



Non-Consolidated Financial Statements

Non-Consolidated Five-Year Summary

Penta-Ocean Construction Co., Ltd.
Fiscal years ended March 31

	Millions of yen					Thousands of U.S. dollars
	2013	2014	2015	2016	2017	2017
Orders received	¥281,428	¥449,146	¥722,341	¥443,182	¥465,939	\$4,153,126
Civil engineering	131,883	274,182	405,004	195,832	241,165	2,149,612
Building construction	148,423	172,482	311,453	244,240	222,656	1,984,630
Development business and other	1,122	2,482	5,884	3,110	2,118	18,884
Net sales	329,510	355,927	393,711	457,862	471,459	4,202,325
Civil engineering	179,012	191,384	216,009	235,976	251,329	2,240,208
Building construction	149,210	162,101	175,633	216,925	216,037	1,925,639
Development business and other	1,288	2,442	2,069	4,961	4,093	36,478
Contract backlog	315,084	416,885	762,370	719,343	707,213	6,303,711
Civil engineering	163,471	251,106	452,830	391,952	378,001	3,369,297
Building construction	151,574	165,701	305,647	325,349	329,144	2,933,808
Development business and other	39	78	3,893	2,042	68	606
Total assets	282,616	283,701	345,576	356,335	355,313	3,167,067
Net assets	61,317	65,578	69,795	74,456	87,156	776,857
Ordinary income	6,385	8,152	9,044	17,807	21,117	188,221
Profit before income taxes	5,100	7,526	7,611	12,615	20,431	182,107
Profit	2,320	3,276	4,520	6,855	13,423	119,649
Cash dividends	572	572	1,144	1,715	3,431	30,581
Per share of common stock:						
	Yen					U.S. dollars
Net assets	¥214.46	¥229.37	¥244.12	¥260.43	¥304.84	\$2.72
Profit	8.12	11.46	15.81	23.98	46.95	0.42
Cash dividends	2.00	2.00	4.00	6.00	12.00	0.11
Number of employees	2,386	2,390	2,441	2,522	2,572	

Note: Figures in U.S. dollars are converted for convenience only, at the rate of ¥112.19 per U.S.\$1, prevailing on March 31, 2017.

Non-Consolidated Balance Sheets

Penta-Ocean Construction Co., Ltd.
As of March 31

	Millions of yen		Thousands of U.S. dollars
	2016	2017	2017
Current assets:			
Cash and deposits	¥ 52,496	¥ 64,443	\$ 574,405
Trade receivables:			
Notes	12,635	7,857	70,032
Accounts	167,206	164,201	1,463,596
Subsidiaries and affiliates	9,545	5,126	45,687
Securities	32	—	—
Inventories:			
Costs on uncompleted construction contracts	11,824	10,022	89,333
Real estate for sale and development projects in progress	5,656	3,839	34,217
Raw materials and supplies	836	844	7,526
Deferred tax assets	2,569	2,484	22,143
Other	3,348	4,106	36,599
Allowance for doubtful accounts	(897)	(777)	(6,926)
Total current assets	265,250	262,145	2,336,612
Property, plant and equipment:			
Land	30,770	29,884	266,367
Buildings and structures	32,980	33,224	296,141
Machinery, equipment and vehicles	14,716	15,331	136,654
Dredgers and vessels	26,908	28,102	250,487
Construction in progress	440	4,223	37,640
Other	364	350	3,125
Total property, plant and equipment	106,178	111,114	990,414
Less: Accumulated depreciation	(55,602)	(57,755)	(514,805)
Property, plant and equipment — net	50,576	53,359	475,609
Intangible assets:	1,412	1,370	12,225
Investments and other assets:			
Stock of and long-term loans receivable from subsidiaries and affiliates	19,665	18,154	161,817
Investment securities	14,466	15,910	141,814
Long-term loans receivable	55	28	246
Deferred tax assets	719	253	2,253
Other	5,133	4,423	39,424
Allowance for doubtful accounts	(941)	(329)	(2,933)
Total investments and other assets	39,097	38,439	342,621
Total assets	¥356,335	¥355,313	\$3,167,067

	Millions of yen		Thousands of U.S. dollars
	2016	2017	2017
Current liabilities:			
Short-term loans payable			
Bank	¥ 22,009	¥14,578	\$129,941
Current portion of long-term loans payable and bonds payable	10,051	7,853	69,999
Trade payable:			
Notes	23,757	17,037	151,856
Accounts	93,466	85,353	760,787
Electronically recorded monetary payable	15,130	25,411	226,504
Subsidiaries and affiliates	7,347	6,765	60,300
Advance received on uncompleted construction contracts	25,634	28,617	255,080
Deposits received	24,373	28,968	258,204
Income taxes payable	5,788	5,273	46,996
Provision for loss on construction contracts	2,312	2,023	18,030
Provision for warranties for completed construction	1,450	1,552	13,831
Other provision	2,403	1,998	17,809
Other	2,875	2,359	21,032
Total current liabilities	236,595	227,787	2,030,369
Non-current liabilities:			
Bonds payable	20,000	20,000	178,269
Long-term loans payable	20,414	15,590	138,964
Provision for retirement benefits	601	787	7,019
Deferred tax liabilities for land revaluation	3,869	3,691	32,904
Other	400	302	2,685
Total non-current liabilities	45,284	40,370	359,841
Total liabilities	281,879	268,157	2,390,210
Net assets:			
Capital stock	30,450	30,450	271,414
Authorized — 599,135,000 shares			
Issued shares — 286,013,910 shares in 2016 and 2017			
Capital surplus			
Legal capital surplus	12,380	12,380	110,345
Other capital surplus	6,007	6,007	53,544
Total capital surplus	18,387	18,387	163,889
Retained earnings			
Retained earnings brought forward	19,022	31,113	277,330
Total retained earnings	19,022	31,113	277,330
Less: Treasury stock	(26)	(26)	(232)
Valuation difference on available-for-sale securities	2,299	3,242	28,893
Deferred gains or losses on hedges	21	69	617
Revaluation reserve for land	4,303	3,921	34,946
Total net assets	74,456	87,156	776,857
Total liabilities and net assets	¥356,335	¥355,313	\$3,167,067

Non-Consolidated Statement of Income

Penta-Ocean Construction Co., Ltd.
For the years ended March 31

	Millions of yen		Thousands of U.S. dollars
	2016	2017	2017
Construction business:			
Net sales	¥452,901	¥467,366	\$4,165,847
Cost of sales	420,331	431,149	3,843,026
Gross profit	32,570	36,217	322,821
Development business and other:			
Net sales	4,961	4,093	36,478
Cost of sales	5,406	3,403	30,328
Gross profit(loss)	(445)	690	6,150
Total:			
Total net sales	457,862	471,459	4,202,325
Total cost of sales	425,737	434,552	3,873,354
Total gross profit	32,125	36,907	328,971
Selling, general and administrative expenses	14,006	15,251	135,939
Operating income	18,119	21,656	193,032
Non-operating income:			
Interest and dividends income	293	606	5,400
Interest and dividends income from subsidiaries and affiliates	1,232	277	2,471
Other	469	381	3,396
	1,994	1,264	11,267
Non-operating expenses:			
Interest expenses	1,101	799	7,119
Foreign exchange losses	892	850	7,574
Other	313	154	1,385
	2,306	1,803	16,078
Ordinary income	17,807	21,117	188,221
Extraordinary income	264	103	921
Extraordinary losses	5,456	789	7,035
Profit before income taxes	12,615	20,431	182,107
Income taxes:			
Current	6,254	7,066	62,984
Deferred	(494)	(58)	(526)
Total income taxes	5,760	7,008	62,458
Profit	¥ 6,855	¥13,423	\$119,649
Profit per share of common stock			
	Yen		U.S. dollars
Basic	¥23.98	¥46.95	\$0.42