

**Financial statements**  
**(1) Consolidated Balance Sheet**

(Millions of Yen)

	As of March 31, 2018	As of September 30, 2018
<b>Assets</b>		
Current assets		
Cash and deposits	39,913	31,819
Notes receivable, accounts receivable from completed construction contracts and other	42,509	32,341
Costs on uncompleted construction contracts	924	1,076
Other inventories	48	49
Accounts receivable - other	3,481	2,605
Other	411	386
Allowance for doubtful accounts	△38	△13
Total current assets	87,250	68,264
Non-current assets		
Property, plant and equipment	4,788	4,964
Intangible assets	471	557
Investments and other assets		
Investment securities	9,167	9,940
Other	2,372	1,794
Allowance for doubtful accounts	△681	△681
Total investments and other assets	10,858	11,053
Total non-current assets	16,118	16,575
Total assets	103,369	84,839
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	30,146	15,805
Short-term loans payable	5,452	3,451
Accounts payable - other	3,015	683
Income taxes payable	1,150	286
Advances received on uncompleted construction contracts	8,465	10,374
Provision for warranties for completed construction	532	587
Provision for loss on construction contracts	56	3
Other	6,850	5,193
Total current liabilities	55,670	36,384
Non-current liabilities		
Long-term loans payable	7,954	8,438
Net defined benefit liability	4,319	4,430
Other	200	103
Total non-current liabilities	12,474	12,972
Total liabilities	68,145	49,357
<b>Net assets</b>		
Shareholders' equity		
Capital stock	9,614	9,614
Capital surplus	2,166	2,166
Retained earnings	20,777	20,449
Treasury shares	△145	△146
Total shareholders' equity	32,413	32,084
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,070	3,653
Remeasurements of defined benefit plans	△376	△366
Total accumulated other comprehensive income	2,694	3,286
Non-controlling interests	115	111
Total net assets	35,223	35,482
Total liabilities and net assets	103,369	84,839

**(2) Consolidated Statement of Income**

(Millions of Yen)

	Previous Second Quarter (From April 1,2017 to September 30,2017)	Current Second Quarter (From April 1,2018 to September 30,2018)
Net sales		
Net sales of completed construction contracts	64,853	54,376
Sales on other business	584	527
Total net sales	65,437	54,904
Cost of sales		
Cost of sales of completed construction contracts	58,096	49,184
Cost of sales on other business	428	402
Total cost of sales	58,525	49,587
Gross profit		
Gross profit on completed construction contracts	6,757	5,192
Gross profit - other business	155	124
Gross profit	6,912	5,316
Selling, general and administrative expenses	3,315	3,790
Operating profit	3,596	1,526
Non-operating income		
Interest income	52	44
Dividend income	70	75
Foreign exchange gains	16	41
Share of profit of entities accounted for using equity method	10	10
Other	13	5
Total non-operating income	162	177
Non-operating expenses		
Interest expenses	122	100
Guarantee commission	21	28
Commission fee	78	78
Other	1	2
Total non-operating expenses	224	209
Ordinary profit	3,534	1,494
Extraordinary income		
Gain on sales of non-current assets	0	—
Gain on withdrawal of membership	0	—
Other	0	0
Total extraordinary income	1	0
Extraordinary losses		
Loss on sales and retirement of non-current assets	1	0
Impairment loss	23	—
Total extraordinary losses	24	0
Profit before income taxes	3,511	1,494
Income taxes - current	373	176
Income taxes - deferred	753	309
Total income taxes	1,127	486
Profit	2,384	1,008
Profit (loss) attributable to non-controlling interests	4	△4
Profit attributable to owners of parent	2,380	1,012

**(3) Consolidated Statement of Comprehensive Income**

(Millions of Yen)

	Previous Second Quarter (From April 1,2017 to September 30,2017)	Current Second Quarter (From April 1,2018 to September 30,2018)
Profit	2,384	1,008
Other comprehensive income		
Valuation difference on available-for-sale securities	231	582
Remeasurements of defined benefit plans, net of tax	190	9
Total other comprehensive income	421	592
Comprehensive income	2,806	1,600
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,801	1,604
Comprehensive income attributable to non-controlling interests	4	△4

**(4) Consolidated Statements of Cash Flows**

(Millions of Yen)

	Previous Second Quarter (From April 1,2017 to September 30,2017)	Current Second Quarter (From April 1,2018 to September 30,2018)
Cash flows from operating activities		
Profit before income taxes	3,511	1,494
Depreciation	192	215
Impairment loss	23	—
Increase (decrease) in allowance for doubtful accounts	△10	△25
Increase (decrease) in provision for loss on construction contracts	△122	△53
Increase (decrease) in net defined benefit liability	294	124
Interest and dividend income	△122	△120
Interest expenses	122	100
Foreign exchange losses (gains)	△16	△41
Loss (gain) on sales of non-current assets	0	—
Decrease (increase) in notes and accounts receivable - trade	5,279	10,167
Decrease (increase) in costs on uncompleted construction contracts	857	△152
Decrease (increase) in inventories	76	△0
Decrease (increase) in accounts receivable - other	72	875
Increase (decrease) in notes and accounts payable - trade	△9,294	△14,341
Increase (decrease) in accounts payable - other	△6,977	△2,356
Increase (decrease) in advances received on uncompleted construction contracts	2,428	1,909
Other, net	704	△1,819
Subtotal	△2,980	△4,021
Interest and dividend income received	119	117
Interest expenses paid	△142	△112
Income taxes paid	△520	△893
Net cash provided by (used in) operating activities	△3,524	△4,910
Cash flows from investing activities		
Purchase of property, plant and equipment	△413	△433
Proceeds from sales of property, plant and equipment	0	—
Purchase of intangible assets	△63	△148
Purchase of investment securities	△4	△4
Proceeds from sales of investment securities	—	80
Collection of loans receivable	8	8
Payments for guarantee deposits	△4	△3
Proceeds from collection of guarantee deposits	10	2
Other, net	1	—
Net cash provided by (used in) investing activities	△465	△499
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	△1,076	△718
Net increase or decrease in long term loan	△890	△799
Net decrease (increase) in treasury shares	△1	△1
Cash dividends paid	△752	△1,207
Net cash provided by (used in) financing activities	△2,720	△2,725
Effect of exchange rate change on cash and cash equivalents	16	41
Net increase (decrease) in cash and cash equivalents	△6,694	△8,094
Cash and cash equivalents at beginning of period	39,720	39,913
Cash and cash equivalents at end of period	33,026	31,819