

Financial statements
(1) Consolidated Balance Sheet

(Millions of Yen)

	As of March 31,2021	As of December 31,2021
Assets		
Current assets		
Cash and deposits	15,760	11,186
Notes receivable, accounts receivable from completed construction contracts and other	51,360	—
Notes receivable,accounts receivable from completed construction contracts and other,contract assets	—	52,295
Costs on construction contracts in progress	2,046	2,579
Other inventories	48	47
Accounts receivable - other	7,113	1,486
Other	253	1,181
Allowance for doubtful accounts	△22	△26
Total current assets	<u>76,560</u>	<u>68,750</u>
Non-current assets		
Property, plant and equipment	5,018	5,729
Intangible assets	1,352	1,230
Investments and other assets		
Investment securities	6,395	5,478
Retirement benefit asset	1,022	1,279
Other	2,516	2,512
Allowance for doubtful accounts	△691	△691
Total investments and other assets	<u>9,243</u>	<u>8,578</u>
Total non-current assets	<u>15,615</u>	<u>15,538</u>
Total assets	<u>92,176</u>	<u>84,289</u>
Liabilities		
Current liabilities		
Accounts payable for construction contracts	15,422	13,540
Short-term borrowings	1,806	1,804
Accounts payable - other	634	711
Income taxes payable	1,859	538
Advances received on construction contracts in progress	7,783	—
Contract liabilities	—	4,226
Provision for warranties for completed construction	543	534
Provision for loss on construction contracts	118	102
Other	8,475	8,344
Total current liabilities	<u>36,644</u>	<u>29,804</u>
Non-current liabilities		
Bonds payable	1,640	1,640
Long-term borrowings	7,579	7,320
Retirement benefit liability	4,505	4,473
Other	96	166
Total non-current liabilities	<u>13,821</u>	<u>13,600</u>
Total liabilities	<u>50,465</u>	<u>43,405</u>
Net assets		
Shareholders' equity		
Share capital	9,614	9,614
Capital surplus	2,165	2,170
Retained earnings	27,974	27,728
Treasury shares	△66	△26
Total shareholders' equity	<u>39,688</u>	<u>39,487</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,959	1,303
Foreign currency translation adjustment	△26	△2
Remeasurements of defined benefit plans	△112	△130
Total accumulated other comprehensive income	<u>1,820</u>	<u>1,170</u>
Non-controlling interests	<u>202</u>	<u>226</u>
Total net assets	<u>41,710</u>	<u>40,884</u>
Total liabilities and net assets	<u>92,176</u>	<u>84,289</u>

(2)Consolidated Statement of Income

(Millions of Yen)

	Previous Third Quarter (From April 1,2020 to December 31,2020)	Current Third Quarter (From April 1,2021 to December 31,2021)
Net sales		
Net sales of completed construction contracts	97,579	95,455
Sales in other businesses	821	771
Total net sales	<u>98,400</u>	<u>96,226</u>
Cost of sales		
Cost of sales of completed construction contracts	87,866	86,433
Cost of sales in other businesses	535	555
Total cost of sales	<u>88,402</u>	<u>86,989</u>
Gross profit		
Gross profit on completed construction contracts	9,712	9,021
Gross profit - other business	285	215
Total gross profit	<u>9,998</u>	<u>9,237</u>
Selling, general and administrative expenses	<u>6,134</u>	<u>6,424</u>
Operating profit	<u>3,864</u>	<u>2,812</u>
Non-operating income		
Interest income	25	18
Dividend income	111	76
Foreign exchange gains	—	51
Share of profit of entities accounted for using equity method	4	0
Subsidy income	60	35
Other	11	26
Total non-operating income	<u>213</u>	<u>208</u>
Non-operating expenses		
Interest expenses	80	77
Foreign exchange losses	48	—
Commission expenses	92	92
Guarantee commission	31	39
Other	3	3
Total non-operating expenses	<u>256</u>	<u>213</u>
Ordinary profit	<u>3,820</u>	<u>2,807</u>
Extraordinary income		
Gain on sale of non-current assets	4	0
Gain on sale of investment securities	941	—
Gain on withdrawal of membership	0	0
Other	0	0
Total extraordinary income	<u>946</u>	<u>1</u>
Extraordinary losses		
Loss on sale of non-current assets	8	2
Impairment losses	87	—
Loss on retirement of non-current assets	86	13
Loss on sale of investment securities	20	—
Loss on valuation of investment securities	72	—
Total extraordinary losses	<u>276</u>	<u>15</u>
Profit before income taxes	<u>4,491</u>	<u>2,794</u>
Income taxes - current	1,017	537
Income taxes - deferred	468	409
Total income taxes	<u>1,486</u>	<u>947</u>
Profit	<u>3,004</u>	<u>1,846</u>
Profit attributable to non-controlling interests	<u>7</u>	<u>19</u>
Profit attributable to owners of parent	<u>2,996</u>	<u>1,827</u>

(3) Consolidated Statement of Comprehensive Income

(Millions of Yen)

	Previous Third Quarter (From April 1,2020 to December 31,2020)	Current Third Quarter (From April 1,2021 to December 31,2021)
Profit	3,004	1,846
Other comprehensive income		
Valuation difference on available-for-sale securities	△501	△655
Foreign currency translation adjustment	△23	23
Remeasurements of defined benefit plans, net of tax	34	△18
Total other comprehensive income	<u>△490</u>	<u>△649</u>
Comprehensive income	<u>2,514</u>	<u>1,196</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,510	1,173
Comprehensive income attributable to non-controlling interests	3	23