

Consolidated Financial Statements
(For the Third Quarter of FY2021)

Consolidated Balance Sheets

(Millions of Yen)

	FY2020	Current Third Quarter
	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets :		
Cash and deposits	26,179	12,816
Notes receivable, accounts receivable from completed construction contracts and other	121,748	143,988
Securities	3,000	—
Real estate for sale	592	760
Costs on construction contracts in progress	5,410	5,795
Costs on real estate business	3,102	3,378
Work in process	1,096	1,301
Raw materials and supplies	66	82
Other	10,658	15,681
Allowance for doubtful accounts	(190)	(153)
Total current assets	171,664	183,651
Non-current assets :		
Property, plant and equipment :		
Land	33,604	34,405
Other, net	25,951	33,252
Total property, plant and equipment	59,556	67,658
Intangible assets :		
Goodwill	467	445
Other	682	691
Total intangible assets	1,149	1,136
Investments and other assets :		
Investment securities	57,429	63,028
Retirement benefit asset	4,067	4,028
Other	3,031	2,589
Allowance for doubtful accounts	(1,980)	(1,970)
Total investments and other assets	62,548	67,675
Total non-current assets	123,254	136,470
Total assets	294,919	320,122

(Millions of Yen)

	FY2020	Current Third Quarter
	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities:		
Notes payable, accounts payable for construction contracts and other	43,944	42,602
Short-term borrowings	8,946	26,637
Income taxes payable	1,938	761
Advances received on construction contracts in progress	12,598	12,570
Provisions	4,000	1,867
Provision for loss on construction contracts	1,127	915
Asset retirement obligations	87	87
Other	40,345	38,324
Total current liabilities	112,990	123,766
Non-current liabilities:		
Long-term borrowings	6,015	7,114
Non-recourse borrowings	9,221	16,228
Asset retirement obligations	58	71
Other	10,521	14,348
Total non-current liabilities	25,817	37,763
Total liabilities	138,807	161,530
Net assets		
Shareholders' equity:		
Share capital	19,838	19,838
Capital surplus	26,248	26,240
Retained earnings	105,554	90,933
Treasury shares	(19,761)	(4,635)
Total shareholders' equity	131,880	132,377
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	23,233	27,549
Deferred gains or losses on hedges	46	(930)
Remeasurements of defined benefit plans	1,364	1,155
Total accumulated other comprehensive income	24,644	27,774
Non-controlling interests	(413)	(1,560)
Total net assets	156,111	158,591
Total liabilities and net assets	294,919	320,122

Consolidated Statements of Income

(Nine-month Period Ended December 31)

(Millions of Yen)

	3Q / FY2020 April 1, 2019 through December 31, 2019	3Q / FY2021 April 1, 2020 through December 31, 2020
Net sales:		
Net sales of completed construction contracts	156,052	149,747
Net sales in real estate business and other	7,064	7,477
Total net sales	163,117	157,224
Cost of sales:		
Cost of sales of completed construction contracts	140,289	132,736
Cost of sales in real estate business and other	4,015	4,450
Total cost of sales	144,304	137,186
Gross profit:		
Gross profit on completed construction contracts	15,762	17,011
Gross profit on real estate business and other	3,049	3,026
Total gross profit	18,812	20,038
Selling, general and administrative expenses	12,102	13,152
Operating profit	6,710	6,885
Non-operating income:		
Interest income	36	26
Dividend income	1,255	1,168
Other	233	502
Total non-operating income	1,525	1,698
Non-operating expenses:		
Interest expenses	124	244
Other	42	39
Total non-operating expenses	167	283
Ordinary profit	8,068	8,299
Extraordinary income:		
Gain on sales of investment securities	742	225
Other	0	1
Total extraordinary income	742	226
Extraordinary losses:		
Loss on valuation of investment securities	—	159
Other	9	22
Total extraordinary losses	9	181
Profit before income taxes	8,801	8,344
Income taxes - current	2,117	2,270
Income taxes - deferred	518	882
Total income taxes	2,636	3,153
Profit	6,165	5,190
Loss attributable to non-controlling interests	(28)	(568)
Profit attributable to owners of parent	6,193	5,758

Consolidated Statements of Comprehensive Income

(Nine-month Period Ended December 31)

(Millions of Yen)

	3Q / FY2020 April 1, 2019 through December 31, 2019	3Q / FY2021 April 1, 2020 through December 31, 2020
Profit	6,165	5,190
Other comprehensive income:		
Valuation difference on available-for-sale securities	(701)	4,315
Deferred gains or losses on hedges	—	(1,953)
Remeasurements of defined benefit plans, net of tax	(258)	(209)
Total other comprehensive income	(960)	2,152
Comprehensive income	5,205	7,343
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	5,233	8,888
Comprehensive income attributable to non-controlling interests	(28)	(1,544)

Breakdown of Orders (Nonconsolidated)

(Millions of Yen)

			3Q / FY2020 April 1, 2019 through December 31, 2019			3Q / FY2021 April 1, 2020 through December 31, 2020			Change Increase (Decrease)	% Change Increase (Decrease)	
				%	%		%	%	%		
Construction orders awarded	Civil engineering	Domestic public sector	19,325	27.4	57.5	30,005	68.5	39.9	10,680	55.3	
		Domestic private sector	43,516	61.6		13,728	31.4		(29,788)	(68.5)	
		Overseas	7,765	11.0		33	0.1		(7,732)	(99.6)	
		Subtotal	70,608	100		43,767	100		(26,840)	(38.0)	
	Architectural construction	Domestic public sector	18,088	34.7	42.5	27,656	41.9	60.1	9,568	52.9	
		Domestic private sector	34,080	65.3		38,354	58.1		4,274	12.5	
		Overseas	—	—		—	—		—	—	
		Subtotal	52,168	100		66,011	100		13,842	26.5	
	Total	Domestic public sector	37,413	30.5	100	57,662	52.5	100	20,248	54.1	
		Domestic private sector	77,597	63.2		52,083	47.5		(25,513)	(32.9)	
		Overseas	7,765	6.3		33	0.0		(7,732)	(99.6)	
		Total	122,776	100		109,778	100		(12,998)	(10.6)	
Net sales	Projects completed	Civil engineering	Domestic public sector	49,848	69.2	[46.2]	47,276	63.1	[50.0]	(2,572)	(5.2)
			Domestic private sector	19,282	26.7	45.0	26,694	35.7	48.7	7,411	38.4
			Overseas	2,941	4.1		897	1.2		(2,043)	(69.5)
			Subtotal	72,072	100		74,867	100		2,794	3.9
	Architectural construction	Domestic public sector	8,062	9.6	[53.8]		15,853	21.2		[50.0]	7,790
		Domestic private sector	75,917	90.4	52.5	59,026	78.8	48.7	(16,890)	(22.2)	
		Overseas	—	—		—	—		—	—	
		Subtotal	83,979	100		74,879	100		(9,099)	(10.8)	
	Subtotal	Domestic public sector	57,911	37.1		[100]	63,129		42.2	[100]	5,218
		Domestic private sector	95,200	61.0	97.5	85,720	57.2	97.4	(9,479)	(10.0)	
		Overseas	2,941	1.9		897	0.6		(2,043)	(69.5)	
		Subtotal	156,052	100		149,747	100		(6,304)	(4.0)	
	Real estate business and other		3,937	2.5		4,032	2.6		94	2.4	
	Total		159,990	100	153,779	100	(6,210)	(3.9)			
Period-end backlog	Civil engineering	Domestic public sector	94,283	51.7	57.6	69,240	48.7	45.6	(25,043)	(26.6)	
		Domestic private sector	74,995	41.1		59,922	42.1		(15,072)	(20.1)	
		Overseas	13,058	7.2		13,043	9.2		(15)	(0.1)	
		Subtotal	182,337	100		142,205	100		(40,131)	(22.0)	
	Architectural construction	Domestic public sector	32,967	24.6	42.4	60,859	35.9	54.4	27,891	84.6	
		Domestic private sector	101,057	75.4		108,561	64.1		7,503	7.4	
		Overseas	—	—		—	—		—	—	
		Subtotal	134,025	100		169,420	100		35,395	26.4	
	Total	Domestic public sector	127,251	40.2	100	130,099	41.7	100	2,848	2.2	
		Domestic private sector	176,052	55.7		168,483	54.1		(7,569)	(4.3)	
		Overseas	13,058	4.1		13,043	4.2		(15)	(0.1)	
		Total	316,363	100		311,626	100		(4,736)	(1.5)	