Consolidated Financial Statements (For the First Quarter of FY2025)

Consolidated Balance Sheets

		(Millions of Yen)	
	FY2024	Current First Quarter	
	As of March 31, 2024	As of June 30, 2024	
Assets			
Current assets:			
Cash and deposits	30,248	16,205	
Notes receivable, accounts receivable from completed			
construction contracts and other	172,323	162,762	
Real estate for sale	933	821	
Costs on construction contracts in progress	3,695	4,486	
Costs on real estate investment, development business and other	1,960	2,150	
	926	1,384	
Work in process			
Raw materials and supplies	582	707	
Other	9,937	9,318	
Allowance for doubtful accounts	(189)	(175)	
Total current assets	220,418	197,662	
Non-current assets:			
Property, plant and equipment:			
Land	35,149	36,296	
Other, net	40,326	40,498	
Total property, plant and equipment	75,476	76,794	
Intangible assets:			
Goodwill	348	341	
Other	1,457	1,418	
Total intangible assets	1,806	1,760	
Investments and other assets:			
Investment securities	68,732	63,844	
Retirement benefit asset	5,525	5,507	
Other	14,722	18,591	
Allowance for doubtful accounts	(1,930)	(1,927)	
Total investments and other assets	87,049	86,016	
Total non-current assets			
	164,332	164,571	
Total assets	384,750	362,234	

(Millions of Yen)

		(Millions of Yen)
	FY2024	Current First Quarter
	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities:		
Notes payable, accounts payable for construction contracts and other	52,074	47,992
Short-term borrowings	16,701	11,801
Income taxes payable	3,385	630
Advances received on construction contracts in progress	19,161	20,377
Provisions	4,307	2,083
Provision for loss on construction contracts	859	869
Asset retirement obligations	86	_
Other	49,791	47,076
Total current liabilities	146,367	130,832
Non-current liabilities:		
Long-term borrowings	5,108	4,008
Non-recourse borrowings	22,333	22,242
Provisions	150	200
Asset retirement obligations	393	478
Other	18,823	18,884
Total non-current liabilities	46,809	45,814
Total liabilities	193,176	176,646
Net assets		
Shareholders' equity:		
Share capital	19,838	19,838
Capital surplus	26,466	26,466
Retained earnings	107,684	102,999
Treasury shares	(5,316)	(5,318)
Total shareholders' equity	148,673	143,987
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	34,976	31,543
Deferred gains or losses on hedges	3,840	5,146
Remeasurements of defined benefit plans	1,201	1,133
Total accumulated other comprehensive income	40,017	37,823
Non-controlling interests	2,882	3,777
Total net assets	191,573	185,587
Total liabilities and net assets	384,750	362,234

Consolidated Statements of Income

(Three-month Period Ended June 30) (Millions of Yen)

New Section New Section		1Q / FY2024	1Q / FY2025
Net sales of completed construction contracts 60,234 62,753 Net sales of real estate investment, development business and other 4,444 3,651 Total net sales 64,678 66,408 Cost of sales of completed construction contracts 54,117 57,448 Cost of sales of completed construction contracts 3,489 3,176 Cost of real estate investment, development business and other 57,606 60,018 Gross profit on completed construction contracts 6,116 5,305 Gross profit on real estate investment, development business and other 955 481 Total gorss profit on real estate investment, development business and other 7,071 5,788 Gross profit on real estate investment, development business and other 955 481 Total gorss profit 7,071 5,788 5,670 5,629 Gross profit on real estate investment, development business and other 1,041 1,589 Selling, general and administrative expenses 5,670 5,629 Operating profit 1,041 1,539 Non-greating income 1 1 1,249 <td< th=""><th></th><th>April 1, 2023 through June 30, 2023</th><th>April 1, 2024 through June 30, 2024</th></td<>		April 1, 2023 through June 30, 2023	April 1, 2024 through June 30, 2024
Not sales of real estate investment, development business and other 4,444 3,651 Total net sales 64,678 66,408 Cost of sales:	Net sales :		
other 4,444 3,651 Total net sales 64,678 66,408 Cost of sales 5 64,678 66,408 Cost of sales of completed construction contracts 54,117 57,448 75,448 Cost of real estate investment, development business and other 3,489 3,170 170 16,166 5,308 60,618 <t< td=""><td>Net sales of completed construction contracts</td><td>60,234</td><td>62,753</td></t<>	Net sales of completed construction contracts	60,234	62,753
Cost of sales : S4,117 57,448 Cost of sales of completed construction contracts 3,489 3,176 Total cost of sales 57,606 60,618 Gross profit :	•	4,444	3,651
Cost of sales of completed construction contracts 54,117 57,448 Cost of real estate investment, development business and other 3,489 3,170 Total cost of sales 57,606 60,618 Gross profit or 80,618 53,006 Gross profit on completed construction contracts 6,116 5,305 Gross profit on real estate investment, development business and other 955 481 Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income: 1 1 Interest income 90 73 Foreign exchange gains 243 3,24 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: 150 145 Interest expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 1,228 563 Gain on sale of investment securities 9	Total net sales	64,678	66,405
Cost of real estate investment, development business and other 3,489 3,170 Total cost of sales 57,606 60,618 Gross profit :	Cost of sales:		
other 3.489 3.17c Total cost of sales 57,606 60,618 Gross profit or 8 57,606 60,618 Gross profit on completed construction contracts 6,116 5,305 Gross profit on real estate investment, development business and other 955 481 Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income: 1 1 Interest income 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: 150 145 Interest expenses 150 145 Other 6 5 Total non-operating expenses: 157 155 Ordinary profit 2,248 1,152 Extraordinary profit 2,248	Cost of sales of completed construction contracts	54,117	57,448
Gross profit : Section of the completed construction contracts 6,116 5,303 Gross profit on completed construction contracts 9,55 481 Gross profit on real estate investment, development business and other 7,071 5,786 Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income : 1 22 Interest income 13 23 Profigure exhange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses : 150 145 Interest expenses 150 145 Other 6 5 Total non-operating expenses 150 145 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : 318 — Ga	•	3,489	3,170
Gross profit on completed construction contracts and other 6,116 5,305 Gross profit on real estate investment, development business and other 955 481 Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income: 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,48 Non-operating expenses: 150 145 Interest expenses 150 145 Other 6 5 Total non-operating expenses 157 155 Other 6 5 Total non-operating expenses 157 155 Other 9 2,248 1,152 Extraordinary income: 1 2,248 1,152 Extraordinary income: 31 2 Gain on sale of investment	Total cost of sales	57,606	60,618
Gross profit on real estate investment, development business and other 955 481 Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income 13 23 Interest income 13 23 Dividend income 690 733 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: 150 145 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 318 — Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses <td< td=""><td>Gross profit :</td><td></td><td></td></td<>	Gross profit :		
and other 955 481 Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income: 1 23 Dividend income 690 733 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: 150 145 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 318 — Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses: 0 21	Gross profit on completed construction contracts	6,116	5,305
Total gross profit 7,071 5,786 Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income : Interest income 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: Interest expenses 150 144 Other 6 5 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : 318 Gain on sale of non-current assets 318 Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : 2 2 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 2 <td></td> <td>055</td> <td>401</td>		055	401
Selling, general and administrative expenses 5,670 5,628 Operating profit 1,401 158 Non-operating income: Interest income 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: Interest expenses 150 144 Other 6 25 5 Other 6 25 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 318 Gain on sale of non-current assets 318 Gain on sale of investment securities 910 563 Total extraordinary losses: 21 253 Extraordinary losses: 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451			
Operating profit 1,401 158 Non-operating income : Interest income 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses : 150 145 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : 318 — Gain on sale of investment securities 910 563 Total extraordinary losses : 2 2 Extraordinary losses : 0 21 Total extraordinary losses : <td></td> <td>·</td> <td></td>		·	
Non-operating income : 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses :	<u>-</u>	· · · · · · · · · · · · · · · · · · ·	
Interest income 13 23 Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: 150 145 Interest expenses 150 145 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 318 — Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Prof		1,401	138
Dividend income 690 735 Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses:	•	12	22
Foreign exchange gains 243 324 Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses: Interest expenses Interest expenses 150 149 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 318 — Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses: Uses on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)			
Other 57 61 Total non-operating income 1,004 1,148 Non-operating expenses:			
Total non-operating income 1,004 1,148 Non-operating expenses: Interest expenses 150 149 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income: 318 — Gain on sale of non-current assets 910 563 Total extraordinary income 1,228 563 Extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)			
Non-operating expenses : 150 149 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : 318 — Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)			
Interest expenses 150 149 Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)		1,004	1,140
Other 6 5 Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)		150	140
Total non-operating expenses 157 155 Ordinary profit 2,248 1,152 Extraordinary income : Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)			
Ordinary profit 2,248 1,152 Extraordinary income : Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)		-	
Extraordinary income : Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses : Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	<u> </u>		
Gain on sale of non-current assets 318 — Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	<u> </u>	2,210	1,132
Gain on sale of investment securities 910 563 Total extraordinary income 1,228 563 Extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)		318	
Total extraordinary income 1,228 563 Extraordinary losses: 0 21 Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)			563
Extraordinary losses: Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	-		563
Loss on retirement of non-current assets 0 21 Total extraordinary losses 0 21 Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)		·	
Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)		0	21
Profit before income taxes 3,477 1,693 Income taxes - current 1,111 451 Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	Total extraordinary losses	0	21
Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	Profit before income taxes	3,477	1,693
Income taxes - deferred 343 401 Total income taxes 1,454 853 Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	Income taxes - current	1,111	451
Profit 2,022 840 Loss attributable to non-controlling interests (243) (411)	Income taxes - deferred		401
Loss attributable to non-controlling interests (243) (411)	Total income taxes	1,454	853
	Profit	2,022	840
Profit attributable to owners of parent 2,265 1,251	Loss attributable to non-controlling interests	(243)	(411)
	Profit attributable to owners of parent	2,265	1,251

Consolidated Statements of Comprehensive Income

(Three-month Period Ended June 30)

Comprehensive income attributable to owners of parent

Comprehensive income attributable to non-controlling interests

(Three-month Period Ended June 30)		(Millions of Yen)		
	1Q / FY2024 April 1, 2023 through June 30, 2023	1Q / FY2025 April 1, 2024 through June 30, 2024		
Profit	2,022	840		
Other comprehensive income :				
Valuation difference on available-for-sale securities	4,744	(3,432)		
Deferred gains or losses on hedges	2,021	2,612		
Remeasurements of defined benefit plans, net of tax	(66)	(68)		
Total other comprehensive income	6,698	(888)		
Comprehensive income	8,721	(48)		
Comprehensive income attributable to:				

7,953

767

(943) 895

Breakdown of Orders (Nonconsolidated)

(Millions of Yen)

		Apr	1Q / FY2024 il 1, 2023 thro June 30, 2023	ough	Apri	1Q / FY2025 1 1, 2024 thr June 30, 2024	ough	Change Increase (Decrease)	% Change Increase (Decrease)		
		ering	Domestic public sector		45.9	32.3	14,166	% 46.9	%	(1,474)	% (9.4)
		gine	Domestic private sector	6,803	19.9		4,762	15.8	66.5	(2,041)	(30.0)
	_	Civil engineering	Overseas	11,658	34.2		11,264	37.3	00.3	(394)	(3.4)
	ardec		Subtotal	34,103	100		30,193	100		(3,909)	(11.5)
	S	Architectural	Domestic public sector	3,056	4.3	67.7	1,237	8.1	33.5	(1,818)	(59.5)
Construction orders awarded	orae		Domestic private sector	68,464	95.7		13,998	91.9		(54,466)	(79.6)
	cuon		Overseas	_	_		_	_		_	_
1	usırın	4 0	Subtotal	71,520	100		15,236	100		(56,284)	(78.7)
2	5		Domestic public sector	18,696	17.7		15,404	33.9		(3,292)	(17.6)
		tal	Domestic private sector	75,268	71.3		18,760	41.3	100	(56,507)	(75.1)
		Total	Overseas	11,658	11.0	100	11,264	24.8	100	(394)	(3.4)
			Total	105,623	100		45,429	100		(60,193)	(57.0)
		ing	Domestic public sector	14,776	64.1	[38.3]	14,337	37 61.2 [37.3]	[37.3]	(438)	(3.0)
		Civil engineering	Domestic private sector	6,515	28.3		8,084	34.5		1,569	24.1
		ll eng	Overseas	1,759	7.6		1,015	4.3	,	(743)	(42.3)
		Civi	Subtotal	23,051	100	37.4	23,438	100	36.5	386	1.7
	sines	TH C	Domestic public sector	5,067	13.6	[61.7]	7,475	19.0	[62.7]	2,408	47.5
	n bus sctura action	Domestic private sector	32,114	86.4		31,839	81.0		(275)	(0.9)	
ales	Construction business	struction busi Architectural construction	Overseas	=	_		_	=		_	_
Net sales	cα Cα	Subtotal	37,182	100	60.4	39,315	100	61.3	2,133	5.7	
			Domestic public sector	19,844	33.0	[100]	21,813	34.8	[100]	1,969	9.9
		Subtotal	Domestic private sector	38,630	64.1	97.8	39,924	63.6	97.8	1,294	3.3
			Overseas	1,759	2.9		1,015	1.6		(743)	(42.3)
			Subtotal	60,234	100		62,753	100		2,519	4.2
			state investment, nt business and other	1,335	2.	2	1,435	2	2.2		7.5
			Total	61,569	10	00	64,189	10	00	2,619	4.3
		Civil engineering	Domestic public sector	102,854	50.9		104,339	52.0	,	1,484	1.4
			Domestic private sector	66,758	33.0	45.6	57,667	28.8	44.6	(9,091)	(13.6)
			Overseas	32,490	16.1		38,496	19.2		6,005	18.5
		Civ	Subtotal	202,103	100		200,502	100		(1,600)	(0.8)
klog	KIOB	Architectural construction	Domestic public sector	43,992	18.2		69,329	27.9	55.4	25,337	57.6
1	id Da		Domestic private sector	197,421	81.8	54.4	179,513	72.1		(17,907)	(9.1)
Period-end backlog	a-er		Overseas	_	_]	_	_			
	ren		Subtotal	241,413	100		248,842	100		7,429	3.1
		Total	Domestic public sector	146,846	33.1		173,668	38.6		26,822	18.3
			Domestic private sector	264,179	59.6	100	237,180	52.8	100	(26,999)	(10.2)
			Overseas	32,490	7.3	100	38,496	8.6	100	6,005	18.5
			Total	443,516	100		449,345	100		5,828	1.3