

Non-Consolidated Financial Statement

Non-Consolidated Five-Year Summary

Penta-Ocean Construction Co., Ltd.

Fiscal year ended March 31

	Millions of yen					Thousands of U.S. dollars
	2009	2010	2011	2012	2013	2013
Orders received	¥317,829	¥257,950	¥276,936	¥299,133	¥281,428	\$2,992,324
Civil engineering	194,839	167,275	127,903	156,294	131,883	1,402,265
Architectural construction	121,212	89,780	147,479	140,219	148,423	1,578,129
Development business and other	1,778	895	1,554	2,620	1,122	11,930
Net sales	366,553	297,438	279,374	308,576	329,510	3,503,562
Civil engineering	201,705	185,758	164,706	158,503	179,012	1,903,371
Architectural construction	163,653	110,497	113,026	147,452	149,210	1,586,496
Development business and other	1,195	1,183	1,642	2,621	1,288	13,695
Contract backlog	406,042	366,094	360,558	349,956	315,084	3,350,176
Civil engineering	262,343	243,919	204,470	201,590	163,471	1,738,129
Architectural construction	143,116	121,881	155,881	148,160	151,574	1,611,632
Development business and other	583	294	207	206	39	415
Total assets	308,078	274,733	268,403	293,775	282,616	3,004,955
Net assets	47,339	50,043	55,860	58,271	61,317	651,962
Ordinary income	7,081	7,849	6,778	7,599	6,385	67,889
Income before income taxes	66	2,518	4,649	6,499	5,100	54,226
Net income (loss)	(3,116)	2,228	1,924	2,083	2,320	24,668
Cash dividends	—	491	572	572	572	6,082
Per share of common stock:						
	Yen					U.S. dollars
Net assets	¥192.69	¥203.70	¥195.37	¥203.81	¥214.46	\$2.28
Net income (loss)	(12.68)	9.07	7.56	7.29	8.12	0.09
Cash dividends	—	2.00	2.00	2.00	2.00	0.02
Number of employees	2,731	2,674	2,390	2,391	2,386	

Note: Figures in U.S. dollars are converted for convenience only, at the rate of ¥94.05 per U.S.\$1, prevailing on March 31, 2013.

Non-Consolidated Balance Sheet

Penta-Ocean Construction Co., Ltd.

As of March 31

	Millions of yen		Thousands of U.S. dollars
	2012	2013	2013
Current assets:			
Cash and deposits	¥ 57,112	¥ 43,420	\$ 461,669
Trade receivables:			
Notes	9,774	2,042	21,712
Accounts	111,415	115,211	1,224,997
Subsidiaries and affiliates	3,793	8,005	85,114
Inventories:			
Costs on uncompleted construction contracts	10,518	8,163	86,794
Real estate for sale and development projects in progress	10,435	9,079	96,534
Raw materials and supplies	1,043	725	7,709
Deferred tax assets	3,682	2,995	31,845
Other	1,651	2,103	22,360
Allowance for doubtful accounts	(1,203)	(848)	(9,016)
Total current assets	208,220	190,895	2,029,718
Property, plant and equipment:			
Land	42,012	41,167	437,714
Buildings and structures	29,410	29,718	315,981
Machinery, equipment and vehicles	13,134	13,639	145,019
Dredgers and vessels	23,946	25,681	273,057
Construction in progress	5,079	6,013	63,934
Other	150	249	2,647
Total property, plant and equipment	113,731	116,467	1,238,352
Less: Accumulated depreciation	(55,150)	(54,011)	(574,280)
Property, plant and equipment - net	58,581	62,456	664,072
Intangible assets:	581	1,076	11,441
Investments and other assets:			
Stock of and long-term loans receivable from subsidiaries and affiliates	5,999	7,591	80,713
Investment securities	10,607	12,987	138,087
Long-term loans receivable	125	113	1,201
Deferred tax assets	6,614	4,776	50,781
Other	8,927	8,882	94,439
Allowance for doubtful accounts	(5,879)	(6,160)	(65,497)
Total investments and other assets	26,393	28,189	299,724
Total assets	¥293,775	¥282,616	\$3,004,955

	Millions of yen		Thousands of U.S. dollars
	2012	2013	2013
Current liabilities:			
Short-term loans payable			
Bank	¥ 22,940	¥ 20,058	\$ 213,270
Current portion of long-term loans payable	20,742	17,887	190,186
Trade payable:			
Notes	21,928	20,427	217,193
Accounts	76,922	80,319	854,003
Subsidiaries and affiliates	8,091	10,384	110,409
Advance received on uncompleted construction contracts	24,733	16,703	177,597
Deposits received	10,192	10,258	109,070
Income taxes payable	988	996	10,590
Provision for loss on construction contracts	2,787	2,701	28,719
Provision for warranties for completed construction	640	701	7,453
Other provision	1,077	1,050	11,164
Other	2,098	1,909	20,298
Total current liabilities	193,138	183,393	1,949,952
Non-current liabilities:			
Bonds payable	10,000	10,000	106,327
Long-term loans payable	25,318	20,813	221,297
Provision for loss on litigation	350	400	4,253
Deferred tax liabilities for land revaluation	6,251	6,195	65,869
Other	447	498	5,295
Total non-current liabilities	42,366	37,906	403,041
Total liabilities	235,504	221,299	2,352,993
Net assets:			
Common stock	30,450	30,450	323,764
Authorized – 599,135,000 shares			
Issued shares – 286,013,910 shares in 2012 and 2013			
Capital surplus			
Legal capital surplus	12,380	12,380	131,632
Other capital surplus	6,007	6,007	63,870
Total capital surplus	18,387	18,387	195,502
Retained earnings			
Retained earnings brought forward	3,379	4,852	51,590
Total retained earnings	3,379	4,852	51,590
Less: Treasury stock	(23)	(24)	(255)
Valuation difference on available-for-sale securities	(107)	1,181	12,557
Deferred losses on hedges	(10)	(0)	(0)
Revaluation reserve for land	6,195	6,471	68,804
Total net assets	58,271	61,317	651,962
Total liabilities and net assets	¥293,775	¥282,616	\$3,004,955

Non-Consolidated Statement of Income

Penta-Ocean Construction Co., Ltd.

For the year ended March 31

	Millions of yen		Thousands of U.S. dollars
	2012	2013	2013
Construction business:			
Net sales	¥305,955	¥328,222	\$3,489,867
Cost of sales	283,100	307,115	3,265,444
Gross profit	22,855	21,107	224,423
Development business and other:			
Net sales	2,621	1,288	13,695
Cost of sales	2,882	2,041	21,701
Gross loss	(261)	(753)	(8,006)
Total:			
Total net sales	308,576	329,510	3,503,562
Total cost of sales	285,982	309,156	3,287,145
Total gross profit	22,594	20,354	216,417
Selling, general and administrative expenses	13,838	13,266	141,053
Operating income	8,756	7,088	75,364
Non-operating income:			
Interest and dividends income	268	237	2,520
Interest and dividends income from subsidiaries and affiliates	500	111	1,180
Reversal of allowance for doubtful accounts	24	430	4,572
Other	286	338	3,594
	1,078	1,116	11,866
Non-operating expenses:			
Interest expenses	1,821	1,490	15,843
Other	414	329	3,498
	2,235	1,819	19,341
Ordinary income	7,599	6,385	67,889
Extraordinary gain	368	178	1,893
Extraordinary loss	1,468	1,463	15,556
Income before income taxes	6,499	5,100	54,226
Income taxes:			
Current	1,234	871	9,261
Deferred	3,182	1,909	20,297
	4,416	2,780	29,558
Net income	¥ 2,083	¥ 2,320	\$ 24,668
Net income per share of common stock			
Basic	¥7.29	¥8.12	U.S. dollars \$0.09