

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
Work in process	926	1,384
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)

	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)

	1Q / FY2024 April 1, 2023 through June 30, 2023	1Q / FY2025 April 1, 2024 through June 30, 2024
Net sales :		
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	66,405
Cost of sales :		
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 :		
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 :		
Interest income	13	23
Dividend income	690	739
Foreign exchange gains	243	324
Other	57	61
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 :		
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)
Profit attributable to owners of parent	2,265	1,251

Consolidated Statements of Comprehensive Income

(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 :		
Comprehensive income attributable to owners of parent	7,953	(943)
Comprehensive income attributable to non-controlling interests	767	895

Breakdown of Orders (Nonconsolidated)

(Millions of Yen)

			1Q / FY2024 April 1, 2023 through June 30, 2023			1Q / FY2025 April 1, 2024 through June 30, 2024			Change Increase (Decrease)	% Change Increase (Decrease)	
				%	%		%		%		
Construction orders awarded	Civil engineering	Domestic public sector	15,640	45.9	32.3	14,166	46.9	66.5	(1,474)	(9.4)	
		Domestic private sector	6,803	19.9		4,762	15.8		(2,041)	(30.0)	
		Overseas	11,658	34.2		11,264	37.3		(394)	(3.4)	
		Subtotal	34,103	100		30,193	100		(3,909)	(11.5)	
	Architectural construction	Domestic public sector	3,056	4.3	67.7	1,237	8.1	33.5	(1,818)	(59.5)	
		Domestic private sector	68,464	95.7		13,998	91.9		(54,466)	(79.6)	
		Overseas	—	—		—	—		—	—	
		Subtotal	71,520	100		15,236	100		(56,284)	(78.7)	
	Total	Domestic public sector	18,696	17.7	100	15,404	33.9	100	(3,292)	(17.6)	
		Domestic private sector	75,268	71.3		18,760	41.3		(56,507)	(75.1)	
		Overseas	11,658	11.0		11,264	24.8		(394)	(3.4)	
		Total	105,623	100		45,429	100		(60,193)	(57.0)	
Net sales	Construction business	Civil engineering	Domestic public sector	14,776	64.1	[38.3]	14,337	61.2	[37.3]	(438)	(3.0)
			Domestic private sector	6,515	28.3		8,084	34.5		1,569	24.1
			Overseas	1,759	7.6		1,015	4.3		(743)	(42.3)
			Subtotal	23,051	100		23,438	100		386	1.7
	Architectural construction	Domestic public sector	5,067	13.6	[61.7]	7,475	19.0	[62.7]	2,408	47.5	
		Domestic private sector	32,114	86.4		31,839	81.0		(275)	(0.9)	
		Overseas	—	—		—	—		—	—	
		Subtotal	37,182	100		39,315	100		2,133	5.7	
	Subtotal	Domestic public sector	19,844	33.0	[100]	21,813	34.8	[100]	1,969	9.9	
		Domestic private sector	38,630	64.1		39,924	63.6		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	
	Real estate investment, development business and other			1,335	2.2		1,435	2.2		99	7.5
	Total			61,569	100		64,189	100		2,619	4.3
Period-end backlog	Civil engineering	Domestic public sector	102,854	50.9	45.6	104,339	52.0	44.6	1,484	1.4	
		Domestic private sector	66,758	33.0		57,667	28.8		(9,091)	(13.6)	
		Overseas	32,490	16.1		38,496	19.2		6,005	18.5	
		Subtotal	202,103	100		200,502	100		(1,600)	(0.8)	
	Architectural construction	Domestic public sector	43,992	18.2	54.4	69,329	27.9	55.4	25,337	57.6	
		Domestic private sector	197,421	81.8		179,513	72.1		(17,907)	(9.1)	
		Overseas	—	—		—	—		—	—	
		Subtotal	241,413	100		248,842	100		7,429	3.1	
	Total	Domestic public sector	146,846	33.1	100	173,668	38.6	100	26,822	18.3	
		Domestic private sector	264,179	59.6		237,180	52.8		(26,999)	(10.2)	
		Overseas	32,490	7.3		38,496	8.6		6,005	18.5	
		Total	443,516	100		449,345	100		5,828	1.3	