

Non-Consolidated Interim Financial Statements--Summary

November 10, 2004

(For the fiscal year ending March 31, 2005)

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.)

Name of listed company: **JGC Corporation**

Code Number: **1963**

Representative

Title: **Chairman and Chief Executive Officer**

Name: **Yoshihiro Shigehisa**

Contact

Title: **Executive Officer, Senior Manager, Finance & Accounting Department**

Name: **Hiroyoshi Suga**

Board of Directors meeting: **November 10, 2004**

Stock exchange: **Tokyo**

Head office: **Tokyo**

Tel: **045-682-1111**

URL: <http://www.jgc.co.jp>

Interim dividend system: **No**

Investment unit system: **Yes**

One investment unit = **1,000 shares**

1. Business results for the interim term (April 1, 2004-September 30, 2004)

(1) Non-consolidated financial results Note: All amounts are rounded down to the nearest million yen.

	Net sales		Operating income		Ordinary income	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Sep. 2004 interim term	160,154	(6.7)	3,134	(50.7)	5,803	(9.3)
Sep. 2003 interim term	171,581	2.8	6,364	25.9	6,397	23.3
Mar. 2004 term	367,740		11,170		14,172	

	Net income		Earnings per share (Yen)
	(Millions of yen)	(%)	
Sep. 2004 interim term	4,628	(4.6)	18.21
Sep. 2003 interim term	4,851	51.8	19.07
Mar. 2004 term	8,265		31.98

Notes:

Average number of shares outstanding (non-consolidated):

Sep. 2004 interim term: 254,130,621 Sep. 2003 interim term: 254,412,582 Mar. 2004 term: 254,276,910

Change in accounting methods: Changed

Percentages for net sales, operating income, ordinary income and net income indicate changes from the previous corresponding term.

(2) Dividends

	Annual dividends per share		
		Interim	Term-end
Sep. 2004 interim term	-	-	-
Sep. 2003 interim term	-	-	-
Mar. 2004 term	8.00	-	8.00

(3) Non-consolidated financial position

	Total assets (Millions of yen)	Shareholders' equity (Millions of yen)	Shareholders' equity/total assets (%)	Shareholders' equity per share (Yen)
Sep. 2004 interim term	364,146	136,599	37.5	537.56
Sep. 2003 interim term	307,671	127,912	41.6	503.38
Mar. 2004 term	319,109	134,860	42.3	530.63

Notes:

Number of shares outstanding at term-end (non-consolidated):

Sep. 2004 interim term: 254,108,605 Sep. 2003 interim term: 254,108,257 Mar. 2004 term: 254,151,280

Number of treasury stock at term-end:

Sep. 2004 interim term: 4,944,324 Sep. 2003 interim term: 4,853,768 Mar. 2004 term: 4,901,649

2. Forecast for fiscal 2004 (April 1, 2004-March 31, 2005)

	Net sales (Millions of yen)	Ordinary income (Millions of yen)	Net income (Millions of yen)	Annual dividends per share	
				Year-end (Yen)	(Yen)
Entire term	390,000	10,400	8,300	8.00	8.00

Reference: Estimated earnings per share (yen, fiscal 2004): 32.66

Note: 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.

Non-Consolidated Statements of Income

	Sep. 2004 interim term (Millions of yen)	Sep. 2003 interim term (Millions of yen)	Mar. 2004 term (Millions of yen)
Net sales	¥ 160,154	¥ 171,581	¥367,740
Cost of sales	152,683	160,920	347,736
Gross profit	7,471	10,661	20,003
Selling, general and administrative expenses	4,336	4,296	8,832
Operating income	3,134	6,364	11,170
Non-operating income:	3,010	1,667	3,826
Interest income	1,800	1,169	2,322
Exchange gain, net	707	-	263
Rental income from fixed assets	411	418	843
Other non-operating income	90	78	397
Non-operating expenses:	340	1,633	824
Interest expense	147	146	292
Exchange loss, net	-	1,172	-
Expense of rental fixed assets	178	143	286
Other non-operating expenses	14	171	246
Ordinary income	5,803	6,397	14,172
Extraordinary gain:	3,313	709	547
Gain on disposition of reserve for doubtful accounts	42	704	509
Gain on sale of property and equipment	1	0	0
Gain on return of the substituted portion of the government's welfare Pension Insurance Scheme	3,203	-	-
Other extraordinary gain	64	3	37
Extraordinary loss:	2,634	415	1,786
Loss on sales or disposal of property and equipment	10	4	517
Loss on devaluation of property and equipment	-	-	420
Lump-sum amortization of net transition obligation arising from change in retirement benefit accounting	2,567	-	-
Loss on devaluation of marketable and investment securities	23	4	5
Loss on devaluation of investment in an affiliate	-	400	524
Loss on withdrawal from certain business	-	-	312
Other extraordinary loss	33	6	6
Income before taxes on income	6,482	6,691	12,933
Taxes on income:	1,854	1,839	4,668
Current	2,033	1,395	4,262
Deferred	(179)	444	406
Net income	4,628	4,851	8,265
Retained earnings at the beginning of the period	2,370	2,131	2,131
Disposition on revaluation of land	-	-	(359)
Unappropriated earnings for the period	6,998	6,982	10,037

Note: These unaudited financial statements have been translated to English for the convenience of foreign readers, and have been based on financial statements disclosed by JGC Corporation on the Tokyo Stock Exchange on November 10, 2004.

Non-Consolidated Balance Sheets

ASSETS

	September 30, 2004 (Millions of yen)	September 30, 2003 (Millions of yen)	March 31, 2004 (Millions of yen)
Current assets:	¥228,324	¥195,229	¥207,037
Cash	66,961	46,755	73,168
Notes receivable	1,019	62	651
Accounts receivable for completed works	40,949	51,338	56,158
Marketable securities	15,018	19,515	20,516
Contract works in progress	90,412	68,330	50,349
Other receivables	5,158	5,496	4,258
Deferred tax assets	2,464	4,137	4,285
Other current assets	9,744	8,173	5,531
Allowance for doubtful accounts	(3,403)	(8,581)	(7,882)
Fixed assets:	135,821	112,441	112,071
Tangible fixed assets:	55,369	58,642	56,354
Buildings and structures	30,902	33,040	31,986
Machinery and vehicles	588	602	519
Tools and equipment	1,029	1,169	1,002
Land	22,812	23,789	22,812
Construction in progress	36	40	33
Intangible fixed assets:	2,238	2,091	2,046
Software	2,196	2,048	2,003
Other intangible fixed assets	42	43	42
Investments and other assets:	78,212	51,706	53,670
Investment securities	26,809	22,201	27,628
Investment in subsidiaries	19,653	10,989	10,875
Long-term loans receivable	25,971	7,775	6,679
Deferred tax assets	10,220	9,762	7,838
Deferred tax assets for land revaluation	1,061	1,264	1,061
Other investments and other assets	2,011	2,762	2,709
Allowance for doubtful accounts	(7,514)	(3,048)	(3,121)
Total assets	¥364,146	¥307,671	¥319,109

* Accumulated depreciation on tangible fixed assets

September 30, 2004	September 30, 2003	March 31, 2004
21,161	20,311	20,695

LIABILITIES AND SHAREHOLDERS' EQUITY

	September 30, 2004 (Millions of yen)	September 30, 2003 (Millions of yen)	March 31, 2004 (Millions of yen)
Total liabilities:	¥ 227,546	¥ 179,758	¥ 184,248
Current liabilities:	190,918	144,611	147,384
Notes payable	48	164	215
Notes payable on works	53,682	46,301	49,018
Short-term loans	2,315	1,241	1,911
Convertible bonds	-	22	-
Accrued expenses	8,751	5,674	3,548
Income taxes payable	1,262	569	1,230
Advances received on uncompleted contracts	119,086	84,824	85,744
Reserve for job warranty costs	1,821	1,554	1,761
Reserve for bonuses	1,960	1,914	2,785
Other current liabilities	1,988	2,344	1,167
Long-term liabilities:	36,628	35,146	36,864
Long-term loans	15,252	15,302	15,277
Reserve for retirement benefits	17,241	14,914	16,553
Reserve for directors' retirement bonuses	-	786	893
Long-term deposits	4,135	4,143	4,140
Shareholders' equity:	136,599	127,912	134,860
Common stock	23,511	23,500	23,511
Capital reserve	25,579	25,567	25,578
Additional paid-in capital	25,578	25,567	25,578
Gain on retirement of treasury stock	1	0	0
Retained earnings	86,713	81,197	84,252
Legal reserve	2,692	2,692	2,692
Voluntary reserve	77,021	71,521	71,521
Unappropriated profit for the period	6,998	6,982	10,037
Land revaluation, net of deferred tax assets	(1,870)	(2,229)	(1,870)
Net unrealized holding gains on securities	6,310	3,426	6,987
Treasury stock, at cost	(3,644)	(3,549)	(3,598)
Total liabilities and shareholders' equity	¥ 364,146	¥ 307,671	¥ 319,109

* Guarantee obligations

* Contingent liabilities relating to debt assumption of bonds

* Pledged assets

	September 30, 2004	September 30, 2003	March 31, 2004
	3,995	5,248	3,782
	11,900	11,900	11,900
	7,493	7,647	7,569

Sales, Orders Received and Backlog

(Millions of yen)

Business area		March 31, 2004	September 30, 2004		
		Outstanding Contracts	New Contracts	Sales	Outstanding Contracts
Domestic	Oil and Gas development	6	32	29	10
	Petroleum refining	56,755	12,925	9,643	60,037
	LNG	291	1,210	142	1,359
	Chemical	4,936	5,154	3,811	6,279
	Power generation, Nuclear power and New energy	16,571	2,018	935	17,654
	Living and General production	22,616	4,938	9,628	17,927
	Environmental protection, Social development and IT	16,730	6,936	4,482	19,184
	Others	10	147	32	125
	Subtotal	117,918	33,365	28,705	122,578
Overseas	Oil and Gas development	294,546	5,724	46,518	253,752
	Petroleum refining	117,781	53,375	29,196	141,961
	LNG	46,067	30,931	23,007	53,992
	Chemical	68,864	103,228	30,453	141,639
	Power generation, Nuclear power and New energy	16,128	6,530	1,332	21,326
	Living and General production	1,092	618	884	826
	Environmental protection, Social development and IT	3,126	-	51	3,074
	Others	-	4	4	-
	Subtotal	547,608	200,414	131,449	616,572
Total	*2 665,526	233,779	160,154	739,151	

Notes:

*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	4,496	(1,826)	2,669
Petroleum refining	(1,144)	24	(1,119)
LNG	48	-	48
Chemical	536	(4,061)	(3,524)
Power generation, Nuclear power and New energy	-	(1,200)	(1,200)
Living and General production	5	(2,642)	(2,636)
Environmental protection, Social development and IT	-	(5)	(5)
Others	-	-	-
Total	3,943	(9,711)	(5,768)