

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

(Millions of Yen)

	As of March 31,2019	As of December 31,2019
<b>Assets</b>		
Current assets		
Cash and deposits	23,545	25,548
Notes receivable, accounts receivable from completed construction contracts and other	54,271	52,208
Costs on construction contracts in progress	1,942	2,269
Other inventories	49	45
Accounts receivable - other	4,877	2,897
Other	259	889
Allowance for doubtful accounts	△21	△19
Total current assets	<u>84,924</u>	<u>83,840</u>
Non-current assets		
Property, plant and equipment	5,333	5,092
Intangible assets	886	1,111
Investments and other assets		
Investment securities	9,442	9,718
Other	2,093	1,688
Allowance for doubtful accounts	△681	△677
Total investments and other assets	<u>10,855</u>	<u>10,728</u>
Total non-current assets	<u>17,075</u>	<u>16,933</u>
Total assets	<u>102,000</u>	<u>100,773</u>
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	30,125	28,179
Short-term borrowings	2,790	1,805
Accounts payable - other	2,028	339
Income taxes payable	1,790	602
Advances received on construction contracts in progress	6,903	7,662
Provision for warranties for completed construction	501	646
Provision for loss on construction contracts	4	132
Other	7,002	7,891
Total current liabilities	<u>51,147</u>	<u>47,259</u>
Non-current liabilities		
Bonds payable	650	1,640
Long-term borrowings	8,253	8,000
Retirement benefit liability	4,342	3,982
Other	139	130
Total non-current liabilities	<u>13,386</u>	<u>13,753</u>
Total liabilities	<u>64,533</u>	<u>61,012</u>
<b>Net assets</b>		
Shareholders' equity		
Share capital	9,614	9,614
Capital surplus	2,166	2,165
Retained earnings	23,616	24,551
Treasury shares	△1,149	△52
Total shareholders' equity	<u>34,248</u>	<u>36,279</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,334	3,517
Foreign currency translation adjustment	△7	△26
Remeasurements of defined benefit plans	△293	△193
Total accumulated other comprehensive income	<u>3,032</u>	<u>3,297</u>
Non-controlling interests	185	183
Total net assets	<u>37,466</u>	<u>39,760</u>
<b>Total liabilities and net assets</b>	<u>102,000</u>	<u>100,773</u>

**(2) Consolidated Statement of Income**

(Millions of Yen)

	Previous Third Quarter (From April 1,2018 to December 31,2018)	Current Third Quarter (From April 1,2019 to December 31,2019)
Net sales		
Net sales of completed construction contracts	84,814	103,157
Sales in other businesses	772	844
Total net sales	<u>85,586</u>	<u>104,002</u>
Cost of sales		
Cost of sales of completed construction contracts	76,811	92,630
Cost of sales in other businesses	601	653
Total cost of sales	<u>77,413</u>	<u>93,284</u>
Gross profit		
Gross profit on completed construction contracts	8,003	10,527
Gross profit - other business	170	190
Gross profit	<u>8,173</u>	<u>10,718</u>
Selling, general and administrative expenses	<u>5,595</u>	<u>5,721</u>
Operating profit	<u>2,577</u>	<u>4,996</u>
Non-operating income		
Interest income	62	34
Dividend income	124	130
Foreign exchange gains	30	—
Share of profit of entities accounted for using equity method	11	2
Outsourcing service income	—	42
Other	11	30
Total non-operating income	<u>240</u>	<u>239</u>
Non-operating expenses		
Interest expenses	146	91
Foreign exchange losses	—	25
Commission expenses	96	144
Guarantee commission	35	39
Other	2	22
Total non-operating expenses	<u>280</u>	<u>323</u>
Ordinary profit	<u>2,537</u>	<u>4,912</u>
Extraordinary income		
Gain on sales of non-current assets	—	8
Gain on sales of investment securities	138	—
Gain on withdrawal of membership	—	1
Other	0	0
Total extraordinary income	<u>138</u>	<u>10</u>
Extraordinary losses		
Loss on sales of non-current assets	—	0
Loss on retirement of non-current assets	0	4
Total extraordinary losses	<u>0</u>	<u>4</u>
Profit before income taxes	<u>2,675</u>	<u>4,918</u>
Income taxes - current	498	1,319
Income taxes - deferred	345	314
Total income taxes	<u>844</u>	<u>1,634</u>
Profit	<u>1,831</u>	<u>3,283</u>
Profit (loss) attributable to non-controlling interests	<u>△6</u>	<u>8</u>
Profit attributable to owners of parent	<u>1,838</u>	<u>3,275</u>

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

(Millions of Yen)

	Previous Third Quarter (From April 1,2018 to December 31,2018)	Current Third Quarter (From April 1,2019 to December 31,2019)
Profit	1,831	3,283
Other comprehensive income		
Valuation difference on available-for-sale securities	141	183
Foreign currency translation adjustment	△7	△18
Remeasurements of defined benefit plans, net of tax	67	100
Total other comprehensive income	<u>200</u>	<u>264</u>
Comprehensive income	<u>2,032</u>	<u>3,548</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,039	3,543
Comprehensive income attributable to non-controlling interests	△6	5