

**Consolidated Financial Statements**  
**(For the Third Quarter of FY2017)**

**Consolidated Balance Sheets**

(Millions of yen)

	FY2016	Current Third Quarter
	As of March 31, 2016	As of December 31, 2016
<b>Assets</b>		
<b>Current assets:</b>		
Cash and deposits	15,353	24,226
Notes receivable, accounts receivable from completed construction contracts and other	113,190	101,036
Securities	10,500	15,000
Real estate for sale	563	403
Costs on uncompleted construction contracts	4,706	6,985
Costs on real estate business	2,823	3,293
Work in process	479	1,404
Raw materials and supplies	43	41
Other	10,248	10,332
Allowance for doubtful accounts	(1,665)	(1,230)
<b>Total current assets</b>	<b>156,243</b>	<b>161,495</b>
<b>Non-current assets:</b>		
Property, plant and equipment:		
Land	30,114	30,738
Other, net	11,099	11,800
<b>Total property, plant and equipment</b>	<b>41,213</b>	<b>42,539</b>
Intangible assets	263	259
Investments and other assets:		
Investment securities	66,250	68,576
Net defined benefit asset	2,156	2,139
Other	2,745	2,742
Allowance for doubtful accounts	(2,192)	(2,192)
<b>Total investments and other assets</b>	<b>68,960</b>	<b>71,266</b>
<b>Total non-current assets</b>	<b>110,437</b>	<b>114,065</b>
<b>Total assets</b>	<b>266,680</b>	<b>275,560</b>

(Millions of yen)

	FY2016	Current Third Quarter
	As of March 31, 2016	As of December 31, 2016
<b>Liabilities</b>		
<b>Current liabilities:</b>		
Notes payable, accounts payable for construction contracts and other	54,033	50,003
Short-term loans payable	15,778	12,534
Income taxes payable	565	767
Advances received on uncompleted construction contracts	6,718	13,177
Provision	3,840	1,462
Provision for loss on construction contracts	4,449	3,106
Asset retirement obligations	79	77
Other	19,374	26,460
<b>Total current liabilities</b>	<b>104,840</b>	<b>107,590</b>
<b>Non-current liabilities:</b>		
Long-term loans payable	5,168	3,160
Asset retirement obligations	67	71
Other	13,325	13,544
<b>Total non-current liabilities</b>	<b>18,561</b>	<b>16,776</b>
<b>Total liabilities</b>	<b>123,401</b>	<b>124,367</b>
<b>Net assets</b>		
<b>Shareholders' equity:</b>		
Capital stock	19,838	19,838
Capital surplus	25,329	25,329
Retained earnings	80,245	86,418
Treasury shares	(12,634)	(12,649)
<b>Total shareholders' equity</b>	<b>112,779</b>	<b>118,936</b>
<b>Accumulated other comprehensive income:</b>		
Valuation difference on available-for-sale securities	28,329	30,195
Remeasurements of defined benefit plans	2,170	2,060
<b>Total accumulated other comprehensive income</b>	<b>30,499</b>	<b>32,256</b>
<b>Total net assets</b>	<b>143,278</b>	<b>151,192</b>
<b>Total liabilities and net assets</b>	<b>266,680</b>	<b>275,560</b>

# Consolidated Statements of Income

## (Nine-month Period Ended December 31)

(Millions of yen)

	3Q / FY2016 April 1, 2015 through December 31, 2015	3Q / FY2017 April 1, 2016 through December 31, 2016
<b>Net sales:</b>		
Net sales of completed construction contracts	137,801	136,437
Net sales of real estate business and other	7,002	6,039
Total net sales	144,803	142,476
<b>Cost of sales:</b>		
Cost of sales of completed construction contracts	124,601	118,815
Cost of sales on real estate business and other	3,916	3,167
Total cost of sales	128,518	121,982
<b>Gross profit:</b>		
Gross profit on completed construction contracts	13,199	17,622
Gross profit on real estate business and other	3,085	2,872
Total gross profit	16,284	20,494
<b>Selling, general and administrative expenses</b>	9,909	10,532
<b>Operating income</b>	6,375	9,962
<b>Non-operating income:</b>		
Interest income	71	47
Dividend income	1,014	1,022
Other	225	457
Total non-operating income	1,310	1,526
<b>Non-operating expenses:</b>		
Interest expenses	123	114
Foreign exchange losses	158	—
Other	24	17
Total non-operating expenses	305	131
<b>Ordinary income</b>	7,380	11,357
<b>Extraordinary income:</b>		
Gain on sales of non-current assets	1	131
Other	88	0
Total extraordinary income	90	132
<b>Extraordinary losses:</b>		
Loss on retirement of non-current assets	124	180
Other	0	0
Total extraordinary losses	124	181
<b>Profit before income taxes</b>	7,347	11,308
<b>Income taxes - current</b>	406	963
<b>Income taxes - deferred</b>	(13)	(12)
<b>Total income taxes</b>	392	951
<b>Profit</b>	6,954	10,357
<b>Profit attributable to owners of parent</b>	6,954	10,357

## Consolidated Statements of Comprehensive Income

(Nine-month Period Ended December 31)

(Millions of yen)

	3Q / FY2016 April 1, 2015 through December 31, 2015	3Q / FY2017 April 1, 2016 through December 31, 2016
<b>Profit</b>	6,954	10,357
<b>Other comprehensive income:</b>		
Valuation difference on available-for-sale securities	1,168	1,866
Remeasurements of defined benefit plans, net of tax	(227)	(109)
Total other comprehensive income	941	1,756
<b>Comprehensive income</b>	7,895	12,113
<b>Comprehensive income attributable to:</b>		
Comprehensive income attributable to owners of parent	7,895	12,113
Comprehensive income attributable to non-controlling interests	—	—

## Breakdown of Orders (Nonconsolidated)

(Millions of yen)

			3Q / FY2016 April 1, 2015 through December 31, 2015			3Q / FY2017 April 1, 2016 through December 31, 2016			Change Increase (Decrease)	% Change Increase (Decrease)	
				%	%		%	%	%		
Construction orders awarded	Civil engineering	Domestic public sector	38,840	70.9	36.0	73,948	83.0	53.1	35,107	90.4	
		Domestic private sector	15,268	27.9		15,006	16.9		(262)	(1.7)	
		Overseas	687	1.2		105	0.1		(582)	(84.7)	
		Subtotal	54,796	100		89,059	100		34,263	62.5	
	Architectural construction	Domestic public sector	28,724	29.5	64.0	13,426	17.1	46.9	(15,297)	(53.3)	
		Domestic private sector	68,515	70.5		65,248	83.0		(3,267)	(4.8)	
		Overseas	—	—		(47)	(0.1)		(47)	—	
		Subtotal	97,240	100		78,627	100		(18,613)	(19.1)	
	Total	Domestic public sector	67,565	44.4	100	87,375	52.1	100	19,809	29.3	
		Domestic private sector	83,784	55.1		80,254	47.9		(3,529)	(4.2)	
		Overseas	687	0.5		57	0.0		(630)	(91.7)	
		Total	152,037	100		167,687	100		15,649	10.3	
Net sales	Projects completed	Civil engineering	Domestic public sector	43,226	73.9	[42.4]	42,878	78.7	[39.9]	(347)	(0.8)
			Domestic private sector	14,802	25.3	41.1	11,536	21.2	38.9	(3,265)	(22.1)
			Overseas	445	0.8		80	0.1		(365)	(82.0)
			Subtotal	58,474	100		54,495	100		(3,978)	(6.8)
	Architectural construction	Domestic public sector	23,086	29.1	[57.6]		27,157	33.1		[60.1]	4,070
		Domestic private sector	55,782	70.3	55.7	54,734	66.8	58.4	(1,048)	(1.9)	
		Overseas	457	0.6		50	0.1		(406)	(89.0)	
		Subtotal	79,326	100		81,942	100		2,615	3.3	
	Subtotal	Domestic public sector	66,313	48.1		[100]	70,036		51.3	[100]	3,723
		Domestic private sector	70,585	51.2	96.8	66,271	48.6	97.3	(4,314)	(6.1)	
		Overseas	902	0.7		130	0.1		(772)	(85.6)	
		Subtotal	137,801	100		136,437	100		(1,363)	(1.0)	
	Real estate business and other			4,512		3.2			3,807	2.7	
	Total			142,313	100		140,245	100		(2,067)	(1.5)
	Period-end backlog	Civil engineering	Domestic public sector	79,826	78.8	42.4	127,575	81.9	54.9	47,748	59.8
Domestic private sector			21,225	20.9	27,670		17.8	6,444		30.4	
Overseas			268	0.3	429		0.3	161		60.3	
Subtotal			101,320	100	155,675		100	54,354		53.6	
Architectural construction		Domestic public sector	64,582	46.9	57.6	51,011	39.9	45.1	(13,570)	(21.0)	
		Domestic private sector	72,936	53.0		76,726	60.1		3,789	5.2	
		Overseas	104	0.1		—	—		(104)	—	
		Subtotal	137,623	100		127,737	100		(9,885)	(7.2)	
Total		Domestic public sector	144,408	60.4	100	178,586	63.0	100	34,177	23.7	
		Domestic private sector	94,162	39.4		104,396	36.8		10,234	10.9	
		Overseas	372	0.2		429	0.2		57	15.5	
		Total	238,943	100		283,413	100		44,469	18.6	