

Consolidated Financial Statements
(For the Third Quarter of FY2013)

Consolidated Balance Sheets

(Millions of yen)

| | FY2012 | Current Third Quarter |
|---|----------------------|-------------------------|
| | As of March 31, 2012 | As of December 31, 2012 |
| Assets | | |
| Current assets: | | |
| Cash and deposits | 16,624 | 19,469 |
| Notes receivable, accounts receivable from completed construction contracts and other | 88,491 | 79,318 |
| Short-term investment securities | 9,999 | 5,699 |
| Real estate for sale | 2,058 | 870 |
| Costs on uncompleted construction contracts | 21,228 | 21,168 |
| Costs on real estate business | 3,086 | 2,833 |
| Work in process | 750 | 1,345 |
| Raw materials and supplies | 392 | 193 |
| Other | 7,008 | 7,423 |
| Allowance for doubtful accounts | (4,460) | (3,089) |
| Total current assets | 145,178 | 135,232 |
| Noncurrent assets: | | |
| Property, plant and equipment: | | |
| Land | 19,767 | 25,243 |
| Other, net | 8,467 | 9,323 |
| Total property, plant and equipment | 28,234 | 34,567 |
| Intangible assets | 285 | 277 |
| Investments and other assets: | | |
| Investment securities | 42,357 | 46,413 |
| Other | 4,892 | 3,618 |
| Allowance for doubtful accounts | (4,093) | (2,944) |
| Total investments and other assets | 43,156 | 47,087 |
| Total noncurrent assets | 71,677 | 81,931 |
| Total assets | 216,856 | 217,164 |

(Millions of yen)

| | FY2012 | Current Third Quarter |
|--|----------------------|-------------------------|
| | As of March 31, 2012 | As of December 31, 2012 |
| Liabilities | | |
| Current liabilities: | | |
| Notes payable, accounts payable for construction contracts and other | 46,397 | 44,965 |
| Short-term loans payable | 11,160 | 9,714 |
| Income taxes payable | 184 | 143 |
| Advances received on uncompleted construction contracts | 17,830 | 15,917 |
| Provision | 1,177 | 857 |
| Provision for loss on construction contracts | 4,360 | 3,181 |
| Asset retirement obligations | 74 | 74 |
| Other | 13,900 | 14,757 |
| Total current liabilities | 95,085 | 89,612 |
| Noncurrent liabilities: | | |
| Long-term loans payable | 154 | 2,142 |
| Provision for retirement benefits | 3,288 | 2,330 |
| Asset retirement obligations | 50 | 50 |
| Negative goodwill | 283 | 70 |
| Other | 6,279 | 7,717 |
| Total noncurrent liabilities | 10,056 | 12,311 |
| Total liabilities | 105,141 | 101,924 |
| Net assets | | |
| Shareholders' equity: | | |
| Capital stock | 19,838 | 19,838 |
| Capital surplus | 25,326 | 25,326 |
| Retained earnings | 69,250 | 69,803 |
| Treasury stock | (12,357) | (12,363) |
| Total shareholders' equity | 102,058 | 102,605 |
| Accumulated other comprehensive income: | | |
| Valuation difference on available-for-sale securities | 9,655 | 12,634 |
| Total accumulated other comprehensive income | 9,655 | 12,634 |
| Total net assets | 111,714 | 115,239 |
| Total liabilities and net assets | 216,856 | 217,164 |

Consolidated Statements of Income

(Nine-month Period Ended December 31)

(Millions of yen)

| | 3Q / FY2012 April 1, 2011 through December 31, 2011 | 3Q / FY2013 April 1, 2012 through December 31, 2012 |
|---|---|---|
| Net sales | 123,792 | 133,014 |
| Cost of sales | 115,511 | 123,644 |
| Gross profit | 8,281 | 9,369 |
| Selling, general and administrative expenses | 11,868 | 9,686 |
| Operating income (loss) | (3,587) | (317) |
| Non-operating income: | | |
| Interest income | 140 | 124 |
| Dividends income | 756 | 873 |
| Amortization of negative goodwill | 212 | 212 |
| Reversal of allowance for doubtful accounts | — | 1,787 |
| Other | 165 | 323 |
| Total non-operating income | 1,274 | 3,320 |
| Non-operating expenses: | | |
| Interest expenses | 130 | 131 |
| Other | 37 | 16 |
| Total non-operating expenses | 168 | 148 |
| Ordinary income (loss) | (2,480) | 2,855 |
| Extraordinary income: | | |
| Gain on sales of noncurrent assets | 7 | 0 |
| Gain on sales of investment securities | 0 | — |
| Total extraordinary income | 7 | 0 |
| Extraordinary loss: | | |
| Loss on retirement of noncurrent assets | 14 | 0 |
| Loss on valuation of investment securities | 411 | 261 |
| Loss on valuation of stocks of subsidiaries and affiliates | — | 103 |
| Total extraordinary losses | 425 | 365 |
| Income (loss) before income taxes and minority interests | (2,898) | 2,490 |
| Income taxes-current | 104 | 115 |
| Income taxes-deferred | (292) | 24 |
| Total income taxes | (188) | 139 |
| Income (loss) before minority interests | (2,710) | 2,350 |
| Net income (loss) | (2,710) | 2,350 |

Consolidated Statements of Comprehensive Income

(Nine-month Period Ended December 31)

(Millions of yen)

| | 3Q / FY2012 April 1, 2011 through December 31, 2011 | 3Q / FY2013 April 1, 2012 through December 31, 2012 |
|---|---|---|
| Income (loss) before minority interests | (2,710) | 2,350 |
| Other comprehensive income: | | |
| Valuation difference on available-for-sale securities | (2,053) | 2,979 |
| Total other comprehensive income | (2,053) | 2,979 |
| Comprehensive income | (4,764) | 5,329 |
| Comprehensive income attributable to: | | |
| Comprehensive income attributable to owners of the parent | (4,764) | 5,329 |
| Comprehensive income attributable to minority interests | — | — |

Breakdown of Orders (Non-consolidated)

(Millions of yen)

| | | | 3Q / FY2012 April 1, 2011 through December 31, 2011 | | | 3Q / FY2013 April 1, 2012 through December 31, 2012 | | | Change Increase (Decrease) | % Change Increase (Decrease) | |
|-----------------------------|--------------------------------|-------------------------|---|---------|--------|---|---------|------|----------------------------------|------------------------------------|--------|
| | | | | % | % | | % | % | | | |
| Construction orders awarded | Civil engineering | Domestic public sector | 19,000 | 64.2 | 34.5 | 33,212 | 80.9 | 35.4 | 14,211 | 74.8 | |
| | | Domestic private sector | 10,571 | 35.7 | | 7,666 | 18.7 | | (2,905) | (27.5) | |
| | | Overseas | 41 | 0.1 | | 178 | 0.4 | | 137 | 332.9 | |
| | | Subtotal | 29,613 | 100 | | 41,056 | 100 | | 11,443 | 38.6 | |
| | Architectural construction | Domestic public sector | 7,732 | 13.8 | 65.5 | 30,441 | 40.7 | 64.6 | 22,708 | 293.7 | |
| | | Domestic private sector | 48,460 | 86.2 | | 42,881 | 57.3 | | (5,578) | (11.5) | |
| | | Overseas | — | — | | 1,484 | 2.0 | | 1,484 | — | |
| | | Subtotal | 56,192 | 100 | | 74,806 | 100 | | 18,613 | 33.1 | |
| | Total | Domestic public sector | 26,733 | 31.2 | 100 | 63,653 | 54.9 | 100 | 36,920 | 138.1 | |
| | | Domestic private sector | 59,032 | 68.8 | | 50,547 | 43.6 | | (8,484) | (14.4) | |
| | | Overseas | 41 | 0.0 | | 1,662 | 1.5 | | 1,621 | — | |
| | | Total | 85,806 | 100 | | 115,863 | 100 | | 30,056 | 35.0 | |
| Net sales | Projects completed | Civil engineering | Domestic public sector | 24,853 | 66.0 | [33.6] | 32,394 | 72.0 | [35.9] | 7,541 | 30.3 |
| | | | Domestic private sector | 10,905 | 29.0 | 32.4 | 11,227 | 25.0 | 34.3 | 321 | 3.0 |
| | | | Overseas | 1,879 | 5.0 | | 1,372 | 3.0 | | (506) | (27.0) |
| | | | Subtotal | 37,637 | 100 | | 44,993 | 100 | | 7,356 | 19.5 |
| | Architectural construction | Domestic public sector | 9,876 | 13.3 | [66.4] | | 14,598 | 18.2 | | [64.1] | 4,721 |
| | | Domestic private sector | 64,619 | 86.7 | 64.2 | 65,708 | 81.8 | 61.3 | 1,089 | 1.7 | |
| | | Overseas | — | — | | — | — | | — | — | |
| | | Subtotal | 74,495 | 100 | | 80,306 | 100 | | 5,810 | 7.8 | |
| | Subtotal | Domestic public sector | 34,730 | 31.0 | | [100] | 46,992 | | 37.5 | [100] | 12,262 |
| | | Domestic private sector | 75,524 | 67.3 | 96.6 | 76,935 | 61.4 | 95.6 | 1,411 | 1.9 | |
| | | Overseas | 1,879 | 1.7 | | 1,372 | 1.1 | | (506) | (27.0) | |
| | | Subtotal | 112,133 | 100 | | 125,300 | 100 | | 13,166 | 11.7 | |
| | Real estate business and other | | | 3,922 | | 3.4 | | | 5,723 | 4.4 | |
| | Total | | | 116,055 | 100 | | 131,023 | 100 | | 14,967 | 12.9 |
| Period-end backlog | Civil engineering | Domestic public sector | 54,021 | 68.0 | 40.9 | 50,817 | 69.3 | 39.2 | (3,204) | (5.9) | |
| | | Domestic private sector | 22,600 | 28.5 | | 17,858 | 24.4 | | (4,741) | (21.0) | |
| | | Overseas | 2,754 | 3.5 | | 4,634 | 6.3 | | 1,879 | 68.2 | |
| | | Subtotal | 79,376 | 100 | | 73,310 | 100 | | (6,066) | (7.6) | |
| | Architectural construction | Domestic public sector | 25,064 | 21.8 | 59.1 | 46,048 | 40.4 | 60.8 | 20,984 | 83.7 | |
| | | Domestic private sector | 89,697 | 78.2 | | 66,359 | 58.3 | | (23,338) | (26.0) | |
| | | Overseas | — | — | | 1,484 | 1.3 | | 1,484 | — | |
| | | Subtotal | 114,761 | 100 | | 113,891 | 100 | | (870) | (0.8) | |
| | Total | Domestic public sector | 79,085 | 40.7 | 100 | 96,865 | 51.7 | 100 | 17,779 | 22.5 | |
| | | Domestic private sector | 112,297 | 57.9 | | 84,217 | 45.0 | | (28,079) | (25.0) | |
| | | Overseas | 2,754 | 1.4 | | 6,118 | 3.3 | | 3,363 | 122.1 | |
| | | Total | 194,138 | 100 | | 187,201 | 100 | | (6,936) | (3.6) | |