

Financial statements
(1)Consolidated Balance Sheet

(Millions of Yen)

	As of March 31,2020	As of June 30,2020
Assets		
Current assets		
Cash and deposits	29,777	22,454
Notes receivable, accounts receivable from completed construction contracts and other	52,092	42,642
Costs on construction contracts in progress	2,066	2,632
Other inventories	69	57
Accounts receivable - other	3,111	2,714
Other	252	759
Allowance for doubtful accounts	△59	△55
Total current assets	<u>87,310</u>	<u>71,205</u>
Non-current assets		
Property, plant and equipment	4,896	4,882
Intangible assets	1,174	1,167
Investments and other assets		
Investment securities	7,736	7,770
Other	2,579	2,563
Allowance for doubtful accounts	△652	△652
Total investments and other assets	<u>9,662</u>	<u>9,681</u>
Total non-current assets	<u>15,734</u>	<u>15,731</u>
Total assets	<u>103,044</u>	<u>86,936</u>
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	26,988	11,092
Short-term borrowings	1,807	1,807
Accounts payable - other	548	2,146
Income taxes payable	1,524	94
Advances received on construction contracts in progress	9,138	12,453
Provision for warranties for completed construction	590	563
Provision for loss on construction contracts	214	160
Other	9,128	7,185
Total current liabilities	<u>49,940</u>	<u>35,505</u>
Non-current liabilities		
Bonds payable	1,640	1,640
Long-term borrowings	7,916	7,828
Retirement benefit liability	4,125	4,147
Other	109	105
Total non-current liabilities	<u>13,790</u>	<u>13,721</u>
Total liabilities	<u>63,731</u>	<u>49,226</u>
Net assets		
Shareholders' equity		
Share capital	9,614	9,614
Capital surplus	2,165	2,165
Retained earnings	25,576	24,000
Treasury shares	△60	△60
Total shareholders' equity	<u>37,297</u>	<u>35,720</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,196	2,236
Foreign currency translation adjustment	△7	△36
Remeasurements of defined benefit plans	△361	△396
Total accumulated other comprehensive income	<u>1,828</u>	<u>1,803</u>
Non-controlling interests	188	186
Total net assets	<u>39,313</u>	<u>37,710</u>
Total liabilities and net assets	<u>103,044</u>	<u>86,936</u>

(2) Consolidated Statement of Income

(Millions of Yen)

	Previous First Quarter (From April 1,2019 to June 30,2019)	Current First Quarter (From April 1,2020 to June 30,2020)
Net sales		
Net sales of completed construction contracts	32,051	27,458
Sales in other businesses	292	273
Total net sales	<u>32,343</u>	<u>27,731</u>
Cost of sales		
Cost of sales of completed construction contracts	29,029	25,280
Cost of sales in other businesses	224	144
Total cost of sales	<u>29,254</u>	<u>25,425</u>
Gross profit		
Gross profit on completed construction contracts	3,021	2,177
Gross profit - other business	67	129
Gross profit	<u>3,089</u>	<u>2,306</u>
Selling, general and administrative expenses	<u>1,928</u>	<u>2,046</u>
Operating profit	<u>1,161</u>	<u>260</u>
Non-operating income		
Interest income	12	8
Dividend income	62	60
Share of profit of entities accounted for using equity method	0	1
Outsourcing service income	42	—
Other	20	5
Total non-operating income	<u>138</u>	<u>75</u>
Non-operating expenses		
Interest expenses	32	27
Foreign exchange losses	32	10
Commission expenses	13	13
Guarantee commission	14	13
Other	2	0
Total non-operating expenses	<u>96</u>	<u>65</u>
Ordinary profit	<u>1,204</u>	<u>270</u>
Extraordinary income		
Other	0	0
Total extraordinary income	<u>0</u>	<u>0</u>
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Loss on valuation of investment securities	—	20
Total extraordinary losses	<u>0</u>	<u>21</u>
Profit before income taxes	<u>1,204</u>	<u>249</u>
Income taxes - current	141	40
Income taxes - deferred	271	42
Total income taxes	<u>413</u>	<u>82</u>
Profit	<u>790</u>	<u>167</u>
Profit attributable to non-controlling interests	1	3
Profit attributable to owners of parent	<u>789</u>	<u>164</u>

(3) Consolidated Statement of Comprehensive Income

(Millions of Yen)

	Previous First Quarter (From April 1,2019 to June 30,2019)	Current First Quarter (From April 1,2020 to June 30,2020)
Profit	790	167
Other comprehensive income		
Valuation difference on available-for-sale securities	Δ247	40
Foreign currency translation adjustment	5	Δ29
Remeasurements of defined benefit plans, net of tax	109	Δ35
Total other comprehensive income	<u>Δ131</u>	<u>Δ24</u>
Comprehensive income	<u>658</u>	<u>142</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	656	144
Comprehensive income attributable to non-controlling interests	2	Δ1