

Financial statements
(1) Consolidated Balance Sheet

(Millions of Yen)

	As of March 31,2018	As of December 31,2018
Assets		
Current assets		
Cash and deposits	39,913	23,954
Notes receivable, accounts receivable from completed construction contracts and other	42,509	38,570
Costs on uncompleted construction contracts	924	2,700
Other inventories	48	42
Accounts receivable - other	3,481	1,768
Other	411	940
Allowance for doubtful accounts	△38	△15
Total current assets	<u>87,250</u>	<u>67,959</u>
Non-current assets		
Property, plant and equipment	4,788	5,179
Intangible assets	471	828
Investments and other assets		
Investment securities	9,167	9,337
Other	2,372	1,909
Allowance for doubtful accounts	△681	△681
Total investments and other assets	<u>10,858</u>	<u>10,566</u>
Total non-current assets	<u>16,118</u>	<u>16,573</u>
Total assets	<u>103,369</u>	<u>84,533</u>
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	30,146	16,822
Short-term loans payable	5,452	3,434
Accounts payable - other	3,015	1,016
Income taxes payable	1,150	404
Advances received on uncompleted construction contracts	8,465	9,525
Provision for warranties for completed construction	532	544
Provision for loss on construction contracts	56	24
Other	6,850	4,716
Total current liabilities	<u>55,670</u>	<u>36,488</u>
Non-current liabilities		
Long-term loans payable	7,954	8,357
Net defined benefit liability	4,319	4,363
Other	200	138
Total non-current liabilities	<u>12,474</u>	<u>12,860</u>
Total liabilities	<u>68,145</u>	<u>49,349</u>
Net assets		
Shareholders' equity		
Capital stock	9,614	9,614
Capital surplus	2,166	2,166
Retained earnings	20,777	21,275
Treasury shares	△145	△957
Total shareholders' equity	<u>32,413</u>	<u>32,100</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,070	3,211
Foreign currency translation adjustment	—	△7
Remeasurements of defined benefit plans	△376	△308
Total accumulated other comprehensive income	<u>2,694</u>	<u>2,895</u>
Non-controlling interests	115	188
Total net assets	<u>35,223</u>	<u>35,183</u>
Total liabilities and net assets	<u>103,369</u>	<u>84,533</u>

(2) Consolidated Statement of Income

(Millions of Yen)

	Previous Third Quarter (From April 1,2017 to December 31,2017)	Current Third Quarter (From April 1,2018 to December 31,2018)
Net sales		
Net sales of completed construction contracts	103,122	84,814
Sales on other business	824	772
Total net sales	<u>103,947</u>	<u>85,586</u>
Cost of sales		
Cost of sales of completed construction contracts	92,027	76,811
Cost of sales on other business	614	601
Total cost of sales	<u>92,642</u>	<u>77,413</u>
Gross profit		
Gross profit on completed construction contracts	11,095	8,003
Gross profit - other business	209	170
Gross profit	<u>11,305</u>	<u>8,173</u>
Selling, general and administrative expenses	<u>5,090</u>	<u>5,595</u>
Operating profit	<u>6,214</u>	<u>2,577</u>
Non-operating income		
Interest income	79	62
Dividend income	112	124
Foreign exchange gains	19	30
Share of profit of entities accounted for using equity method	12	11
Other	17	11
Total non-operating income	<u>241</u>	<u>240</u>
Non-operating expenses		
Interest expenses	179	146
Guarantee commission	29	35
Commission fee	92	96
Other	2	2
Total non-operating expenses	<u>304</u>	<u>280</u>
Ordinary profit	<u>6,152</u>	<u>2,537</u>
Extraordinary income		
Gain on sales of non-current assets	0	—
Gain on sales of investment securities	—	138
Gain on withdrawal of membership	0	—
Other	0	0
Total extraordinary income	<u>1</u>	<u>138</u>
Extraordinary losses		
Loss on sales and retirement of non-current assets	1	0
Impairment loss	23	—
Total extraordinary losses	<u>24</u>	<u>0</u>
Profit before income taxes	<u>6,129</u>	<u>2,675</u>
Income taxes - current	798	498
Income taxes - deferred	1,188	345
Total income taxes	<u>1,986</u>	<u>844</u>
Profit	<u>4,142</u>	<u>1,831</u>
Profit (loss) attributable to non-controlling interests	5	△6
Profit attributable to owners of parent	<u>4,137</u>	<u>1,838</u>

(3) Consolidated Statement of Comprehensive Income

(Millions of Yen)

	Previous Third Quarter (From April 1, 2017 to December 31, 2017)	Current Third Quarter (From April 1, 2018 to December 31, 2018)
Profit	4,142	1,831
Other comprehensive income		
Valuation difference on available-for-sale securities	558	141
Foreign currency translation adjustment	—	△7
Remeasurements of defined benefit plans, net of tax	292	67
Total other comprehensive income	<u>851</u>	<u>200</u>
Comprehensive income	<u>4,993</u>	<u>2,032</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,988	2,039
Comprehensive income attributable to non-controlling interests	5	△6