



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
	2015	2016	2017	2018	2019	2019
Orders received	¥722,341	¥443,182	¥465,939	¥668,572	¥501,360	\$4,517,163
Civil engineering	405,004	195,832	241,165	465,190	248,639	2,240,193
Building construction	311,453	244,240	222,656	202,728	251,723	2,267,983
Other	5,884	3,110	2,118	654	998	8,987
Net sales	393,711	457,862	471,459	499,165	512,193	4,614,766
Civil engineering	216,009	235,976	251,329	275,911	281,459	2,535,896
Building construction	175,633	216,925	216,037	222,531	229,736	2,069,884
Other	2,069	4,961	4,093	723	998	8,986
Contract backlog	762,370	719,343	707,213	875,260	873,475	7,869,853
Civil engineering	452,830	391,952	378,001	566,711	541,697	4,880,591
Building construction	305,647	325,349	329,144	308,549	331,778	2,989,262
Other	3,893	2,042	68	—	—	—
Total assets	345,576	356,335	355,313	406,373	369,609	3,330,112
Net assets	69,795	74,456	87,156	100,345	113,121	1,019,205
Ordinary income	9,044	17,807	21,117	22,932	23,441	211,201
Income before income taxes	7,611	12,615	20,431	22,497	23,409	210,911
Net income	4,520	6,855	13,423	15,790	16,701	150,474
Cash dividends	1,144	1,715	3,431	4,003	5,430	48,926
Per share of common stock:						
	Yen					U.S. dollars
Net assets	¥244.12	¥260.43	¥304.84	¥351.54	¥396.42	\$3.57
Net income	15.81	23.98	46.95	55.28	58.52	0.53
Cash dividends	4.00	6.00	12.00	14.00	19.00	0.17
Number of employees	2,441	2,522	2,572	2,673	2,793	

Note: 1. Figures in U.S. dollars are converted for convenience only, at the rate of ¥110.99 per U.S.\$1, prevailing on March 31, 2019.

2. Cash dividends for shares held by BBT amounted to ¥8 million (\$76 thousand) are included in cash dividends above.

3. "Development business and other" is presented as "Other" in the year ended March 31, 2019, since materiality of development business has decreased.

Non-Consolidated Balance Sheets

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

	Millions of yen		Thousands of U.S. dollars
	2018	2019	2019
Current assets:			
Cash and deposits	¥ 60,174	¥ 31,238	\$ 281,451
Securities	—	58	524
Trade receivables:			
Notes	9,619	1,563	14,085
Accounts	206,422	204,085	1,838,773
Subsidiaries and affiliates	5,439	9,356	84,299
Inventories:			
Costs on uncompleted construction contracts	14,112	10,247	92,322
Real estate for sale and development projects in progress	3,306	2,481	22,355
Raw materials and supplies	1,072	1,138	10,248
Other	3,021	2,388	21,504
Allowance for doubtful accounts	(851)	(748)	(6,739)
Total current assets	302,314	261,806	2,358,822
Non-current assets:			
Property, plant and equipment:			
Land	31,738	31,725	285,840
Buildings and structures	33,855	34,302	309,051
Machinery, equipment and vehicles	17,885	18,501	166,692
Dredgers and vessels	29,609	43,530	392,200
Construction in progress	8,125	151	1,364
Other	356	369	3,318
Total property, plant and equipment	121,568	128,578	1,158,465
Less: Accumulated depreciation	(60,658)	(65,384)	(589,098)
Property, plant and equipment — net	60,910	63,194	569,367
Intangible assets:	1,339	1,258	11,338
Investments and other assets:			
Stock of and long-term loans receivable from subsidiaries and affiliates	17,517	17,021	153,360
Investment securities	17,920	19,415	174,927
Deferred tax assets	2,366	2,732	24,617
Other	5,180	7,462	67,224
Allowance for doubtful accounts	(1,173)	(3,279)	(29,543)
Total investments and other assets	41,810	43,351	390,585
Total non-current assets	104,059	107,803	971,290
Total assets	¥406,373	¥369,609	\$3,330,112

	Millions of yen		Thousands of U.S. dollars
	2018	2019	2019
Current liabilities:			
Short-term loans payable			
Bank	¥ 15,878	¥ 18,036	\$ 162,501
Current portion of long-term loans payable and bonds payable	17,610	8,842	79,667
Trade payable:			
Notes	15,575	—	—
Accounts	105,966	111,247	1,002,315
Electronically recorded monetary payable	12,326	—	—
Subsidiaries and affiliates	7,205	5,641	50,825
Advance received on uncompleted construction contracts	43,980	20,551	185,157
Deposits received	37,499	43,680	393,553
Income taxes payable	5,362	4,648	41,880
Provision for loss on construction contracts	1,328	1,623	14,621
Provision for warranties for completed construction	1,457	1,312	11,825
Other provision	2,298	2,583	23,272
Other	2,363	2,529	22,776
Total current liabilities	268,847	220,692	1,988,392
Non-current liabilities:			
Bonds payable	20,000	20,000	180,196
Long-term loans payable	12,354	10,962	98,766
Provision for retirement benefits	743	763	6,875
Provision for board benefit trust	87	167	1,503
Deferred tax liabilities for land revaluation	3,680	3,680	33,152
Other	317	224	2,023
Total non-current liabilities	37,181	35,796	322,515
Total liabilities	306,028	256,488	2,310,907
Net assets:			
Capital stock	30,450	30,450	274,349
Authorized - 599,135,000 shares			
Issued shares - 286,013,910 shares in 2018 and 2019			
Capital surplus			
Legal capital surplus	12,380	12,380	111,538
Other capital surplus	6,007	6,007	54,123
Total capital surplus	18,387	18,387	165,661
Retained earnings			
Reserve for advanced depreciation of non-current assets	99	93	833
General reserve	20,000	30,000	270,295
Retained earnings brought forward	23,383	26,088	235,052
Total retained earnings	43,482	56,181	506,180
Less: Treasury stock	(326)	(383)	(3,454)
Valuation difference on available-for-sale securities	4,434	4,595	41,402
Deferred gains or losses on hedges	8	(19)	(164)
Revaluation reserve for land	3,910	3,910	35,231
Total net assets	100,345	113,121	1,019,205
Total liabilities and net assets	¥406,373	¥369,609	\$3,330,112

Non-Consolidated Statements of Income

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

	Millions of yen		Thousands of U.S. dollars
	2018	2019	2019
Construction business:			
Net sales	¥498,442	¥511,195	\$4,605,779
Cost of sales	457,753	469,173	4,227,165
Gross profit	40,689	42,022	378,614
Other:			
Net sales	723	998	8,987
Cost of sales	686	985	8,868
Gross profit	37	13	119
Total:			
Total net sales	499,165	512,193	4,614,766
Total cost of sales	458,439	470,158	4,236,033
Total gross profit	40,726	42,035	378,733
Selling, general and administrative expenses	15,938	16,168	145,673
Operating income	24,788	25,867	233,060
Non-operating income:			
Interest and dividends income	473	645	5,812
Interest and dividends income from subsidiaries and affiliates	232	413	3,721
Other	260	308	2,778
	965	1,366	12,311
Non-operating expenses:			
Interest expenses	726	867	7,812
Provision of allowance for doubtful accounts	952	2,077	18,710
Foreign exchange losses	915	704	6,343
Other	228	144	1,305
	2,821	3,792	34,170
Ordinary income	22,932	23,441	211,201
Extraordinary income	108	63	570
Extraordinary losses	543	95	860
Income before income taxes	22,497	23,409	210,911
Income taxes:			
Current	6,838	7,149	64,411
Deferred	(131)	(441)	(3,974)
Total income taxes	6,707	6,708	60,437
Net income	¥ 15,790	¥16,701	\$ 150,474
Net income per share of common stock			
	Yen		U.S. dollars
Basic	¥ 55.28	¥ 58.52	\$ 0.53