

Non-Consolidated Financial Statements

Non-Consolidated Five-Year Summary

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

	Millions of yen					Thousands of U.S. dollars
	2011	2012	2013	2014	2015	2015
Orders received	¥276,936	¥299,133	¥281,428	¥449,146	¥722,341	\$6,010,992
Civil engineering	127,903	156,294	131,883	274,182	405,004	3,370,259
Building construction	147,479	140,219	148,423	172,482	311,453	2,591,768
Development business and other	1,554	2,620	1,122	2,482	5,884	48,965
Net sales	279,374	308,576	329,510	355,927	393,711	3,276,286
Civil engineering	164,706	158,503	179,012	191,384	216,009	1,797,531
Building construction	113,026	147,452	149,210	162,101	175,633	1,461,536
Development business and other	1,642	2,621	1,288	2,442	2,069	17,219
Contract backlog	360,558	349,956	315,084	416,885	762,370	6,344,095
Civil engineering	204,470	201,590	163,471	251,106	452,830	3,768,241
Building construction	155,881	148,160	151,574	165,701	305,647	2,543,453
Development business and other	207	206	39	78	3,893	32,401
Total assets	268,403	293,775	282,616	283,701	345,576	2,875,722
Net assets	55,860	58,271	61,317	65,578	69,795	580,802
Ordinary income	6,778	7,599	6,385	8,152	9,044	75,258
Income before income taxes	4,649	6,499	5,100	7,526	7,611	63,334
Net income	1,924	2,083	2,320	3,276	4,520	37,611
Cash dividends	572	572	572	572	1,144	9,517
Per share of common stock:						
	Yen					U.S. dollars
Net assets	¥195.37	¥203.81	¥214.46	¥229.37	¥244.12	\$2.03
Net income	7.56	7.29	8.12	11.46	15.81	0.13
Cash dividends	2.00	2.00	2.00	2.00	4.00	0.03
Number of employees	2,390	2,391	2,386	2,390	2,441	

Note: Figures in U.S. dollars are converted for convenience only, at the rate of ¥120.17 per U.S.\$1, prevailing on March 31, 2015.

Non-Consolidated Balance Sheet

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

	Millions of yen		Thousands of U.S. dollars
	2014	2015	2015
Current assets:			
Cash and deposits	¥ 24,197	¥ 28,185	\$ 234,541
Trade receivables:			
Notes	3,390	12,394	103,141
Accounts	130,618	174,607	1,453,002
Subsidiaries and affiliates	6,458	6,395	53,217
Securities	—	43	356
Inventories:			
Costs on uncompleted construction contracts	8,161	9,214	76,674
Real estate for sale and development projects in progress	7,817	9,802	81,569
Raw materials and supplies	1,046	909	7,562
Deferred tax assets	2,990	2,586	21,516
Other	4,067	5,484	45,634
Allowance for doubtful accounts	(743)	(976)	(8,122)
Total current assets	188,001	248,643	2,069,090
Property, plant and equipment:			
Land	40,976	36,399	302,897
Buildings and structures	30,894	31,953	265,897
Machinery, equipment and vehicles	10,521	12,222	101,704
Dredgers and vessels	26,373	26,302	218,877
Construction in progress	982	379	3,155
Other	222	266	2,214
Total property, plant and equipment	109,968	107,521	894,744
Less: Accumulated depreciation	(51,985)	(53,297)	(443,516)
Property, plant and equipment-net	57,983	54,224	451,228
Intangible assets:	1,036	1,092	9,086
Investments and other assets:			
Stock of and long-term loans receivable from subsidiaries and affiliates	16,835	22,043	183,433
Investment securities	15,286	16,543	137,664
Long-term loans receivable	101	83	689
Deferred tax assets	1,428	836	6,957
Other	7,117	3,267	27,186
Allowance for doubtful accounts	(4,086)	(1,155)	(9,611)
Total investments and other assets	36,681	41,617	346,318
Total assets	¥283,701	¥345,576	\$2,875,722

	Millions of yen		Thousands of U.S. dollars
	2014	2015	2015
Current liabilities:			
Short-term loans payable			
Bank	¥ 22,230	¥ 25,490	\$ 212,114
Commercial papers	—	19,996	166,400
Current portion of long-term loans payable and bonds payable	23,340	11,012	91,639
Trade payable:			
Notes	21,200	19,726	164,154
Accounts	72,140	95,113	791,489
Electronically recorded monetary payable	5,457	9,252	76,990
Subsidiaries and affiliates	6,683	8,507	70,794
Advance received on uncompleted construction contracts	15,439	20,116	167,393
Deposits received	9,465	14,228	118,395
Income taxes payable	1,776	2,309	19,216
Provision for loss on construction contracts	2,470	2,901	24,143
Provision for warranties for completed construction	857	682	5,672
Other provision	1,215	1,395	11,609
Other	1,936	2,266	18,852
Total current liabilities	184,208	232,993	1,938,860
Non-current liabilities:			
Bonds payable	10,000	20,000	166,431
Long-term loans payable	17,330	16,415	136,596
Provision for retirement benefits	—	583	4,852
Deferred tax liabilities for land revaluation	6,187	5,382	44,790
Other	398	408	3,391
Total non-current liabilities	33,915	42,788	356,060
Total liabilities	218,123	275,781	2,294,920
Net assets:			
Capital stock	30,450	30,450	253,391
Authorized—599,135,000 shares			
Issued shares—286,013,910 shares in 2014 and 2015			
Capital surplus			
Legal capital surplus	12,380	12,380	103,017
Other capital surplus	6,007	6,007	49,989
Total capital surplus	18,387	18,387	153,006
Retained earnings			
Retained earnings brought forward	7,459	10,717	89,186
Total retained earnings	7,459	10,717	89,186
Less: Treasury stock	(25)	(25)	(210)
Valuation difference on available-for-sale securities	2,749	3,606	30,012
Deferred losses on hedges	(10)	(17)	(146)
Revaluation reserve for land	6,568	6,677	55,563
Total net assets	65,578	69,795	580,802
Total liabilities and net assets	¥283,701	¥345,576	\$2,875,722

Non-Consolidated Statements of Income

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

	Millions of yen		Thousands of U.S. dollars
	2014	2015	2015
Construction business:			
Net sales	¥353,485	¥391,642	\$3,259,067
Cost of sales	330,508	367,986	3,062,211
Gross profit	22,977	23,656	196,856
Development business and other:			
Net sales	2,442	2,069	17,219
Cost of sales	3,213	2,224	18,514
Gross loss	(771)	(155)	(1,295)
Total:			
Total net sales	355,927	393,711	3,276,286
Total cost of sales	333,721	370,210	3,080,725
Total gross profit	22,206	23,501	195,561
Selling, general and administrative expenses	13,319	13,807	114,895
Operating income	8,887	9,694	80,666
Non-operating income:			
Interest and dividends income	233	507	4,217
Interest and dividends income from subsidiaries and affiliates	213	238	1,985
Reversal of allowance for doubtful accounts	127	29	244
Other	285	414	3,444
	858	1,188	9,890
Non-operating expenses:			
Interest expenses	1,161	1,009	8,396
Foreign exchange loss	112	586	4,878
Other	320	243	2,024
	1,593	1,838	15,298
Ordinary income	8,152	9,044	75,258
Extraordinary income	152	328	2,730
Extraordinary losses	778	1,761	14,654
Income before income taxes	7,526	7,611	63,334
Income taxes:			
Current	1,715	1,966	16,358
Deferred	2,535	1,125	9,365
Total income taxes	4,250	3,091	25,723
Net income	¥ 3,276	¥ 4,520	\$ 37,611
Net income per share of common stock			
	Yen		U.S. dollars
Basic	¥11.46	¥15.81	\$0.13

Company Data

Company Outline

(As of March 31, 2015)

Company Name	Penta-Ocean Construction Co., Ltd.
Established	April 1896
Head Office	2-8, Koraku 2-chome, Bunkyo-ku, Tokyo 112-8576, Japan Tel: 81-3-3817-7181 Fax: 81-3-3817-7642
Paid-in Capital	¥30,450 million (U.S.\$253.4 million)
Employees	2,441 (2,949 consolidated)
Website	http://www.penta-ocean.co.jp

Directors, Members of the Board and Corporate Auditors

(As of June 26, 2015)

Chairman & Representative Director

Yoshio Murashige

President, Chief Executive Officer and Representative Director

Takuzo Shimizu

Executive Vice President, Representative Director

Kunihiko Sasaki

Members of the Board

Akihiko Togo Kazuya Ueda Yuji Nakamitsu Tetsushi Noguchi
Shinichi Igarashi Michio Inatomi Hisanori Ohara*

Corporate Auditors

Takeshi Miyazono Tatsushi Higuchi*
Hironaga Fukuda* Tatsuya Toyoshima*

* Indicates external members

Organization Chart

(As of April 1, 2015)

