

**Consolidated Financial Statements**  
**(For the Second Quarter of FY2016)**

**Consolidated Balance Sheets**

(Millions of yen)

	FY2015	Current Second Quarter
	As of March 31, 2015	As of September 30, 2015
<b>Assets</b>		
<b>Current assets:</b>		
Cash and deposits	11,931	24,529
Notes receivable, accounts receivable from completed construction contracts and other	101,836	83,164
Securities	16,000	13,000
Real estate for sale	1,317	831
Costs on uncompleted construction contracts	4,961	4,886
Costs on real estate business	2,282	2,551
Work in process	383	1,030
Raw materials and supplies	110	103
Other	9,722	11,031
Allowance for doubtful accounts	(1,583)	(1,370)
<b>Total current assets</b>	<b>146,963</b>	<b>139,759</b>
<b>Non-current assets:</b>		
Property, plant and equipment:		
Land	28,757	29,167
Other, net	10,259	10,335
<b>Total property, plant and equipment</b>	<b>39,017</b>	<b>39,502</b>
Intangible assets	272	250
Investments and other assets:		
Investment securities	71,715	68,621
Net defined benefit asset	1,710	1,737
Other	3,169	2,755
Allowance for doubtful accounts	(2,545)	(2,192)
<b>Total investments and other assets</b>	<b>74,048</b>	<b>70,920</b>
<b>Total non-current assets</b>	<b>113,338</b>	<b>110,673</b>
<b>Total assets</b>	<b>260,302</b>	<b>250,432</b>

(Millions of yen)

	FY2015 As of March 31, 2015	Current Second Quarter As of September 30, 2015
<b>Liabilities</b>		
<b>Current liabilities:</b>		
Notes payable, accounts payable for construction contracts and other	53,860	44,614
Short-term loans payable	13,657	9,236
Income taxes payable	515	588
Advances received on uncompleted construction contracts	6,916	11,056
Provision	3,636	2,651
Provision for loss on construction contracts	4,878	4,286
Asset retirement obligations	76	76
Other	15,685	18,368
<b>Total current liabilities</b>	<b>99,226</b>	<b>90,879</b>
<b>Non-current liabilities:</b>		
Long-term loans payable	5,181	5,175
Asset retirement obligations	70	72
Other	15,169	14,216
<b>Total non-current liabilities</b>	<b>20,421</b>	<b>19,464</b>
<b>Total liabilities</b>	<b>119,647</b>	<b>110,343</b>
<b>Net assets</b>		
<b>Shareholders' equity:</b>		
Capital stock	19,838	19,838
Capital surplus	25,327	25,328
Retained earnings	74,012	75,629
Treasury shares	(12,546)	(12,585)
<b>Total shareholders' equity</b>	<b>106,632</b>	<b>108,210</b>
<b>Accumulated other comprehensive income:</b>		
Valuation difference on available-for-sale securities	31,868	29,879
Remeasurements of defined benefit plans	2,153	1,999
<b>Total accumulated other comprehensive income</b>	<b>34,022</b>	<b>31,878</b>
<b>Total net assets</b>	<b>140,655</b>	<b>140,089</b>
<b>Total liabilities and net assets</b>	<b>260,302</b>	<b>250,432</b>

**Consolidated Statements of Income**  
**(Six-month Period Ended September 30)**

(Millions of yen)

	<b>2Q / FY2015</b> April 1, 2014 through September 30, 2014	<b>2Q / FY2016</b> April 1, 2015 through September 30, 2015
<b>Net sales</b>	91,272	92,851
<b>Cost of sales</b>	83,496	82,471
<b>Gross profit</b>	7,776	10,380
<b>Selling, general and administrative expenses</b>	6,439	6,581
<b>Operating income</b>	1,336	3,799
<b>Non-operating income:</b>		
Interest income	52	46
Dividend income	558	608
Reversal of allowance for doubtful accounts	456	233
Other	296	75
<b>Total non-operating income</b>	1,363	962
<b>Non-operating expenses:</b>		
Interest expenses	77	81
Foreign exchange losses	—	182
Other	31	19
<b>Total non-operating expenses</b>	109	283
<b>Ordinary income</b>	2,590	4,478
<b>Extraordinary income:</b>		
Gain on sales of investment securities	0	88
Other	0	1
<b>Total extraordinary income</b>	0	90
<b>Extraordinary losses:</b>		
Loss on retirement of non-current assets	17	124
Other	22	8
<b>Total extraordinary losses</b>	39	133
<b>Income before income taxes and minority interests</b>	2,551	4,435
<b>Income taxes - current</b>	155	434
<b>Income taxes - deferred</b>	(3)	(9)
<b>Total income taxes</b>	151	425
<b>Profit</b>	2,399	4,009
<b>Profit attributable to owners of parent</b>	2,399	4,009

## Consolidated Statements of Comprehensive Income

(Six-month Period Ended September 30)

(Millions of yen)

	2Q / FY2015 April 1, 2014 through September 30, 2014	2Q / FY2016 April 1, 2015 through September 30, 2015
<b>Profit</b>	2,399	4,009
<b>Other comprehensive income:</b>		
Valuation difference on available-for-sale securities	2,093	(1,989)
Remeasurements of defined benefit plans, net of tax	60	(154)
Total other comprehensive income	2,153	(2,144)
<b>Comprehensive income</b>	4,553	1,865
<b>Comprehensive income attributable to:</b>		
Comprehensive income attributable to owners of parent	4,553	1,865
Comprehensive income attributable to non-controlling interests	—	—

## Consolidated Statements of Cash Flows

### (Six-month Period Ended September 30)

(Millions of yen)

	2Q / FY2015 April 1, 2014 through September 30, 2014	2Q / FY2016 April 1, 2015 through September 30, 2015
<b>Cash flows from operating activities:</b>		
Income before income taxes and minority interests	2,551	4,435
Depreciation	412	420
Loss on retirement of non-current assets	17	124
Increase (decrease) in allowance for doubtful accounts	(456)	(233)
Decrease (increase) in net defined benefit asset	(563)	(173)
Increase (decrease) in provision for loss on construction contracts	723	(591)
Interest and dividend income	(611)	(654)
Interest expenses	77	81
Loss (gain) on sales of short-term and long-term investment securities	(0)	(88)
Decrease (increase) in notes and accounts receivable - trade	24,613	18,672
Decrease (increase) in costs on uncompleted construction contracts	(1,977)	75
Decrease (increase) in other inventories	(511)	(422)
Increase (decrease) in notes and accounts payable - trade	(8,597)	(9,242)
Increase (decrease) in advances received on uncompleted construction contracts	(40)	4,140
Other, net	(2,956)	834
Subtotal	12,682	17,378
Interest and dividend income received	610	653
Interest expenses paid	(77)	(81)
Income taxes (paid) refund	(315)	(548)
Net cash provided by (used in) operating activities	12,899	17,401

(Millions of yen)

	<b>2Q / FY2015</b>	<b>2Q / FY2016</b>
	April 1, 2014 through September 30, 2014	April 1, 2015 through September 30, 2015
<b>Cash flows from investing activities:</b>		
Net decrease (increase) in time deposits	(150)	(1,000)
Purchase of short-term and long-term investment securities	(1,022)	(15)
Proceeds from sales and redemption of short-term and long-term investment securities	1,422	261
Purchase of property, plant and equipment and intangible assets	(450)	(1,054)
Proceeds from sales of property, plant and equipment and intangible assets	0	4
Payments of loans receivable	(1,099)	(18)
Collection of loans receivable	423	40
Other, net	84	(117)
Net cash provided by (used in) investing activities	(790)	(1,899)
<b>Cash flows from financing activities:</b>		
Net increase (decrease) in short-term loans payable	1,338	(5,520)
Proceeds from long-term loans payable	—	1,100
Repayments of long-term loans payable	(21)	(5)
Purchase of treasury shares	(18)	(40)
Proceeds from sales of treasury shares	0	1
Cash dividends paid	(1,778)	(2,382)
Other, net	(19)	(19)
Net cash provided by (used in) financing activities	(499)	(6,866)
<b>Effect of exchange rate change on cash and cash equivalents</b>	<b>10</b>	<b>(35)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>11,620</b>	<b>8,600</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>26,245</b>	<b>27,727</b>
<b>Cash and cash equivalents at end of period</b>	<b>37,865</b>	<b>36,328</b>

## Breakdown of Orders (Non-consolidated)

(Millions of yen)

			2Q / FY2015 April 1, 2014 through September 30, 2014			2Q / FY2016 April 1, 2015 through September 30, 2015			Change Increase (Decrease)	% Change Increase (Decrease)	
				%	%		%	%	%		
Construction orders awarded	Civil engineering	Domestic public sector	17,113	64.4	40.1	25,780	72.1	36.2	8,666	50.6	
		Domestic private sector	9,192	34.6		9,299	26.0		106	1.2	
		Overseas	260	1.0		688	1.9		427	164.0	
		Subtotal	26,567	100		35,768	100		9,200	34.6	
	Architectural construction	Domestic public sector	8,268	20.8	59.9	18,761	29.7	63.8	10,492	126.9	
		Domestic private sector	31,479	79.2		44,403	70.3		12,923	41.1	
		Overseas	—	—		—	—		—	—	
		Subtotal	39,748	100		63,164	100		23,416	58.9	
	Total	Domestic public sector	25,382	38.3	100	44,541	45.0	100	19,159	75.5	
		Domestic private sector	40,672	61.3		53,702	54.3		13,030	32.0	
		Overseas	260	0.4		688	0.7		427	164.0	
		Total	66,315	100		98,932	100		32,617	49.2	
Net sales	Projects completed	Civil engineering	Domestic public sector	29,671	77.2	[44.0]	29,074	77.1	[42.9]	(596)	(2.0)
			Domestic private sector	7,202	18.8	42.8	8,358	22.2	41.3	1,156	16.1
			Overseas	1,540	4.0		281	0.7		(1,258)	(81.7)
			Subtotal	38,413	100		37,715	100		(698)	(1.8)
	Architectural construction	Domestic public sector	18,933	38.8	[56.0]		15,233	30.3		[57.1]	(3,700)
		Domestic private sector	29,624	60.6	54.4	34,565	68.9	55.0	4,941	16.7	
		Overseas	308	0.6		388	0.8		80	26.0	
		Subtotal	48,866	100		50,187	100		1,321	2.7	
	Subtotal	Domestic public sector	48,605	55.7		[100]	44,308		50.4	[100]	(4,297)
		Domestic private sector	36,826	42.2	97.2	42,924	48.8	96.3	6,098	16.6	
		Overseas	1,848	2.1		670	0.8		(1,177)	(63.7)	
		Subtotal	87,279	100		87,902	100		623	0.7	
	Real estate business and other			2,469		2.8	3,347		3.7	878	35.6
	Total			89,749	100	91,250	100	1,501	1.7		
Period-end backlog	Civil engineering	Domestic public sector	77,097	83.7	45.9	80,918	78.5	43.7	3,820	5.0	
		Domestic private sector	14,513	15.8		21,701	21.1		7,187	49.5	
		Overseas	481	0.5		432	0.4		(49)	(10.2)	
		Subtotal	92,092	100		103,052	100		10,959	11.9	
	Architectural construction	Domestic public sector	54,234	49.9	54.1	62,472	47.1	56.3	8,237	15.2	
		Domestic private sector	53,502	49.3		70,040	52.8		16,538	30.9	
		Overseas	837	0.8		172	0.1		(664)	(79.4)	
		Subtotal	108,573	100		132,685	100		24,111	22.2	
	Total	Domestic public sector	131,331	65.4	100	143,390	60.8	100	12,058	9.2	
		Domestic private sector	68,015	33.9		91,742	38.9		23,726	34.9	
		Overseas	1,319	0.7		605	0.3		(714)	(54.1)	
		Total	200,666	100		235,737	100		35,071	17.5	