

NON-CONSOLIDATED FINANCIAL STATEMENTS

Non-Consolidated Five-year Summary

Penta-Ocean Construction Co., Ltd.
Years ended March 31

	Millions of yen					Thousands of U.S. dollars	
	2005	2006	2007	2008	2009	2009	
Orders received	¥326,909	¥276,497	¥347,389	¥375,945	¥317,829	\$3,235,559	
Civil engineering	197,567	135,405	149,595	205,839	194,839	1,983,498	
Architectural engineering	126,542	139,057	193,416	167,756	121,212	1,233,961	
Development business and other	2,800	2,035	4,378	2,350	1,778	18,100	
Net sales	317,359	318,960	289,270	317,856	366,553	3,731,579	
Civil engineering	158,300	171,437	152,937	167,482	201,705	2,053,395	
Architectural engineering	156,360	142,864	134,636	145,045	163,653	1,666,019	
Development business and other	2,699	4,659	1,697	5,329	1,195	12,165	
Contract backlog	391,032	356,623	420,384	474,371	406,042	4,133,584	
Civil engineering	275,937	246,554	248,469	283,685	262,343	2,670,701	
Architectural engineering	112,172	109,771	168,935	190,686	143,116	1,456,948	
Development business and other	2,923	298	2,980	0	583	5,935	
Total assets	384,089	356,148	321,606	307,211	308,078	3,136,292	
Net assets	45,574	63,772	53,574	48,710	47,339	481,920	
Ordinary income	7,649	9,585	466	3,081	7,081	72,086	
Income (loss) before income taxes	7,811	7,786	(13,503)	2,810	66	672	
Net income (loss)	1,616	2,855	(6,744)	1,390	(3,116)	(31,721)	
Cash dividends	—	—	—	—	—	—	
Per share of common stock:							
	Yen					U.S. dollars	
Net assets	¥115.33	¥129.77	¥109.02	¥198.26	¥192.69	\$1.96	
Net income (loss)	4.28	6.31	(13.72)	5.66	(12.68)	(0.13)	
Cash dividends	—	—	—	—	—	—	
Number of employees	2,965	2,880	2,838	2,778	2,731		

Notes:

1. Figures in U.S. dollars are converted for convenience only, at the rate of ¥98.23 per U.S.\$1, prevailing on March 31, 2009.

NON-CONSOLIDATED BALANCE SHEETS

Penta-Ocean Construction Co., Ltd.
As of March 31, 2008 and 2009

	Millions of yen		Thousands of U.S. dollars
	2008	2009	2009
Current assets:			
Cash and deposits	¥ 24,960	¥ 32,078	\$ 326,560
Short-term investment securities	102	95	967
Trade receivables:			
Notes	8,405	3,085	31,406
Accounts	137,554	144,798	1,474,071
Subsidiaries and affiliates	4,712	4,308	43,856
Inventories:			
Costs on uncompleted construction contracts	26,668	14,601	148,641
Real estate for sale and development projects in progress	11,842	16,033	163,219
Raw materials and supplies	833	1,077	10,964
Deferred tax assets	7,818	6,786	69,083
Other	2,360	2,667	27,150
Allowance for doubtful accounts	(981)	(923)	(9,396)
Total current assets	224,273	224,605	2,286,521
Investments and other assets:			
Stock of and long-term loans receivable from subsidiaries and affiliates	1,602	2,502	25,471
Investment securities	14,287	12,841	130,723
Long-term loans receivable	3,571	143	1,456
Deferred tax assets	10,167	8,319	84,689
Other	10,074	14,857	151,247
Allowance for doubtful accounts	(6,340)	(4,046)	(41,189)
Total investments and other assets	33,361	34,616	352,397
Property, plant and equipment:			
Land	34,267	34,323	349,415
Buildings and structures	29,249	29,518	300,499
Machinery, equipment and vehicles	13,117	13,972	142,238
Dredgers and vessels	25,198	24,094	245,281
Construction in progress	101	45	458
Other	—	58	590
Total property, plant and equipment	101,932	102,010	1,038,481
Less: Accumulated depreciation	(52,860)	(53,654)	(546,208)
Property, plant and equipment - net	49,072	48,356	492,273
Other:	505	501	5,101
Total assets	¥307,211	¥308,078	\$3,136,292

	Millions of yen		Thousands of U.S. dollars
	2008	2009	2009
Current liabilities:			
Short-term loans payable			
Bank	¥ 30,113	¥ 26,960	\$ 274,458
Current portion of long-term loans payable	29,837	31,662	322,325
Trade payable:			
Notes	20,192	17,660	179,782
Accounts	83,595	91,466	931,141
Subsidiaries and affiliates	6,388	7,739	78,784
Advance received on uncompleted construction contracts	24,986	23,508	239,316
Deposits received	10,046	12,587	128,138
Income taxes payable	397	343	3,492
Provision for loss on construction contracts	672	450	4,581
Provision for warranties for completed construction	546	565	5,752
Other provision	1,431	1,400	14,252
Other	2,189	1,979	20,147
Total current liabilities	210,392	216,319	2,202,168
Noncurrent liabilities:			
Long-term loans payable	39,697	35,435	360,735
Provision for retirement benefits	713	221	2,250
Deferred tax liabilities for land revaluation	7,216	7,200	73,297
Other	483	1,564	15,922
Total noncurrent liabilities	48,109	44,420	452,204
Total liabilities	258,501	260,739	2,654,372
Net assets:			
Capital stock	28,070	28,070	285,758
Authorized - 599,135,000 shares			
Issued shares			
March 31, 2009 245,763,910 shares			
March 31, 2008 245,763,910 shares			
Capital surplus			
Legal capital surplus	10,000	10,000	101,802
Other capital surplus	10,106	10,106	102,881
Total capital surplus	20,106	20,106	204,683
Retained earnings			
General reserve	—	—	—
Retained Earnings brought forward	(1,006)	(4,099)	(41,729)
Total retained earnings	(1,006)	(4,099)	(41,729)
Less: Treasury stock	(20)	(22)	(224)
Valuation difference on available-for-sale securities	(1,972)	(223)	(2,270)
Deferred gains (losses) on hedges	(7)	(9)	(92)
Revaluation reserve for land	3,539	3,516	35,794
Total net assets	48,710	47,339	481,920
Total liabilities and net assets	¥307,211	¥308,078	\$3,136,292

NON-CONSOLIDATED STATEMENTS OF OPERATIONS

Penta-Ocean Construction Co., Ltd.
For the two years ended March 31, 2009

	Millions of yen		Thousands of U.S. dollars
	2008	2009	2009
Construction business:			
Net sales	¥312,527	¥365,358	\$3,719,414
Cost of sales	289,297	339,140	3,452,509
Gross profit	23,230	26,218	266,905
Development business and other:			
Net sales	5,329	1,195	12,165
Cost of sales	5,864	1,514	15,413
Gross profit (loss)	(535)	(319)	(3,248)
Total:			
Total net sales	317,856	366,553	3,731,579
Total cost of sales	295,161	340,654	3,467,922
Total gross profit	22,695	25,899	263,657
Selling, general and administrative expenses	15,915	16,204	164,960
Operating income	6,780	9,695	98,697
Non-operating income:			
Interest and dividends income	566	483	4,917
Interest and dividends income from subsidiaries and affiliates	69	1,055	10,740
Other	367	315	3,207
	1,002	1,853	18,864
Non-operating expenses:			
Interest expenses	2,996	3,103	31,589
Other	1,705	1,364	13,886
	4,701	4,467	45,475
Ordinary income	3,081	7,081	72,086
Extraordinary gain	3,280	530	5,396
Extraordinary loss	3,551	7,545	76,810
Income before income taxes	2,810	66	672
Income taxes:			
Current	364	317	3,227
Deferred	1,056	2,865	29,166
	1,420	3,182	32,393
Net income (loss)	¥ 1,390	¥ (3,116)	\$ (31,721)
Net income (loss) per share of common stock			
	Yen		U.S. dollars
Primary	¥5.66	¥(12.68)	\$(0.13)
Assuming full dilution	—	—	—