

Consolidated Financial Statements
(For the Third Quarter of FY2012)

Consolidated Balance Sheets

(Millions of yen)

	FY2011	Current Third Quarter
	As of March 31, 2011	As of December 31, 2011
Assets		
Current assets:		
Cash and deposits	25,953	13,830
Notes receivable, accounts receivable from completed construction contracts and other	84,612	71,918
Short-term investment securities	9,001	19,497
Real estate for sale	8,225	2,333
Costs on uncompleted construction contracts	27,281	26,021
Costs on real estate business	3,018	3,727
Work in process	808	1,762
Raw materials and supplies	698	468
Other	8,633	8,616
Allowance for doubtful accounts	(3,481)	(5,058)
Total current assets	164,751	143,119
Noncurrent assets:		
Property, plant and equipment	25,948	27,695
Intangible assets	269	272
Investments and other assets:		
Investment securities	37,702	36,360
Other	5,350	5,522
Allowance for doubtful accounts	(4,250)	(4,620)
Total investments and other assets	38,801	37,262
Total noncurrent assets	65,019	65,231
Total assets	229,771	208,350

(Millions of yen)

	FY2011	Current Third Quarter
	As of March 31, 2011	As of December 31, 2011
Liabilities		
Current liabilities:		
Notes payable, accounts payable for construction contracts and other	46,803	41,636
Short-term loans payable	11,290	11,207
Income taxes payable	205	114
Advances received on uncompleted construction contracts	25,928	20,526
Provision	2,177	622
Provision for loss on construction contracts	4,271	5,174
Asset retirement obligations	71	73
Other	12,792	12,132
Total current liabilities	103,541	91,487
Noncurrent liabilities:		
Long-term loans payable	181	170
Provision for retirement benefits	4,683	3,618
Asset retirement obligations	52	52
Negative goodwill	567	354
Other	6,358	4,848
Total noncurrent liabilities	11,843	9,044
Total liabilities	115,384	100,532
Net assets		
Shareholders' equity:		
Capital stock	19,838	19,838
Capital surplus	25,326	25,326
Retained earnings	74,006	69,498
Treasury stock	(12,348)	(12,354)
Total shareholders' equity	106,823	102,309
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	7,563	5,509
Total accumulated other comprehensive income	7,563	5,509
Total net assets	114,387	107,818
Total liabilities and net assets	229,771	208,350

Consolidated Statements of Income

(Nine-month Period Ended December 31)

(Millions of yen)

	3Q / FY2011 April 1, 2010 through December 31, 2010	3Q / FY2012 April 1, 2011 through December 31, 2011
Net sales	116,453	123,792
Cost of sales	104,108	115,511
Gross profit	12,344	8,281
Selling, general and administrative expenses	10,388	11,868
Operating income (loss)	1,955	(3,587)
Non-operating income:		
Interest income	171	140
Dividends income	728	756
Amortization of negative goodwill	212	212
Other	149	165
Total non-operating income	1,262	1,274
Non-operating expenses:		
Interest expenses	140	130
Other	108	37
Total non-operating expenses	249	168
Ordinary income (loss)	2,968	(2,480)
Extraordinary income:		
Gain on prior period adjustment	46	—
Gain on sales of noncurrent assets	—	7
Gain on sales of investment securities	41	0
Reversal of allowance for doubtful accounts	127	—
Total extraordinary income	215	7
Extraordinary loss:		
Loss on prior period adjustment	68	—
Loss on sales of noncurrent assets	0	—
Loss on retirement of noncurrent assets	4	14
Loss on valuation of investment securities	521	411
Loss on adjustment for changes of accounting standard for asset retirement obligations	111	—
Total extraordinary losses	704	425
Income (loss) before income taxes and minority interests	2,479	(2,898)
Income taxes-current	102	104
Income taxes-deferred	(16)	(292)
Total income taxes	86	(188)
Income (loss) before minority interests	2,392	(2,710)
Net income (loss)	2,392	(2,710)

Consolidated Statements of Comprehensive Income

(Nine-month Period Ended December 31)

(Millions of yen)

	3Q / FY2011 April 1, 2010 through December 31, 2010	3Q / FY2012 April 1, 2011 through December 31, 2011
Income (loss) before minority interests	2,392	(2,710)
Other comprehensive income:		
Valuation difference on available-for-sale securities	(2,264)	(2,053)
Total other comprehensive income	(2,264)	(2,053)
Comprehensive income	128	(4,764)
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	128	(4,764)
Comprehensive income attributable to minority interests	—	—

Breakdown of Orders (Non-consolidated)

(Millions of yen)

			3Q / FY2011		3Q / FY2012		Change	% Change			
			April 1, 2010 through		April 1, 2011 through		Increase	Increase			
			December 31, 2010		December 31, 2011		(Decrease)	(Decrease)			
				%		%		%			
Construction orders awarded	Civil engineering	Domestic public sector	19,326	67.0	37.1	19,000	64.2	(326)	(1.7)		
		Domestic private sector	9,474	32.9		10,571	35.7	1,097	11.6		
		Overseas	19	0.1		41	0.1	21	105.9		
		Subtotal	28,821	100		29,613	100	792	2.7		
	Architectural construction	Domestic public sector	6,111	12.5	62.9	7,732	13.8	1,621	26.5		
		Domestic private sector	42,719	87.5		48,460	86.2	5,741	13.4		
		Overseas	2	0.0		—	—	(2)	—		
		Subtotal	48,833	100		56,192	100	7,359	15.1		
	Total	Domestic public sector	25,438	32.8	100	26,733	31.2	1,295	5.1		
		Domestic private sector	52,193	67.2		59,032	68.8	6,838	13.1		
		Overseas	22	0.0		41	0.0	18	83.7		
		Total	77,654	100		85,806	100	8,152	10.5		
Net sales	Projects completed	Civil engineering	Domestic public sector	21,673	49.8	[39.1]	24,853	66.0	[33.6]	3,179	14.7
			Domestic private sector	15,631	36.0	37.9	10,905	29.0	32.4	(4,726)	(30.2)
			Overseas	6,176	14.2		1,879	5.0		(4,297)	(69.6)
			Subtotal	43,481	100		37,637	100		(5,843)	(13.4)
	Architectural construction	Domestic public sector	13,318	19.7	[60.9]		9,876	13.3		[66.4]	(3,441)
		Domestic private sector	54,354	80.3	59.1	64,619	86.7	64.2	10,264	18.9	
		Overseas	2	0.0		—	—		(2)	—	
		Subtotal	67,675	100		74,495	100		6,820	10.1	
	Subtotal	Domestic public sector	34,991	31.5		[100]	34,730		31.0	[100]	(261)
		Domestic private sector	69,985	63.0	97.0	75,524	67.3	96.6	5,538	7.9	
		Overseas	6,178	5.5		1,879	1.7		(4,299)	(69.6)	
		Subtotal	111,156	100		112,133	100		977	0.9	
	Real estate business and other		3,440	3.0					3,922	3.4	482
	Total		114,596	100			116,055	100	1,459	1.3	
	Period-end backlog	Civil engineering	Domestic public sector	81,238	72.1	47.6	54,021	68.0	40.9	(27,216)	(33.5)
Domestic private sector			26,182	23.3	22,600		28.5	(3,582)		(13.7)	
Overseas			5,172	4.6	2,754		3.5	(2,418)		(46.7)	
Subtotal			112,594	100	79,376		100	(33,217)		(29.5)	
Architectural construction		Domestic public sector	31,551	25.4	52.4	25,064	21.8	59.1	(6,486)	(20.6)	
		Domestic private sector	92,616	74.6		89,697	78.2		(2,919)	(3.2)	
		Overseas	—	—		—	—		—	—	
		Subtotal	124,167	100		114,761	100		(9,406)	(7.6)	
Total		Domestic public sector	112,789	47.6	100	79,085	40.7	100	(33,703)	(29.9)	
		Domestic private sector	118,799	50.2		112,297	57.9		(6,501)	(5.5)	
		Overseas	5,172	2.2		2,754	1.4		(2,418)	(46.7)	
		Total	236,761	100		194,138	100		(42,623)	(18.0)	