

# 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
	2018	2019	2020	2021	2022	2022
Orders received	¥668,572	¥501,360	¥439,765	¥505,258	<b>¥374,917</b>	<b>\$3,062,795</b>
Civil engineering	465,190	248,639	259,705	193,321	<b>213,087</b>	<b>1,740,764</b>
Building construction	202,728	251,723	179,707	311,633	<b>160,423</b>	<b>1,310,540</b>
Other	654	998	353	304	<b>1,407</b>	<b>11,491</b>
Net sales	499,165	512,193	541,530	445,142	<b>428,991</b>	<b>3,504,544</b>
Civil engineering	275,911	281,459	318,817	274,720	<b>231,436</b>	<b>1,890,657</b>
Building construction	222,531	229,736	222,359	170,118	<b>196,149</b>	<b>1,602,397</b>
Other	723	998	354	304	<b>1,406</b>	<b>11,490</b>
Contract backlog	875,260	873,475	759,517	816,329	<b>785,186</b>	<b>6,414,393</b>
Civil engineering	566,711	541,697	471,162	388,330	<b>380,860</b>	<b>3,111,346</b>
Building construction	308,549	331,778	288,355	427,999	<b>404,326</b>	<b>3,303,047</b>
Other	—	—	—	—	—	—
Total assets	406,373	369,609	419,497	446,526	<b>456,004</b>	<b>3,725,221</b>
Net assets	100,345	113,121	126,703	140,026	<b>139,836</b>	<b>1,142,355</b>
Ordinary income	22,932	23,441	28,984	27,271	<b>13,180</b>	<b>107,670</b>
Income before income taxes	22,497	23,409	28,877	26,887	<b>13,595</b>	<b>111,060</b>
Net income	15,790	16,701	20,862	18,707	<b>9,130</b>	<b>74,583</b>
Cash dividends	4,003	5,430	6,859	8,002	<b>6,573</b>	<b>53,700</b>
Per share of common stock:	Yen					U.S. dollars
Net assets	¥351.54	¥396.42	¥443.99	¥491.26	<b>¥490.52</b>	<b>\$4.01</b>
Net income	55.28	58.52	73.11	65.60	<b>32.03</b>	<b>0.26</b>
Cash dividends	14.00	19.00	24.00	28.00	<b>23.00</b>	<b>0.19</b>
Number of employees	2,673	2,793	2,893	3,046	<b>3,136</b>	

Note: 1. Figures in U.S. dollars are converted for convenience only, at the rate of ¥122.41 per U.S.\$1, prevailing on March 31, 2022.

2. Cash dividends for shares held by BBT amounted to ¥17 million (\$136 thousand) are included in cash dividends above.

3. "Development business and other" is presented as "Other" in the year ended March 31, 2019 and thereafter, 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
	2021	2022	2022
<b>Current assets:</b>			
Cash and deposits	¥ 55,612	¥ 39,994	\$ 326,720
Securities	9	18	151
Trade receivables:			
Notes	6,246	5,790	47,303
Accounts	241,963	258,136	2,108,782
Subsidiaries and affiliates	7,799	5,524	45,131
Inventories:			
Costs on uncompleted construction contracts	8,807	10,937	89,345
Real estate for sale and development projects in progress	1,303	575	4,697
Raw materials and supplies	1,248	1,435	11,725
Other	3,400	7,068	57,741
Allowance for doubtful accounts	(366)	(350)	(2,859)
Total current assets	326,021	329,127	2,688,736
<b>Non-current assets:</b>			
<b>Property, plant and equipment:</b>			
Land	31,594	31,594	258,101
Buildings and structures	34,766	34,492	281,775
Machinery, equipment and vehicles	15,158	15,029	122,780
Dredgers and vessels	43,571	44,008	359,512
Construction in progress	11,650	15,856	129,533
Other	298	305	2,484
Total property, plant and equipment	137,037	141,284	1,154,185
Less: Accumulated depreciation	(68,340)	(71,092)	(580,771)
Property, plant and equipment — net	68,697	70,192	573,414
<b>Intangible assets:</b>	1,490	1,372	11,200
<b>Investments and other assets:</b>			
Stock of and long-term loans receivable from subsidiaries and affiliates	23,619	29,276	239,159
Investment securities	18,846	16,986	138,762
Deferred tax assets	2,814	3,631	29,661
Other	8,276	8,909	72,792
Allowance for doubtful accounts	(3,237)	(3,489)	(28,503)
Total investments and other assets	50,318	55,313	451,871
Total non-current assets	120,505	126,877	1,036,485
<b>Total assets</b>	¥446,526	¥456,004	\$3,725,221

	Millions of yen		Thousands of U.S. dollars
	2021	2022	2022
<b>Current liabilities:</b>			
Short-term loans payable			
Bank	¥ 19,269	¥ 18,140	\$ 148,187
Commercial papers	—	10,000	81,693
Current portion of long-term loans payable and bonds payable	17,922	9,320	76,138
Trade payable:			
Accounts	118,129	115,409	942,806
Subsidiaries and affiliates	4,790	4,631	37,835
Advance received on uncompleted construction contracts	23,324	29,011	237,002
Deposits received	55,931	50,203	410,121
Income taxes payable	4,576	2,636	21,532
Provision for loss on construction contracts	1,109	3,597	29,384
Provision for warranties for completed construction	972	780	6,371
Provision for bonuses	2,735	2,857	23,340
Other	3,054	3,141	25,662
<b>Total current liabilities</b>	<b>251,811</b>	<b>249,725</b>	<b>2,040,071</b>
<b>Non-current liabilities:</b>			
Bonds payable	20,000	30,000	245,078
Long-term loans payable	19,790	18,380	150,151
Provision for retirement benefits	474	336	2,749
Provision for board benefit trust	299	348	2,847
Deferred tax liabilities for land revaluation	3,680	3,680	30,059
Other	10,446	13,699	111,911
<b>Total non-current liabilities</b>	<b>54,689</b>	<b>66,443</b>	<b>542,795</b>
<b>Total liabilities</b>	<b>306,500</b>	<b>316,168</b>	<b>2,582,866</b>
<b>Net assets:</b>			
Capital stock	30,450	30,450	248,754
Authorized - 599,135,000 shares			
Issued shares - 286,013,910 shares in 2021 and 2022			
Capital surplus			
Legal capital surplus	12,380	12,380	101,132
Other capital surplus	6,007	6,007	49,074
<b>Total capital surplus</b>	<b>18,387</b>	<b>18,387</b>	<b>150,206</b>
Retained earnings			
Reserve for advanced depreciation of non-current assets	80	74	609
General reserve	49,999	60,000	490,156
Retained earnings brought forward	33,378	24,511	200,235
<b>Total retained earnings</b>	<b>83,457</b>	<b>84,585</b>	<b>691,000</b>
Less: Treasury stock	(590)	(564)	(4,609)
Valuation difference on available-for-sale securities	4,584	3,227	26,365
Deferred gains or losses on hedges	(175)	(162)	(1,324)
Revaluation reserve for land	3,913	3,913	31,963
<b>Total net assets</b>	<b>140,026</b>	<b>139,836</b>	<b>1,142,355</b>
<b>Total liabilities and net assets</b>	<b>¥446,526</b>	<b>¥456,004</b>	<b>\$3,725,221</b>

# Non-Consolidated Statements of Income

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

	Millions of yen		Thousands of U.S. dollars
	2021	2022	2022
<b>Construction business:</b>			
Net sales	¥444,838	¥427,585	\$3,493,054
Cost of sales	400,190	395,416	3,230,257
Gross profit	44,648	32,169	262,797
<b>Other:</b>			
Net sales	304	1,406	11,490
Cost of sales	190	946	7,730
Gross profit	114	460	3,760
<b>Total:</b>			
Total net sales	445,142	428,991	3,504,544
Total cost of sales	400,380	396,362	3,237,987
<b>Total gross profit</b>	44,762	32,629	266,557
<b>Selling, general and administrative expenses</b>	17,762	19,305	157,709
<b>Operating profit</b>	27,000	13,324	108,848
<b>Non-operating income:</b>			
Interest and dividends income	439	386	3,152
Interest and dividends income from subsidiaries and affiliates	381	276	2,254
Foreign exchange gain	—	151	1,232
Other	607	286	2,341
	1,427	1,099	8,979
<b>Non-operating expenses:</b>			
Interest expenses	691	655	5,347
Provision of allowance for doubtful accounts	259	266	2,173
Other	206	322	2,637
	1,156	1,243	10,157
<b>Ordinary income</b>	27,271	13,180	107,670
<b>Extraordinary income</b>	118	861	7,036
<b>Extraordinary losses</b>	502	446	3,646
<b>Income before income taxes</b>	26,887	13,595	111,060
<b>Income taxes:</b>			
Current	6,397	4,716	38,526
Deferred	1,783	(251)	(2,049)
Total income taxes	8,180	4,465	36,477
<b>Net income</b>	¥ 18,707	¥ 9,130	\$ 74,583
<b>Net income per share of common stock</b>			
	Yen		U.S. dollars
Basic	¥65.60	¥32.03	\$0.26