

Consolidated Financial Statements
(For the Third Quarter of FY2014)

Consolidated Balance Sheets

(Millions of yen)

	FY2013 As of March 31, 2013	Current Third Quarter As of December 31, 2013
Assets		
Current assets:		
Cash and deposits	13,448	22,702
Notes receivable, accounts receivable from completed construction contracts and other	98,240	80,379
Securities	15,000	7,500
Real estate for sale	678	888
Costs on uncompleted construction contracts	8,484	8,449
Costs on real estate business	2,785	2,815
Work in process	349	1,487
Raw materials and supplies	159	143
Other	6,942	9,837
Allowance for doubtful accounts	(4,393)	(4,265)
Total current assets	141,696	129,939
Noncurrent assets:		
Property, plant and equipment:		
Land	26,362	27,815
Other, net	9,477	9,947
Total property, plant and equipment	35,839	37,763
Intangible assets	284	244
Investments and other assets:		
Investment securities	55,591	68,983
Other	3,529	3,406
Allowance for doubtful accounts	(2,907)	(2,768)
Total investments and other assets	56,213	69,622
Total noncurrent assets	92,337	107,630
Total assets	234,033	237,569

(Millions of yen)

	FY2013 As of March 31, 2013	Current Third Quarter As of December 31, 2013
Liabilities		
Current liabilities:		
Notes payable, accounts payable for construction contracts and other	47,488	43,913
Short-term loans payable	16,416	7,591
Income taxes payable	226	152
Advances received on uncompleted construction contracts	9,145	12,603
Provision	2,395	870
Provision for loss on construction contracts	1,856	1,303
Asset retirement obligations	74	73
Other	17,819	18,521
Total current liabilities	95,423	85,030
Noncurrent liabilities:		
Long-term loans payable	4,128	5,216
Provision for retirement benefits	2,023	1,176
Asset retirement obligations	51	53
Other	10,483	14,899
Total noncurrent liabilities	16,686	21,345
Total liabilities	112,110	106,376
Net assets		
Shareholders' equity:		
Capital stock	19,838	19,838
Capital surplus	25,326	25,326
Retained earnings	70,136	70,642
Treasury stock	(12,365)	(12,385)
Total shareholders' equity	102,936	103,421
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	18,987	27,771
Total accumulated other comprehensive income	18,987	27,771
Total net assets	121,923	131,193
Total liabilities and net assets	234,033	237,569

Consolidated Statements of Income

(Nine-month Period Ended December 31)

(Millions of yen)

	3Q / FY2013 April 1, 2012 through December 31, 2012	3Q / FY2014 April 1, 2013 through December 31, 2013
Net sales	133,014	129,019
Cost of sales	123,644	118,558
Gross profit	9,369	10,460
Selling, general and administrative expenses	9,686	9,666
Operating income (loss)	(317)	794
Non-operating income:		
Interest income	124	143
Dividends income	873	815
Amortization of negative goodwill	212	—
Foreign exchange gains	135	400
Other	1,975	425
Total non-operating income	3,320	1,784
Non-operating expenses:		
Interest expenses	131	129
Other	16	11
Total non-operating expenses	148	141
Ordinary income	2,855	2,437
Extraordinary income:		
Gain on sales of noncurrent assets	0	0
Gain on sales of investment securities	—	0
Total extraordinary income	0	1
Extraordinary loss:		
Loss on sales of noncurrent assets	—	0
Loss on retirement of noncurrent assets	0	45
Loss on valuation of investment securities	261	—
Loss on valuation of stocks of subsidiaries and affiliates	103	—
Total extraordinary losses	365	45
Income before income taxes and minority interests	2,490	2,393
Income taxes-current	115	106
Income taxes-deferred	24	(16)
Total income taxes	139	89
Income before minority interests	2,350	2,303
Net income	2,350	2,303

Consolidated Statements of Comprehensive Income

(Nine-month Period Ended December 31)

(Millions of yen)

	3Q / FY2013 April 1, 2012 through December 31, 2012	3Q / FY2014 April 1, 2013 through December 31, 2013
Income before minority interests	2,350	2,303
Other comprehensive income:		
Valuation difference on available-for-sale securities	2,979	8,784
Total other comprehensive income	2,979	8,784
Comprehensive income	5,329	11,087
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	5,329	11,087
Comprehensive income attributable to minority interests	—	—

Breakdown of Orders (Non-consolidated)

(Millions of yen)

			3Q / FY2013 April 1, 2012 through December 31, 2012			3Q / FY2014 April 1, 2013 through December 31, 2013			Change Increase (Decrease)	% Change Increase (Decrease)	
				%	%		%	%	%		
Construction orders awarded	Civil engineering	Domestic public sector	33,212	80.9	35.4	64,613	89.4	45.8	31,401	94.5	
		Domestic private sector	7,666	18.7		7,521	10.4		(144)	(1.9)	
		Overseas	178	0.4		135	0.2		(43)	(24.2)	
		Subtotal	41,056	100		72,269	100		31,213	76.0	
	Architectural construction	Domestic public sector	30,441	40.7	64.6	26,936	31.5	54.2	(3,504)	(11.5)	
		Domestic private sector	42,881	57.3		58,612	68.5		15,731	36.7	
		Overseas	1,484	2.0		—	—		(1,484)	—	
		Subtotal	74,806	100		85,548	100		10,742	14.4	
	Total	Domestic public sector	63,653	54.9	100	91,549	58.0	100	27,896	43.8	
		Domestic private sector	50,547	43.6		66,134	41.9		15,586	30.8	
		Overseas	1,662	1.5		135	0.1		(1,527)	(91.9)	
		Total	115,863	100		157,818	100		41,955	36.2	
Net sales	Projects completed	Civil engineering	Domestic public sector	32,394	72.0	[35.9]	38,076	77.6	[39.5]	5,682	17.5
			Domestic private sector	11,227	25.0	34.3	9,637	19.6	38.4	(1,589)	(14.2)
			Overseas	1,372	3.0		1,371	2.8		(0)	(0.1)
			Subtotal	44,993	100		49,086	100		4,092	9.1
	Architectural construction	Domestic public sector	14,598	18.2	[64.1]		15,616	20.8		[60.5]	1,018
		Domestic private sector	65,708	81.8	61.3	59,228	78.9	58.7	(6,479)	(9.9)	
		Overseas	—	—		201	0.3		201	—	
		Subtotal	80,306	100		75,046	100		(5,260)	(6.5)	
	Subtotal	Domestic public sector	46,992	37.5		[100]	53,693		43.2	[100]	6,700
		Domestic private sector	76,935	61.4	95.6	68,866	55.5	97.1	(8,069)	(10.5)	
		Overseas	1,372	1.1		1,573	1.3		200	14.6	
		Subtotal	125,300	100		124,132	100		(1,167)	(0.9)	
	Real estate business and other		5,723	4.4			3,664		2.9		(2,058)
	Total		131,023	100		127,797	100		(3,226)	(2.5)	
	Period-end backlog	Civil engineering	Domestic public sector	50,817	69.3	39.2	83,302	86.2	44.0	32,485	63.9
Domestic private sector			17,858	24.4	11,166		11.6	(6,691)		(37.5)	
Overseas			4,634	6.3	2,108		2.2	(2,525)		(54.5)	
Subtotal			73,310	100	96,578		100	23,268		31.7	
Architectural construction		Domestic public sector	46,048	40.4	60.8	62,193	50.6	56.0	16,145	35.1	
		Domestic private sector	66,359	58.3		59,415	48.4		(6,943)	(10.5)	
		Overseas	1,484	1.3		1,199	1.0		(284)	(19.1)	
		Subtotal	113,891	100		122,809	100		8,917	7.8	
Total		Domestic public sector	96,865	51.7	100	145,496	66.3	100	48,630	50.2	
		Domestic private sector	84,217	45.0		70,582	32.2		(13,635)	(16.2)	
		Overseas	6,118	3.3		3,308	1.5		(2,809)	(45.9)	
		Total	187,201	100		219,387	100		32,185	17.2	