# **Consolidated Financial Statements** (For the First Quarter of FY2016)

#### **Consolidated Balance Sheets**

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	FY2015	<b>Current First Quarter</b>
	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets:		
Cash and deposits	11,931	39,788
Notes receivable, accounts receivable from completed construction contracts and other	101,836	72,595
Securities	16,000	12,500
Real estate for sale	1,317	998
Costs on uncompleted construction contracts	4,961	5,163
Costs on real estate business	2,282	2,461
Work in process	383	1,104
Raw materials and supplies	110	103
Other	9,722	9,940
Allowance for doubtful accounts	(1,583)	(1,241
Total current assets	146,963	143,414
Non-current assets:		
Property, plant and equipment:		
Land	28,757	29,167
Other, net	10,259	10,410
Total property, plant and equipment	39,017	39,57
Intangible assets	272	252
Investments and other assets:		
Investment securities	71,715	74,650
Net defined benefit asset	1,710	1,734
Other	3,169	3,111
Allowance for doubtful accounts	(2,545)	(2,545
Total investments and other assets	74,048	76,956
Total non-current assets	113,338	116,786
Total assets	260,302	260,200

FY2016         Current liabilities           Notes payable, accounts payable for construction contracts and other         53,860         45,841           Short-term loans payable         53,860         45,841           Short-term loans payable         51,657         9,170           Income taxes payable         51,66         14,760           Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,903           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Necestretirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Provision for loss on construction contracts         5,181         5,181           Asset retirement obligations         76         76           Other         15,689         1,182           Asset retirement obligations         79         71           Other         15,181         1,162           Total labilities         19,249         1,17,20			(Millions of yen)	
Liabilities           Current liabilities:           Notes payable, accounts payable for construction contracts and other         53,860         45,541           Short-term loans payable         13,657         9,170           Income taxes payable         515         172           Advances received on uncompleted construction contracts         6,916         14,760           Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:         99,226         96,287           Non-current liabilities         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total inon-current liabilities         119,647         117,629           Net assets         Net assets           Shareholders' equity:         20,421         21,341           Total liabilities         19,838         19,838           Capital stock         19,838         19,		FY2015	<b>Current First Quarter</b>	
Current liabilities:           Notes payable, accounts payable for construction contracts and other         53,860         45,541           Short-term loans payable         13,657         9,170           Income taxes payable         515         172           Advances received on uncompleted construction contracts         6,916         14,760           Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:         5,181         5,181           Long-term loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total hiabilities         119,647         117,629           Net assets         Net assets           Shareholders' equity:         25,327         25,328           Capital stock         19,838         19,838           Capital stock		As of March 31, 2015	As of June 30, 2015	
Notes payable, accounts payable for construction contracts and other         53,860         45,541           Short-term loans payable         13,657         9,170           Income taxes payable         515         172           Advances received on uncompleted construction contracts         6,916         14,760           Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities         5,181         5,181           Long-term loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total ilabilities         119,647         117,629           Net assets         Shareholders' equity:         20,421         21,341           Capital stock         19,838         19,838         19,838           Capital sturplus         25,327         25,328           Retained earnings<	Liabilities			
and other         53,860         45,541           Short-term loans payable         13,657         9,170           Income taxes payable         515         172           Advances received on uncompleted construction contracts         6,916         14,760           Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:         5,181         5,181           Long-term loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total liabilities         119,647         117,629           Net assets         Shareholders' equity:         20,421         21,341           Total liabilities         19,838         19,838         19,838           Capital stock         19,838         19,838         19,838           Capital surplus         25,327	Current liabilities:			
Income taxes payable         515         172           Advances received on uncompleted construction contracts         6,916         14,760           Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities         99,226         96,287           Non-current liabilities         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total liabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619 <td c<="" td=""><td></td><td>53,860</td><td>45,541</td></td>	<td></td> <td>53,860</td> <td>45,541</td>		53,860	45,541
Advances received on uncompleted construction contracts       6,916       14,760         Provision       3,636       1,900         Provision for loss on construction contracts       4,878       4,493         Asset retirement obligations       76       76         Other       15,685       20,172         Total current liabilities       99,226       96,287         Non-current liabilities       5,181       5,181         Long-term loans payable       5,181       5,181         Asset retirement obligations       70       71         Other       15,169       16,087         Total non-current liabilities       20,421       21,341         Total liabilities       119,647       117,629         Net assets         Shareholders' equity:       20,421       21,341         Capital stock       19,838       19,838         Capital stock       19,838       19,838         Capital surplus       25,327       25,328         Retained earnings       74,012       74,021         Treasury shares       (12,546)       (12,569)         Total shareholders' equity       106,632       106,619         Accumulated other comprehensive income:	Short-term loans payable	13,657	9,170	
Provision         3,636         1,900           Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:         8         5,181         5,181           Long-term loans payable         5,181         5,181         6,87           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total inon-current liabilities         119,647         117,629           Net assets         119,647         117,629           Net assets         119,647         117,629           Net assets         119,647         117,629           Net assets         119,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income         31,868         33,878	Income taxes payable	515	172	
Provision for loss on construction contracts         4,878         4,493           Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:         89,226         96,287           Non-current loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total inabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:           Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073 <td>Advances received on uncompleted construction contracts</td> <td>6,916</td> <td>14,760</td>	Advances received on uncompleted construction contracts	6,916	14,760	
Asset retirement obligations         76         76           Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:           Long-term loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total labilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:           Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951	Provision	3,636	1,900	
Other         15,685         20,172           Total current liabilities         99,226         96,287           Non-current liabilities:         State of the property	Provision for loss on construction contracts	4,878	4,493	
Total current liabilities         99,226         96,287           Non-current liabilities:         S,181         5,181         5,181           Long-term loans payable         5,181         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total liabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Asset retirement obligations	76	76	
Non-current liabilities:           Long-term loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total liabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Other	15,685	20,172	
Long-term loans payable         5,181         5,181           Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Total current liabilities	99,226	96,287	
Asset retirement obligations         70         71           Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:         Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Non-current liabilities:			
Other         15,169         16,087           Total non-current liabilities         20,421         21,341           Total liabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:           Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Long-term loans payable	5,181	5,181	
Total non-current liabilities         20,421         21,341           Total liabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Asset retirement obligations	70	71	
Total liabilities         119,647         117,629           Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:           Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Other	15,169	16,087	
Net assets           Shareholders' equity:           Capital stock         19,838         19,838           Capital surplus         25,327         25,328           Retained earnings         74,012         74,021           Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:         Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Total non-current liabilities	20,421	21,341	
Shareholders' equity:         Capital stock       19,838       19,838         Capital surplus       25,327       25,328         Retained earnings       74,012       74,021         Treasury shares       (12,546)       (12,569)         Total shareholders' equity       106,632       106,619         Accumulated other comprehensive income:         Valuation difference on available-for-sale securities       31,868       33,878         Remeasurements of defined benefit plans       2,153       2,073         Total accumulated other comprehensive income       34,022       35,951         Total net assets       140,655       142,570	Total liabilities	119,647	117,629	
Capital stock       19,838       19,838         Capital surplus       25,327       25,328         Retained earnings       74,012       74,021         Treasury shares       (12,546)       (12,569)         Total shareholders' equity       106,632       106,619         Accumulated other comprehensive income:       31,868       33,878         Remeasurements of defined benefit plans       2,153       2,073         Total accumulated other comprehensive income       34,022       35,951         Total net assets       140,655       142,570	Net assets			
Capital surplus       25,327       25,328         Retained earnings       74,012       74,021         Treasury shares       (12,546)       (12,569)         Total shareholders' equity       106,632       106,619         Accumulated other comprehensive income:         Valuation difference on available-for-sale securities       31,868       33,878         Remeasurements of defined benefit plans       2,153       2,073         Total accumulated other comprehensive income       34,022       35,951         Total net assets       140,655       142,570	Shareholders' equity:			
Retained earnings       74,012       74,021         Treasury shares       (12,546)       (12,569)         Total shareholders' equity       106,632       106,619         Accumulated other comprehensive income:         Valuation difference on available-for-sale securities       31,868       33,878         Remeasurements of defined benefit plans       2,153       2,073         Total accumulated other comprehensive income       34,022       35,951         Total net assets       140,655       142,570	Capital stock	19,838	19,838	
Treasury shares         (12,546)         (12,569)           Total shareholders' equity         106,632         106,619           Accumulated other comprehensive income:           Valuation difference on available-for-sale securities         31,868         33,878           Remeasurements of defined benefit plans         2,153         2,073           Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Capital surplus	25,327	25,328	
Total shareholders' equity 106,632 106,619  Accumulated other comprehensive income:  Valuation difference on available-for-sale securities 31,868 33,878  Remeasurements of defined benefit plans 2,153 2,073  Total accumulated other comprehensive income 34,022 35,951  Total net assets 140,655 142,570	Retained earnings	74,012	74,021	
Accumulated other comprehensive income:Valuation difference on available-for-sale securities31,86833,878Remeasurements of defined benefit plans2,1532,073Total accumulated other comprehensive income34,02235,951Total net assets140,655142,570	Treasury shares	(12,546)	(12,569)	
Valuation difference on available-for-sale securities31,86833,878Remeasurements of defined benefit plans2,1532,073Total accumulated other comprehensive income34,02235,951Total net assets140,655142,570	Total shareholders' equity	106,632	106,619	
Remeasurements of defined benefit plans2,1532,073Total accumulated other comprehensive income34,02235,951Total net assets140,655142,570	Accumulated other comprehensive income:			
Total accumulated other comprehensive income         34,022         35,951           Total net assets         140,655         142,570	Valuation difference on available-for-sale securities	31,868	33,878	
<b>Total net assets</b> 140,655 142,570	Remeasurements of defined benefit plans	2,153	2,073	
	Total accumulated other comprehensive income	34,022	35,951	
Total liabilities and net assets 260,302 260,200	Total net assets	140,655	142,570	
	Total liabilities and net assets	260,302	260,200	

# **Consolidated Statements of Income**

(Three-month Period Ended June 30)

		(Millions of yen)
	<b>1Q / FY2015</b> April 1, 2014 through June 30, 2014	1Q / FY2016 April 1, 2015through June 30, 2015
Net sales	44,810	42,080
Cost of sales	41,144	37,315
Gross profit	3,666	4,764
Selling, general and administrative expenses	3,286	3,313
Operating income	379	1,450
Non-operating income:		
Interest income	24	20
Dividend income	546	594
Reversal of allowance for doubtful accounts	475	342
Other	49	154
Total non-operating income	1,096	1,111
Non-operating expenses:		
Interest expenses	37	41
Other	19	16
Total non-operating expenses	57	58
Ordinary income	1,418	2,504
Extraordinary income:		
Gain on sales of non-current assets	0	1
Total extraordinary income	0	1
Extraordinary losses:		
Loss on valuation of investment securities	18	_
Loss on retirement of non-current assets	2	6
Other	0	<u> </u>
Total extraordinary losses	21	6
Income before income taxes and minority interests	1,397	2,500
Income taxes - current	38	102
Income taxes - deferred	0	(4)
Total income taxes	38	98
Profit	1,358	2,401
Profit attributable to owners of parent	1,358	2,401

### **Consolidated Statements of Comprehensive Income**

(Three-month Period Ended June 30)		(Millions of yen)
	<b>1Q / FY2015</b> April 1, 2014 through June 30, 2014	<b>1Q / FY2016</b> April 1, 2015through June 30, 2015
Profit	1,358	2,401
Other comprehensive income:		
Valuation difference on available-for-sale securities	2,117	2,009
Remeasurements of defined benefit plans, net of tax	107	(80)
Total other comprehensive income	2,224	1,928
Comprehensive income	3,583	4,330
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	3,583	4,330
Comprehensive income attributable to non-controlling interests	_	<u> </u>

## $Breakdown\ of\ Orders\ (Non-consolidated)$

(Millions of yen)

					1Q / FY2015	I		1Q / FY2016	<u> </u>	Change	llions of yen) % Change
				April 1, 2014 through		April 1, 2015through			Increase	Increase	
					June 30, 2014	%		June 30, 2015	5 %	(Decrease)	(Decrease)
		Civil engineering	Domestic public sector	12,935	68.5	59.3	11,015	62.0	46.4	(1,919)	(14.8)
			Domestic private sector	5,695	30.2		6,050	34.1		354	6.2
7	ت ت		Overseas	241	1.3		688	3.9		446	184.9
100	Consurucion orders awarded		Subtotal	18,873	100		17,754	100		(1,118)	(5.9)
	rs aw	Architectural	Domestic public sector	2,447	18.9		6,281	30.7		3,833	156.6
7	orde		Domestic private sector	10,479	81.1	40.7	14,209	69.3	53.6	3,729	35.6
	cuon		Overseas	_	_		_			_	_
1	nsirn		Subtotal	12,927	100		20,490	100		7,562	58.5
2	5		Domestic public sector	15,383	48.4		17,296	45.2		1,913	12.4
		tal	Domestic private sector	16,175	50.9	100	20,259	53.0	100	4,084	25.2
		Total	Overseas	241	0.7		688	1.8		446	184.9
			Total	31,800	100		38,244	100		6,444	20.3
		ing	Domestic public sector	13,795	75.3	[42.6]	13,597	77.8	[43.8]	(197)	(1.4)
		Civil engineering	Domestic private sector	3,256	17.8		3,701	21.2		445	13.7
		l eng	Overseas	1,268	6.9		186	1.0	1.0	(1,081)	(85.3)
		Civi	Subtotal	18,320	100	41.3	17,485	100	41.9	(834)	(4.6)
	eted	al n	Domestic public sector	10,248	41.4	[57.4]	8,452	37.7	7 [56.2] 1 2	(1,795)	(17.5)
	Projects completed Architectural	ctura	Domestic private sector	14,291	57.8		13,716	61.1		(575)	(4.0)
ales		Architectural construction	Overseas	187	0.8		260	1.2		73	39.5
Net sales			Subtotal	24,727	100	55.7	22,430	100		(2,296)	(9.3)
			Domestic public sector	24,043	55.8	[100]	22,050	55.2	[100]	(1,992)	(8.3)
	Subtotal	otal	Domestic private sector	17,548	40.8		17,417	43.6		(130)	(0.7)
		Subt	Overseas	1,455	3.4		447	1.2		(1,007)	(69.3)
			Subtotal	43,047	100	97.0	39,915	100	95.6	(3,131)	(7.3)
	Real estate		e business and other	1,333	3.0		1,846	4.		512	38.4
			Total	44,380	10	0	41,761	10	00	(2,618)	(5.9)
	ing	Domestic public sector	88,794	85.0		81,630	77.5		(7,164)	(8.1)	
		Civil engineering	Domestic private sector	14,962	14.3	49.7	23,109	22.0	47.2	8,147	54.5
			Overseas	734	0.7		528	0.5		(206)	(28.1)
			Subtotal	104,491	100		105,268	100		776	0.7
17	KIOg	Architectural construction	Domestic public sector	57,099	53.9	50.3	56,772	48.2	52.8	(326)	(0.6)
1	Feriod-end backlog		Domestic private sector	47,834	45.2		60,696	51.5		12,861	26.9
3	d-en		Overseas	958	0.9		300	0.3		(658)	(68.7)
	rerio		Subtotal	105,892	100		117,768 100		11,876	11.2	
	7	`	Domestic public sector	145,894	69.3		138,402	62.0		(7,491)	(5.1)
		al	Domestic private sector	62,796	29.9	100	83,805	37.6		21,008	33.5
		Total	Overseas	1,693	0.8	100	828	0.4	100	(864)	(51.1)
			Total	210,384	100		223,036	100		12,652	6.0
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