

Consolidated Financial Statements
(For the First Quarter of FY2012)

Consolidated Balance Sheets

(Millions of yen)

	FY2011	Current First Quarter
	As of March 31, 2011	As of June 30, 2011
Assets		
Current assets:		
Cash and deposits	25,953	14,405
Notes receivable, accounts receivable from completed construction contracts and other	84,612	62,697
Short-term investment securities	9,001	43,300
Real estate for sale	8,225	2,959
Costs on uncompleted construction contracts	27,281	28,198
Costs on real estate business	3,018	3,526
Work in process	808	1,386
Raw materials and supplies	698	706
Other	8,633	6,762
Allowance for doubtful accounts	(3,481)	(3,245)
Total current assets	164,751	160,697
Noncurrent assets:		
Property, plant and equipment	25,948	25,829
Intangible assets	269	250
Investments and other assets:		
Investment securities	37,702	36,572
Other	5,350	5,262
Allowance for doubtful accounts	(4,250)	(4,222)
Total investments and other assets	38,801	37,612
Total noncurrent assets	65,019	63,692
Total assets	229,771	224,389

(Millions of yen)

	FY2011	Current First Quarter
	As of March 31, 2011	As of June 30, 2011
Liabilities		
Current liabilities:		
Notes payable, accounts payable for construction contracts and other	46,803	41,229
Short-term loans payable	11,290	13,280
Income taxes payable	205	64
Advances received on uncompleted construction contracts	25,928	25,967
Provision	2,177	644
Provision for loss on construction contracts	4,271	3,974
Asset retirement obligations	71	73
Other	12,792	15,172
Total current liabilities	<u>103,541</u>	<u>100,407</u>
Noncurrent liabilities:		
Long-term loans payable	181	181
Provision for retirement benefits	4,683	4,316
Asset retirement obligations	52	50
Negative goodwill	567	496
Other	6,358	6,125
Total noncurrent liabilities	<u>11,843</u>	<u>11,170</u>
Total liabilities	<u>115,384</u>	<u>111,577</u>
Net assets		
Shareholders' equity:		
Capital stock	19,838	19,838
Capital surplus	25,326	25,326
Retained earnings	74,006	73,047
Treasury stock	(12,348)	(12,349)
Total shareholders' equity	<u>106,823</u>	<u>105,863</u>
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	7,563	6,948
Total accumulated other comprehensive income	<u>7,563</u>	<u>6,948</u>
Total net assets	<u>114,387</u>	<u>112,811</u>
Total liabilities and net assets	<u>229,771</u>	<u>224,389</u>

Consolidated Statements of Income

(Three-month Period Ended June 30)

(Millions of yen)

	1Q / FY2011 April 1, 2010 through June 30, 2010	1Q / FY2012 April 1, 2011 through June 30, 2011
Net sales	30,053	40,356
Cost of sales	26,352	36,913
Gross profit	3,700	3,442
Selling, general and administrative expenses	3,519	3,311
Operating income (loss)	181	131
Non-operating income:		
Interest income	52	46
Dividends income	460	476
Amortization of negative goodwill	70	70
Reversal of allowance for doubtful accounts	—	265
Other	170	46
Total non-operating income	754	905
Non-operating expenses:		
Interest expenses	46	42
Foreign exchange losses	—	24
Other	7	4
Total non-operating expenses	54	71
Ordinary income (loss)	881	965
Extraordinary income:		
Gain on prior period adjustment	5	—
Gain on sales of noncurrent assets	—	0
Gain on sales of investment securities	—	0
Reversal of allowance for doubtful accounts	454	—
Total extraordinary income	459	0
Extraordinary loss:		
Loss on prior period adjustment	7	—
Loss on retirement of noncurrent assets	1	1
Loss on valuation of investment securities	489	96
Loss on adjustment for changes of accounting standard for asset retirement obligations	111	—
Total extraordinary losses	609	98
Income (loss) before income taxes and minority interests	730	866
Income taxes-current	34	34
Income taxes-deferred	(0)	(7)
Total income taxes	33	27
Income (loss) before minority interests	697	839
Net income (loss)	697	839

Consolidated Statements of Comprehensive Income

(Three-month Period Ended June 30)

(Millions of yen)

	1Q / FY2011 April 1, 2010 through June 30, 2010	1Q / FY2012 April 1, 2011 through June 30, 2011
Income (loss) before minority interests	697	839
Other comprehensive income:		
Valuation difference on available-for-sale securities	(2,588)	(614)
Total other comprehensive income	(2,588)	(614)
Comprehensive income	(1,890)	224
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	(1,890)	224
Comprehensive income attributable to minority interests	—	—

Breakdown of Orders (Non-consolidated)

(Millions of yen)

			1Q / FY2011 April 1, 2010 through June 30, 2010			1Q / FY2012 April 1, 2011 through June 30, 2011			Change Increase (Decrease)	% Change Increase (Decrease)	
				%	%		%	%	%		
Construction orders awarded	Civil engineering	Domestic public sector	2,058	51.4	27.4	7,577	71.9	42.0	5,519	268.1	
		Domestic private sector	2,407	60.1		2,781	26.4		373	15.5	
		Overseas	(462)	(11.5)		174	1.7		636	—	
		Subtotal	4,003	100		10,533	100		6,529	163.1	
	Architectural construction	Domestic public sector	628	5.9	72.6	1,946	13.4	58.0	1,317	209.7	
		Domestic private sector	9,973	94.1		12,624	86.6		2,651	26.6	
		Overseas	2	0.0		—	—		(2)	—	
		Subtotal	10,604	100		14,570	100		3,966	37.4	
	Total	Domestic public sector	2,686	18.4	100	9,523	37.9	100	6,836	254.5	
		Domestic private sector	12,380	84.8		15,406	61.4		3,025	24.4	
		Overseas	(460)	(3.2)		174	0.7		634	—	
		Total	14,607	100		25,104	100		10,496	71.9	
Net sales	Projects completed	Civil engineering	Domestic public sector	5,656	56.9	[35.0]	7,936	63.4	[37.2]	2,280	40.3
			Domestic private sector	3,694	37.2	33.7	3,841	30.7	36.0	146	4.0
			Overseas	586	5.9		744	5.9		158	27.0
			Subtotal	9,936	100		12,521	100		2,585	26.0
	Architectural construction	Domestic public sector	3,887	21.1	[65.0]		2,514	11.9		[62.8]	(1,373)
		Domestic private sector	14,542	78.9	62.5	18,585	88.1	60.7	4,043	27.8	
		Overseas	2	0.0		—	—		(2)	—	
		Subtotal	18,432	100		21,100	100		2,667	14.5	
	Subtotal	Domestic public sector	9,543	33.6		[100]	10,450		31.1	[100]	906
		Domestic private sector	18,236	64.3	96.2	22,427	66.7	96.7	4,190	23.0	
		Overseas	588	2.1		744	2.2		155	26.5	
		Subtotal	28,368	100		33,621	100		5,253	18.5	
	Real estate business and other			1,117		3.8			1,148	3.3	
	Total			29,486	100		34,770	100		5,284	17.9
Period-end backlog	Civil engineering	Domestic public sector	79,987	65.9	47.3	59,515	69.7	40.3	(20,471)	(25.6)	
		Domestic private sector	31,053	25.6		21,873	25.6		(9,179)	(29.6)	
		Overseas	10,280	8.5		4,022	4.7		(6,257)	(60.9)	
		Subtotal	121,320	100		85,411	100		(35,909)	(29.6)	
	Architectural construction	Domestic public sector	35,498	26.3	52.7	26,640	21.1	59.7	(8,858)	(25.0)	
		Domestic private sector	99,682	73.7		99,895	78.9		212	0.2	
		Overseas	—	—		—	—		—	—	
		Subtotal	135,181	100		126,535	100		(8,645)	(6.4)	
	Total	Domestic public sector	115,486	45.0	100	86,155	40.6	100	(29,330)	(25.4)	
		Domestic private sector	130,735	51.0		121,768	57.5		(8,966)	(6.9)	
		Overseas	10,280	4.0		4,022	1.9		(6,257)	(60.9)	
		Total	256,502	100		211,947	100		(44,554)	(17.4)	