

Consolidated Financial Statements (For the First Quarter of FY2022)

Consolidated Balance Sheets

(Millions of Yen)

	FY2021	Current First Quarter
	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets :		
Cash and deposits	21,613	31,348
Notes receivable, accounts receivable from completed construction contracts and other	143,421	106,289
Securities	122	28,123
Real estate for sale	714	573
Costs on construction contracts in progress	4,873	2,605
Costs on real estate business	3,376	3,146
Work in process	895	1,051
Raw materials and supplies	81	92
Other	12,148	11,977
Allowance for doubtful accounts	(153)	(116)
Total current assets	187,095	185,091
Non-current assets :		
Property, plant and equipment :		
Land	34,405	34,405
Other, net	33,408	33,220
Total property, plant and equipment	67,814	67,626
Intangible assets :		
Goodwill	437	430
Other	722	700
Total intangible assets	1,160	1,131
Investments and other assets :		
Investment securities	67,342	64,192
Retirement benefit asset	4,973	4,964
Other	2,587	3,198
Allowance for doubtful accounts	(1,968)	(1,965)
Total investments and other assets	72,934	70,389
Total non-current assets	141,910	139,147
Total assets	329,005	324,239

(Millions of Yen)

	FY2021 As of March 31, 2021	Current First Quarter As of June 30, 2021
Liabilities		
Current liabilities :		
Notes payable, accounts payable for construction contracts and other	47,038	41,029
Short-term borrowings	7,459	7,287
Income taxes payable	4,522	755
Advances received on construction contracts in progress	15,713	19,792
Provisions	3,815	1,500
Provision for loss on construction contracts	863	781
Asset retirement obligations	83	83
Other	44,685	51,897
Total current liabilities	124,181	123,128
Non-current liabilities :		
Long-term borrowings	7,113	7,113
Non-recourse borrowings	16,228	16,279
Asset retirement obligations	88	89
Other	13,428	12,673
Total non-current liabilities	36,859	36,156
Total liabilities	161,041	159,284
Net assets		
Shareholders' equity :		
Share capital	19,838	19,838
Capital surplus	26,240	26,240
Retained earnings	95,460	93,939
Treasury shares	(4,636)	(4,637)
Total shareholders' equity	136,902	135,381
Accumulated other comprehensive income :		
Valuation difference on available-for-sale securities	30,957	28,731
Deferred gains or losses on hedges	(475)	(25)
Remeasurements of defined benefit plans	1,752	1,655
Total accumulated other comprehensive income	32,234	30,361
Non-controlling interests	(1,173)	(788)
Total net assets	167,963	164,954
Total liabilities and net assets	329,005	324,239

Consolidated Statements of Income

(Three-month Period Ended June 30)

(Millions of Yen)

	1Q / FY2021 April 1, 2020 through June 30, 2020	1Q / FY2022 April 1, 2021 through June 30, 2021
Net sales:		
Net sales of completed construction contracts	46,060	47,002
Net sales in real estate business and other	2,098	2,478
Total net sales	48,158	49,480
Cost of sales:		
Cost of sales of completed construction contracts	41,794	41,022
Cost of sales in real estate business and other	1,152	1,425
Total cost of sales	42,947	42,448
Gross profit:		
Gross profit on completed construction contracts	4,265	5,980
Gross profit on real estate business and other	945	1,052
Total gross profit	5,210	7,032
Selling, general and administrative expenses	4,180	4,366
Operating profit	1,029	2,666
Non-operating income:		
Interest income	10	9
Dividend income	698	615
Other	173	159
Total non-operating income	882	784
Non-operating expenses:		
Interest expenses	70	92
Other	22	10
Total non-operating expenses	92	102
Ordinary profit	1,819	3,348
Extraordinary income:		
Gain on sale of non-current assets	—	0
Other	—	0
Total extraordinary income	—	0
Extraordinary losses:		
Loss on valuation of investment securities	26	6
Loss on retirement of non-current assets	22	2
Total extraordinary losses	48	8
Profit before income taxes	1,770	3,340
Income taxes - current	217	643
Income taxes - deferred	366	451
Total income taxes	584	1,095
Profit	1,186	2,244
Loss attributable to non-controlling interests	(49)	(67)
Profit attributable to owners of parent	1,235	2,311

Consolidated Statements of Comprehensive Income

(Three-month Period Ended June 30)

(Millions of Yen)

	1Q / FY2021 April 1, 2020 through June 30, 2020	1Q / FY2022 April 1, 2021 through June 30, 2021
Profit	1,186	2,244
Other comprehensive income:		
Valuation difference on available-for-sale securities	2,639	(2,226)
Deferred gains or losses on hedges	305	899
Remeasurements of defined benefit plans, net of tax	(69)	(97)
Total other comprehensive income	2,875	(1,423)
Comprehensive income	4,062	820
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	3,958	438
Comprehensive income attributable to non-controlling interests	103	382

Breakdown of Orders (Nonconsolidated)

(Millions of Yen)

			1Q / FY2021 April 1, 2020 through June 30, 2020		1Q / FY2022 April 1, 2021 through June 30, 2021			Change Increase (Decrease)	% Change Increase (Decrease)		
			%	%	%	%		%			
Construction orders awarded	Civil engineering	Domestic public sector	7,301	63.7	52.7	12,712	63.2	35.1	5,411	74.1	
		Domestic private sector	4,163	36.3		3,195	15.9		(968)	(23.3)	
		Overseas	(0)	(0.0)		4,201	20.9		4,201	—	
		Subtotal	11,464	100		20,109	100		8,645	75.4	
	Architectural construction	Domestic public sector	267	2.6	47.3	1,436	3.9	64.9	1,168	437.8	
		Domestic private sector	10,007	97.4		35,769	96.1		25,761	257.4	
		Overseas	—	—		—	—		—	—	
		Subtotal	10,274	100		37,205	100		26,930	262.1	
	Total	Domestic public sector	7,568	34.8	100	14,148	24.7	100	6,580	86.9	
		Domestic private sector	14,170	65.2		38,964	68.0		24,793	175.0	
		Overseas	(0)	(0.0)		4,201	7.3		4,201	—	
		Total	21,738	100		57,314	100		35,576	163.7	
Net sales	Projects completed	Civil engineering	Domestic public sector	15,073	64.4	[50.8]	12,434	61.1	[43.3]	(2,639)	(17.5)
			Domestic private sector	8,035	34.3		7,456	36.6		(578)	(7.2)
			Overseas	294	1.3		459	2.3		165	56.2
			Subtotal	23,403	100		20,350	100		42.0	(3,052)
	Architectural construction	Domestic public sector	4,296	19.0	[49.2]	7,129	26.8	[56.7]	2,833	65.9	
		Domestic private sector	18,360	81.0		19,521	73.2		1,161	6.3	
		Overseas	—	—		—	—		—	—	
		Subtotal	22,656	100		47.9	26,651		100	54.9	3,995
	Subtotal	Domestic public sector	19,370	42.1	[100]	19,564	41.6	[100]	194	1.0	
		Domestic private sector	26,395	57.3		26,978	57.4		583	2.2	
		Overseas	294	0.6		459	1.0		165	56.2	
		Subtotal	46,060	100		97.4	47,002		100	96.9	942
	Real estate business and other			1,223	2.6		1,478	3.1		255	20.9
Total			47,283	100		48,481	100		1,198	2.5	
Period-end backlog	Civil engineering	Domestic public sector	78,738	48.8	49.3	113,502	57.7	52.9	34,764	44.2	
		Domestic private sector	69,015	42.8		66,250	33.7		(2,765)	(4.0)	
		Overseas	13,612	8.4		16,844	8.6		3,231	23.7	
		Subtotal	161,366	100		196,597	100		35,230	21.8	
	Architectural construction	Domestic public sector	45,026	27.1	50.7	52,358	30.0	47.1	7,331	16.3	
		Domestic private sector	120,880	72.9		122,420	70.0		1,540	1.3	
		Overseas	—	—		—	—		—	—	
		Subtotal	165,907	100		174,779	100		8,872	5.3	
	Total	Domestic public sector	123,765	37.8	100	165,861	44.7	100	42,096	34.0	
		Domestic private sector	189,896	58.0		188,671	50.8		(1,224)	(0.6)	
		Overseas	13,612	4.2		16,844	4.5		3,231	23.7	
		Total	327,274	100		371,377	100		44,102	13.5	