

**Consolidated Financial Statements**  
**(For the fiscal year ended March 31, 2015)**

**Consolidated Balance Sheets**

(Millions of yen)

	FY2014 As of March 31, 2014	FY2015 As of March 31, 2015
<b>Assets</b>		
<b>Current assets:</b>		
Cash and deposits	19,292	11,931
Notes receivable, accounts receivable from completed construction contracts and other	97,253	101,836
Securities	7,000	16,000
Real estate for sale	1,034	1,317
Costs on uncompleted construction contracts	7,718	4,961
Costs on real estate business	2,340	2,282
Work in process	630	383
Raw materials and supplies	131	110
Deferred tax assets	60	46
Other	8,663	9,676
Allowance for doubtful accounts	(4,261)	(1,583)
<b>Total current assets</b>	<b>139,864</b>	<b>146,963</b>
<b>Non-current assets:</b>		
Property, plant and equipment:		
Buildings and structures	19,966	19,556
Machinery, vehicles, tools, furniture and fixtures	4,716	4,832
Land	27,669	28,757
Leased assets	147	141
Construction in progress	133	54
Accumulated depreciation	(15,159)	(14,326)
<b>Total property, plant and equipment</b>	<b>37,473</b>	<b>39,017</b>
Intangible assets	237	272
Investments and other assets:		
Investment securities	60,972	71,715
Long-term loans receivable	185	205
Net defined benefit asset	435	1,710
Deferred tax assets	0	0
Other	3,261	2,962
Allowance for doubtful accounts	(2,768)	(2,545)
<b>Total investments and other assets</b>	<b>62,087</b>	<b>74,048</b>
<b>Total non-current assets</b>	<b>99,799</b>	<b>113,338</b>
<b>Total assets</b>	<b>239,663</b>	<b>260,302</b>

(Millions of yen)

	<b>FY2014</b>	<b>FY2015</b>
	As of March 31, 2014	As of March 31, 2015
<b>Liabilities</b>		
<b>Current liabilities:</b>		
Notes payable, accounts payable for construction contracts and other	55,548	53,860
Short-term loans payable	7,524	13,657
Lease obligations	36	31
Income taxes payable	291	515
Advances received on uncompleted construction contracts	10,610	6,916
Provision for warranties for completed construction	795	1,119
Provision for bonuses	2,117	2,484
Provision for directors' bonuses	14	32
Provision for loss on construction contracts	1,876	4,878
Asset retirement obligations	73	76
Other	14,356	15,653
<b>Total current liabilities</b>	<b>93,244</b>	<b>99,226</b>
<b>Non-current liabilities:</b>		
Long-term loans payable	5,208	5,181
Lease obligations	66	42
Deferred tax liabilities	12,235	15,064
Asset retirement obligations	51	70
Other	63	62
<b>Total non-current liabilities</b>	<b>17,626</b>	<b>20,421</b>
<b>Total liabilities</b>	<b>110,871</b>	<b>119,647</b>
<b>Net assets</b>		
<b>Shareholders' equity:</b>		
Capital stock	19,838	19,838
Capital surplus	25,326	25,327
Retained earnings	72,094	74,012
Treasury shares	(12,390)	(12,546)
<b>Total shareholders' equity</b>	<b>104,869</b>	<b>106,632</b>
<b>Accumulated other comprehensive income:</b>		
Valuation difference on available-for-sale securities	22,753	31,868
Remeasurements of defined benefit plans	1,169	2,153
<b>Total accumulated other comprehensive income</b>	<b>23,923</b>	<b>34,022</b>
<b>Total net assets</b>	<b>128,792</b>	<b>140,655</b>
<b>Total liabilities and net assets</b>	<b>239,663</b>	<b>260,302</b>

# Consolidated Statements of Income

(Millions of yen)

	<b>FY2014</b>	<b>FY2015</b>
	April 1, 2013 through March 31, 2014	April 1, 2014 through March 31, 2015
<b>Net sales:</b>		
Net sales of completed construction contracts	183,696	194,752
Net sales of real estate business and other	9,328	10,515
<b>Total net sales</b>	<b>193,024</b>	<b>205,268</b>
<b>Cost of sales:</b>		
Cost of sales of completed construction contracts	171,029	181,032
Cost of sales on real estate business and other	6,111	6,714
<b>Total cost of sales</b>	<b>177,141</b>	<b>187,746</b>
<b>Gross profit:</b>		
Gross profit on completed construction contracts	12,666	13,720
Gross profit on real estate business and other	3,216	3,800
<b>Total gross profit</b>	<b>15,883</b>	<b>17,521</b>
<b>Selling, general and administrative expenses</b>	<b>13,565</b>	<b>13,469</b>
<b>Operating income</b>	<b>2,317</b>	<b>4,052</b>
<b>Non-operating income:</b>		
Interest income	174	155
Dividend income	825	900
Foreign exchange gains	266	418
Other	441	309
<b>Total non-operating income</b>	<b>1,708</b>	<b>1,783</b>
<b>Non-operating expenses:</b>		
Interest expenses	187	162
Commission fee	24	28
Other	24	28
<b>Total non-operating expenses</b>	<b>235</b>	<b>219</b>
<b>Ordinary income</b>	<b>3,789</b>	<b>5,616</b>
<b>Extraordinary income:</b>		
Gain on sales of investment securities	432	158
Other	7	0
<b>Total extraordinary income</b>	<b>439</b>	<b>158</b>
<b>Extraordinary losses:</b>		
Loss on retirement of non-current assets	212	379
Other	2	24
<b>Total extraordinary losses</b>	<b>214</b>	<b>404</b>
<b>Income before income taxes and minority interests</b>	<b>4,015</b>	<b>5,370</b>
<b>Income taxes - current</b>	<b>307</b>	<b>628</b>
<b>Income taxes - deferred</b>	<b>(46)</b>	<b>(179)</b>
<b>Total income taxes</b>	<b>260</b>	<b>449</b>
<b>Income before minority interests</b>	<b>3,755</b>	<b>4,921</b>
<b>Net income</b>	<b>3,755</b>	<b>4,921</b>

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	<b>FY2014</b> April 1, 2013 through March 31, 2014	<b>FY2015</b> April 1, 2014 through March 31, 2015
<b>Income before minority interests</b>	3,755	4,921
<b>Other comprehensive income:</b>		
Valuation difference on available-for-sale securities	3,766	9,115
Remeasurements of defined benefit plans, net of tax	—	984
<b>Total other comprehensive income</b>	<b>3,766</b>	<b>10,099</b>
<b>Comprehensive income</b>	<b>7,521</b>	<b>15,021</b>
<b>Comprehensive income attributable to:</b>		
Comprehensive income attributable to owners of parent	7,521	15,021
Comprehensive income attributable to minority interests	—	—

## Consolidated Statements of Cash Flows

(Millions of yen)

	<b>FY2014</b>	<b>FY2015</b>
	April 1, 2013 through March 31, 2014	April 1, 2014 through March 31, 2015
<b>Cash flows from operating activities:</b>		
Income before income taxes and minority interests	4,015	5,370
Depreciation	823	848
Loss on retirement of non-current assets	212	379
Increase (decrease) in allowance for doubtful accounts	(233)	(125)
Decrease (increase) in net defined benefit asset	(1,134)	(1,101)
Increase (decrease) in provision for warranties for completed construction	286	323
Increase (decrease) in provision for bonuses	231	366
Increase (decrease) in provision for directors' bonuses	14	18
Increase (decrease) in provision for loss on construction contracts	20	3,001
Interest and dividend income	(1,000)	(1,055)
Interest expenses	187	162
Loss (gain) on sales of short-term and long-term investment securities	(432)	(158)
Decrease (increase) in notes and accounts receivable - trade	987	(7,147)
Decrease (increase) in costs on uncompleted construction contracts	766	2,756
Decrease (increase) in other inventories	(23)	277
Increase (decrease) in notes and accounts payable - trade	7,259	(2,036)
Increase (decrease) in advances received on uncompleted construction contracts	1,464	(3,693)
Other, net	(3,937)	(278)
Subtotal	9,505	(2,091)
Interest and dividend income received	998	1,053
Interest expenses paid	(187)	(162)
Income taxes (paid) refund	(121)	(394)
Net cash provided by (used in) operating activities	10,195	(1,594)

(Millions of yen)

	<b>FY2014</b>	<b>FY2015</b>
	April 1, 2013 through March 31, 2014	April 1, 2014 through March 31, 2015
<b>Cash flows from investing activities:</b>		
Net decrease (increase) in time deposits	58	(150)
Purchase of short-term and long-term investment securities	(1,162)	(1,125)
Proceeds from sales and redemption of short-term and long-term investment securities	1,335	2,685
Purchase of property, plant and equipment and intangible assets	(2,579)	(2,586)
Proceeds from sales of property, plant and equipment and intangible assets	12	0
Payments of loans receivable	(307)	(1,402)
Collection of loans receivable	129	1,652
Other, net	(158)	(140)
Net cash provided by (used in) investing activities	(2,671)	(1,065)
<b>Cash flows from financing activities:</b>		
Net increase (decrease) in short-term loans payable	(8,889)	6,135
Proceeds from long-term loans payable	1,100	—
Repayments of long-term loans payable	(22)	(29)
Purchase of treasury shares	(25)	(163)
Proceeds from sales of treasury shares	0	8
Cash dividends paid	(1,796)	(1,798)
Other, net	(34)	(37)
Net cash provided by (used in) financing activities	(9,666)	4,115
<b>Effect of exchange rate change on cash and cash equivalents</b>	<b>44</b>	<b>26</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(2,098)</b>	<b>1,482</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>28,343</b>	<b>26,245</b>
<b>Cash and cash equivalents at end of period</b>	<b>26,245</b>	<b>27,727</b>

## Breakdown of Orders (Non-consolidated)

(Millions of yen)

			FY2014			FY2015			Change	% Change	
			April 1, 2013 through			April 1, 2014 through			Increase	Increase	
			March 31, 2014			March 31, 2015			(Decrease)	(Decrease)	
				%	%		%	%		%	
Construction orders awarded	Civil engineering	Domestic public sector	87,400	85.2	46.6	57,338	68.6	42.2	(30,061)	(34.4)	
		Domestic private sector	14,833	14.4		25,201	30.2		10,368	69.9	
		Overseas	403	0.4		1,034	1.2		631	156.5	
		Subtotal	102,637	100		83,574	100		(19,062)	(18.6)	
	Architectural construction	Domestic public sector	40,512	34.5	53.4	41,426	36.3	57.8	914	2.3	
		Domestic private sector	76,866	65.4		72,774	63.7		(4,092)	(5.3)	
		Overseas	99	0.1		53	0.0		(46)	(46.5)	
		Subtotal	117,479	100		114,254	100		(3,224)	(2.7)	
	Total	Domestic public sector	127,913	58.1	100	98,765	49.9	100	(29,147)	(22.8)	
		Domestic private sector	91,700	41.7		97,976	49.5		6,276	6.8	
		Overseas	503	0.2		1,087	0.6		584	116.2	
		Total	220,116	100		197,829	100		(22,286)	(10.1)	
Net sales	Projects completed	Civil engineering	Domestic public sector	54,511	75.6	[39.1]	62,781	76.1	[42.4]	8,269	15.2
			Domestic private sector	15,593	21.6		16,963	20.6		1,370	8.8
			Overseas	1,987	2.8		2,769	3.3		781	39.3
			Subtotal	72,092	100	38.0	82,514	100	41.2	10,421	14.5
	Architectural construction	Domestic public sector	26,486	23.6	[60.9]	47,382	42.2	[57.6]	20,895	78.9	
		Domestic private sector	85,251	76.1		64,218	57.2		(21,033)	(24.7)	
		Overseas	355	0.3		638	0.6		282	79.3	
		Subtotal	112,094	100	59.1	112,238	100	56.1	143	0.1	
	Subtotal	Domestic public sector	80,998	44.0	[100]	110,163	56.6	[100]	29,164	36.0	
		Domestic private sector	100,844	54.7		81,181	41.7		(19,663)	(19.5)	
		Overseas	2,343	1.3		3,407	1.7		1,064	45.4	
		Subtotal	184,186	100	97.1	194,752	100	97.3	10,565	5.7	
	Real estate business and other			5,550	2.9		5,425	2.7		(125)	(2.3)
	Total			189,737	100		200,177	100		10,440	5.5
	Period-end backlog	Civil engineering	Domestic public sector	89,655	86.3	46.9	84,212	80.2	46.7	(5,442)	(6.1)
Domestic private sector			12,522	12.0	20,760		19.8	8,237		65.8	
Overseas			1,761	1.7	26		0.0	(1,735)		(98.5)	
Subtotal			103,938	100	104,998		100	1,059		1.0	
Architectural construction		Domestic public sector	64,899	55.1	53.1	58,944	49.2	53.3	(5,955)	(9.2)	
		Domestic private sector	51,646	43.9		60,203	50.3		8,556	16.6	
		Overseas	1,145	1.0		561	0.5		(584)	(51.0)	
		Subtotal	117,692	100		119,708	100		2,016	1.7	
Total		Domestic public sector	154,554	69.7	100	143,156	63.7	100	(11,397)	(7.4)	
		Domestic private sector	64,169	29.0		80,963	36.0		16,794	26.2	
		Overseas	2,906	1.3		587	0.3		(2,319)	(79.8)	
		Total	221,631	100		224,707	100		3,076	1.4	