
- Focus on Middle East



<JGC's Strategies>

- Focus on projects that guarantee profits
- Decentralize regions

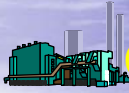


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Domestic Client Trends



Oil Clients

- Completing investment in Low-sulfurization
- Improving Refinery margins
- Focusing on Petrochemical fields
- Higher octane fuel concept

Other Clients



- Improving market conditions in Asian region
- Catching up with material cost hikes
- Making capital investments using their own strategies

JGC to Cooperate with Clients' Investments as their Long-Term Partner

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Overseas Client Trends



Clients in Oil States

- Supply margins decreasing due to imminent demands
- Using cash from crude oil price hikes to inject new capital investment
- Time lag before commercialization possible

Major Oils



- Increasing revenues & profits
- New investments focused on upstream areas such as exploration and development
- Accelerating development of Natural gas, Oil sand

JGC to Actively Respond by Extending its Oil and Gas Activities, from Upstream to Downstream

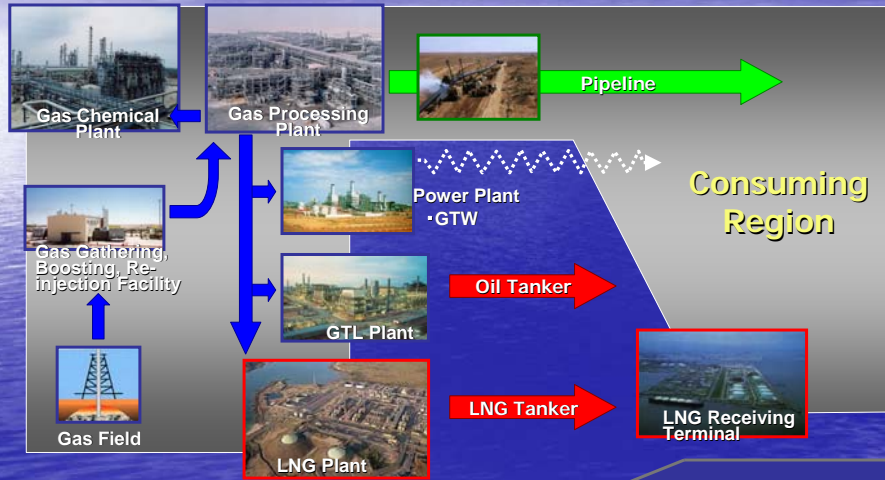
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JGC's Strategies (1)

<Become an All-Round Player in Natural Gas>



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JGC's Strategies (2)

<Approach to Higher-Risk and Higher Value Added Projects>



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JGC's Strategies (3)

< Horizontal Business Integration >

Approach for Non-EPC Business Development

New Business Area in which
JGC can Effectively Use its
Accumulated EPC Experience

New Investment
Promotion

In-house
Systems

Screening

Risk Management

Fund Management

Portfolio Management

Trading, Oil and
Resource Development
Companies in Japan