

# NON-CONSOLIDATED FINANCIAL STATEMENTS

## Non-Consolidated Five-Year Summary

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

	Millions of yen					Thousands of
	2006	2007	2008	2009	2010	U.S. dollars
Orders received .....	¥276,497	¥347,389	¥375,945	¥317,829	<b>¥257,950</b>	<b>\$2,772,463</b>
Civil engineering .....	135,405	149,595	205,839	194,839	<b>167,275</b>	<b>1,797,883</b>
Architectural engineering .....	139,057	193,416	167,756	121,212	<b>89,780</b>	<b>964,961</b>
Development business and other .....	2,035	4,378	2,350	1,778	<b>895</b>	<b>9,619</b>
Net sales .....	318,960	289,270	317,856	366,553	<b>297,438</b>	<b>3,196,883</b>
Civil engineering .....	171,437	152,937	167,482	201,705	<b>185,758</b>	<b>1,996,539</b>
Architectural engineering .....	142,864	134,636	145,045	163,653	<b>110,497</b>	<b>1,187,629</b>
Development business and other .....	4,659	1,697	5,329	1,195	<b>1,183</b>	<b>12,715</b>
Contract backlog .....	356,623	420,384	474,371	406,042	<b>366,094</b>	<b>3,934,802</b>
Civil engineering .....	246,554	248,469	283,685	262,343	<b>243,919</b>	<b>2,621,657</b>
Architectural engineering .....	109,771	168,935	190,686	143,116	<b>121,881</b>	<b>1,309,985</b>
Development business and other .....	298	2,980	0	583	<b>294</b>	<b>3,160</b>
Total assets .....	356,148	321,606	307,211	308,078	<b>274,733</b>	<b>2,952,848</b>
Net assets .....	63,772	53,574	48,710	47,339	<b>50,043</b>	<b>537,865</b>
Ordinary income .....	9,585	466	3,081	7,081	<b>7,849</b>	<b>84,362</b>
Income (loss) before income taxes .....	7,786	(13,503)	2,810	66	<b>2,518</b>	<b>27,064</b>
Net income (loss) .....	2,855	(6,744)	1,390	(3,116)	<b>2,228</b>	<b>23,947</b>
Per share of common stock:						
	Yen					U.S. dollars
Net assets .....	¥129.77	¥109.02	¥198.26	¥192.69	<b>¥203.70</b>	<b>\$2.19</b>
Net income (loss) .....	6.31	(13.72)	5.66	(12.68)	<b>9.07</b>	<b>0.10</b>
Number of employees .....	2,880	2,838	2,778	2,731	<b>2,674</b>	

Note:

1. Figures in U.S. dollars are converted for convenience only, at the rate of ¥93.04 per U.S.\$1 prevailing on March 31, 2010.

# NON-CONSOLIDATED BALANCE SHEETS

Penta-Ocean Construction Co., Ltd.  
As of March 31, 2009 and 2010

	Millions of yen		Thousands of U.S. dollars
	2009	2010	2010
<b>Current assets:</b>			
Cash and deposits .....	¥ 32,078	¥ 49,046	\$ 527,150
Short-term investment securities .....	95	30	322
Trade receivables:			
Notes .....	3,085	1,642	17,648
Accounts .....	144,798	106,339	1,142,939
Subsidiaries and affiliates .....	4,308	4,070	43,745
Inventories:			
Costs on uncompleted construction contracts .....	14,601	10,953	117,724
Real estate for sale and development projects in progress .....	16,033	15,114	162,446
Raw materials and supplies .....	1,077	810	8,706
Deferred tax assets .....	6,786	5,052	54,299
Other .....	2,667	3,716	39,939
Allowance for doubtful accounts .....	(923)	(1,036)	(11,135)
Total current assets .....	224,605	195,736	2,103,783
<b>Investments and other assets:</b>			
Stock of and long-term loans receivable from subsidiaries and affiliates .....	2,502	5,870	63,091
Investment securities .....	12,841	7,175	77,117
Long-term loans receivable .....	143	138	1,483
Deferred tax assets .....	8,319	9,909	106,503
Other .....	14,857	15,033	161,576
Allowance for doubtful accounts .....	(4,046)	(7,379)	(79,310)
Total investments and other assets .....	34,616	30,746	330,460
<b>Property, plant and equipment:</b>			
Land .....	34,323	33,425	359,254
Buildings and structures .....	29,518	29,324	315,176
Machinery, equipment and vehicles .....	13,972	14,428	155,073
Dredgers and vessels .....	24,094	24,349	261,705
Construction in progress .....	45	1,299	13,962
Other .....	58	111	1,193
Total property, plant and equipment .....	102,010	102,936	1,106,363
Less: Accumulated depreciation .....	(53,654)	(55,143)	(592,681)
Property, plant and equipment - net .....	48,356	47,793	513,682
<b>Other:</b> .....	501	458	4,923
<b>Total assets</b> .....	¥308,078	¥274,733	\$2,952,848

	Millions of yen		Thousands of U.S. dollars
	2009	2010	2010
<b>Current liabilities:</b>			
Short-term loans payable			
Bank .....	¥ 26,960	¥ 25,850	\$ 277,837
Current portion of long-term loans payable .....	31,662	25,598	275,129
Trade payable:			
Notes .....	17,660	13,393	143,949
Accounts .....	91,466	70,745	760,372
Subsidiaries and affiliates .....	7,739	5,857	62,951
Advance received on uncompleted construction contracts .....	23,508	24,159	259,663
Deposits received .....	12,587	12,390	133,169
Income taxes payable .....	343	299	3,214
Provision for loss on construction contracts .....	450	1,317	14,154
Provision for warranties for completed construction .....	565	557	5,987
Provision for loss on voluntary retirement and other .....	—	1,485	15,961
Other provision .....	1,400	888	9,544
Other .....	1,979	2,362	25,387
Total current liabilities .....	216,319	184,900	1,987,317
<b>Noncurrent liabilities:</b>			
Long-term loans payable .....	35,435	32,138	345,421
Provision for retirement benefits .....	221	—	—
Deferred tax liabilities for land revaluation .....	7,200	7,156	76,913
Other .....	1,564	496	5,332
Total noncurrent liabilities .....	44,420	39,790	427,666
Total liabilities .....	260,739	224,690	2,414,983
<b>Net assets:</b>			
Common stock .....	28,070	28,070	301,698
Authorized - 599,135,000 shares			
Issued shares			
March 31, 2010   245,763,910 shares			
March 31, 2009   245,763,910 shares			
Capital surplus			
Legal capital surplus .....	10,000	10,000	107,481
Other capital surplus .....	10,106	6,007	64,563
Total capital surplus .....	20,106	16,007	172,044
Retained earnings			
Retained Earnings brought forward .....	(4,099)	1,834	19,712
Total retained earnings .....	(4,099)	1,834	19,712
Less: Treasury stock .....	(22)	(22)	(236)
Valuation difference on available-for-sale securities .....	(223)	249	2,676
Deferred gains (losses) on hedges .....	(9)	(5)	(54)
Revaluation reserve for land .....	3,516	3,910	42,025
Total net assets .....	47,339	50,043	537,865
<b>Total liabilities and net assets .....</b>	¥308,078	¥274,733	\$2,952,848

# NON-CONSOLIDATED STATEMENTS OF OPERATIONS

Penta-Ocean Construction Co., Ltd.  
For the two years ended March 31, 2010

	Millions of yen		Thousands of U.S. dollars
	2009	2010	2010
<b>Construction business:</b>			
Net sales	¥365,358	<b>¥296,255</b>	<b>\$3,184,168</b>
Cost of sales	339,140	<b>269,885</b>	<b>2,900,742</b>
Gross profit	26,218	<b>26,370</b>	<b>283,426</b>
<b>Development business and other:</b>			
Net sales	1,195	<b>1,183</b>	<b>12,715</b>
Cost of sales	1,514	<b>1,997</b>	<b>21,464</b>
Gross profit (loss)	(319)	<b>(814)</b>	<b>(8,749)</b>
<b>Total:</b>			
Total net sales	366,553	<b>297,438</b>	<b>3,196,883</b>
Total cost of sales	340,654	<b>271,882</b>	<b>2,922,206</b>
<b>Total gross profit</b>	25,899	<b>25,556</b>	<b>274,677</b>
<b>Selling, general and administrative expenses</b>	16,204	<b>16,271</b>	<b>174,881</b>
<b>Operating income</b>	9,695	<b>9,285</b>	<b>99,796</b>
<b>Non-operating income:</b>			
Interest and dividends income	483	<b>315</b>	<b>3,386</b>
Interest and dividends income from subsidiaries and affiliates	1,055	<b>1,719</b>	<b>18,476</b>
Other	315	<b>324</b>	<b>3,482</b>
	1,853	<b>2,358</b>	<b>25,344</b>
<b>Non-operating expenses:</b>			
Interest expenses	3,103	<b>2,780</b>	<b>29,880</b>
Other	1,364	<b>1,014</b>	<b>10,898</b>
	4,467	<b>3,794</b>	<b>40,778</b>
<b>Ordinary income</b>	7,081	<b>7,849</b>	<b>84,362</b>
<b>Extraordinary gain</b>	530	<b>2,761</b>	<b>29,675</b>
<b>Extraordinary loss</b>	7,545	<b>8,092</b>	<b>86,973</b>
<b>Income before income taxes</b>	66	<b>2,518</b>	<b>27,064</b>
<b>Income taxes:</b>			
Current	317	<b>259</b>	<b>2,784</b>
Deferred	2,865	<b>31</b>	<b>333</b>
	3,182	<b>290</b>	<b>3,117</b>
<b>Net income (loss)</b>	¥ (3,116)	<b>¥ 2,228</b>	<b>\$ 23,947</b>
<b>Net income (loss) per share of common stock</b>			
	Yen		U.S. dollars
Primary	¥(12.68)	<b>¥9.07</b>	<b>\$0.10</b>
Assuming full dilution	—	—	—