

SHIMIZU CORPORATION
Consolidated Financial Report [Japanese GAAP]
For the year ended March 31, 2022



Shares Listed: Tokyo Stock Exchange Prime Market and Nagoya Stock Exchange Premier Market
 Stock Code: 1803
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Scheduled date of general meeting of shareholders: June 29, 2022
 Scheduled date to file securities report: June 29, 2022
 Scheduled date to commence dividend payments: June 30, 2022
 Supplementary documents on financial results: Yes (in Japanese)
 Holding of financial results presentation: Yes (for analysts and institutional investors)

1. Consolidated Financial Highlights

(Yen amounts have been rounded down to the nearest million)

(1) Consolidated Results of Operations

(Percentage figures are changes from the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income attributable to shareholders of the Corporation (Millions of Yen)	
	Amount	% Change	Amount	% Change	Amount	% Change	Amount	% Change
Year ended March 31, 2022	1,482,961	1.8%	45,145	(54.9%)	50,419	(52.2%)	47,761	(38.1%)
Year ended March 31, 2021	1,456,473	(14.2%)	100,151	(25.2%)	105,465	(23.6%)	77,176	(22.0%)

	Net Income per share (Yen)	Diluted Net Income per share (Yen)	ROE (Ratio of Net Income to Owners' Equity)	ROA (Ratio of Ordinary Income to Total assets)	Ratio of Operating Income to Net Sales
	Year ended March 31, 2022	64.09	—	5.8%	2.5%
Year ended March 31, 2021	101.17	101.17	10.0%	5.5%	6.9%

(Reference) Equity in earnings of affiliates Year ended March 31, 2022 : 242 Millions of Yen Year ended March 31, 2021 : 920 Millions of Yen

(2) Consolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Ratio of Owners' Equity attributable to shareholders of the Corporation	Net Assets per share (Yen)
As of March 31, 2022	2,128,356	875,172	38.7%	1,116.89
As of March 31, 2021	1,908,674	821,446	42.7%	1,068.74

(Reference) Owners' Equity (Net Assets less non-controlling interests) As of March 31, 2022 : 824,496 Millions of Yen As of March 31, 2021 : 815,288 Millions of Yen

(3) Consolidated Cash Flows

	Cash Flows from Operating Activities (Millions of Yen)	Cash Flows from Investing Activities (Millions of Yen)	Cash Flows from Financing Activities (Millions of Yen)	Cash and Cash Equivalents at End of Year (Millions of Yen)
As of March 31, 2022	77,772	(89,308)	19,634	287,134
As of March 31, 2021	80,674	(113,954)	(42,710)	276,321

2. Dividends

	Dividends per share					Total amount of Dividends (Millions of Yen)	Dividends payout ratio (consolidated)	Ratio of Dividends to Net Assets (consolidated)
	End of 1Q (Yen)	End of 2Q (Yen)	End of 3Q (Yen)	Year-End (Yen)	Total (Yen)			
Year ended March 31, 2021	—	12.00	—	18.00	30.00	22,925	29.7%	3.0%
Year ended March 31, 2022	—	11.50	—	11.50	23.00	17,042	35.9%	2.1%
Year ending March 31, 2023(Forecast)	—	10.50	—	10.50	21.00		30.1%	

(Note) End of 2Q dividend of 12.00Yen for Year ended March 31, 2021 includes a special dividend of 2.00Yen.

Year-End dividend of 18.00Yen for Year ended March 31, 2021 includes a special dividend of 8.00Yen.

End of 2Q dividend and Year-End dividend of 11.50Yen for Year ending March 31, 2022 each includes a special dividend of 1.50Yen.

**3. Forecast of Consolidated Results of Operations
for the Fiscal Year Ending March 2023 (From April 1, 2022 to March 31, 2023)**

(Percentage figures are changes from the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income attributable to shareholders of the Corporation (Millions of Yen)		Net Income per share (Yen)
	Amount	% Change	Amount	% Change	Amount	% Change	Amount	% Change	Amount
Year ending March 31, 2023	1,960,000	32.2%	71,500	58.4%	70,000	38.8%	51,500	7.8%	69.76

Explanatory Notes

(1) Changes in major subsidiaries during the period

(Changes in specified subsidiaries accompanying changes to the scope of consolidation) : Yes

Newly added subsidiaries: 1 company (The Nippon Road Co., Ltd.) Excluded subsidiaries: None

(2) Changes in accounting policies and in accounting estimates, and restatements

①Changes in accounting policies due to amendment of accounting standards : Yes

②Changes in accounting policies other than ① above : None

③Changes in accounting estimates : None

④Restatements : None

The Group has applied "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29, March 31, 2020) and "Accounting Standard for Fair Value Measurement" (ASBJ Statement No.30, July 4, 2019) effective from the beginning of the year ending March 31, 2022.

(3) Number of shares issued (Common stock)

①Number of issued shares at the end of the period (including treasury stock)

FY2021 ended March 31, 2022	788,514,613	FY2020 ended March 31, 2021	788,514,613

②Number of treasury stocks at the end of the period

FY2021 ended March 31, 2022	50,309,352	FY2020 ended March 31, 2021	25,661,068

③Average number of shares issued during the period

FY2021 ended March 31, 2022	745,168,592	FY2020 ended March 31, 2021	762,855,103

(Reference) Summary of Nonconsolidated Financial Results

1. Nonconsolidated Financial Highlights

(1) Nonconsolidated Results of Operations

(Percentage figures are changes from the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income (Millions of Yen)	
Year ended March 31, 2022	1,287,352	3.0%	34,859	(61.3%)	43,926	(55.5%)	45,735	(36.8%)
Year ended March 31, 2021	1,249,985	(11.8%)	90,064	(21.9%)	98,613	(19.6%)	72,370	(19.0%)

	Net Income per share (Yen)	Diluted Net Income per share (Yen)
Year ended March 31, 2022	61.26	—
Year ended March 31, 2021	94.70	—

(2) Nonconsolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Ratio of Owners' Equity to Total Assets	Net Assets per share (Yen)
As of March 31, 2022	1,749,528	699,210	40.0%	943.72
As of March 31, 2021	1,632,972	697,042	42.7%	912.13

(Reference) Owners' Equity As of March 31, 2022 : 699,210 Millions of Yen As of March 31, 2021 : 697,042 Millions of Yen

2. Forecast of Nonconsolidated Results of Operations

for the Fiscal Year Ending March 2023 (From April 1, 2022 to March 31, 2023)

(Percentage figures are changes from the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income (Millions of Yen)		Net Income per share (Yen)
Year ending March 31, 2023	1,590,000	23.5%	50,000	43.4%	55,500	26.3%	46,500	1.7%	62.76

This report is not subject to audit procedures by certified public accountants or audit firms.

Explanation regarding appropriate use of forecasts, and other specific comments

The forecast figures are based on the information that the Company is able to obtain at the present point. However, actual results may be different due to various factors, including, but not limited to, changes in the future economic conditions.

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PERFORMANCE RESULTS

(1) Consolidated

(Billions of Yen)

	Current Fiscal Year		Previous Fiscal Year		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Rate(%)	
Construction Contracts		1,295.9		1,301.3	(5.3)	(0.4)
Gross Profit	6.3%	81.1	12.5%	162.4	(81.2)	(50.0)
Real Estate and Other		186.9		155.1	31.8	20.6
Gross Profit	31.3%	58.4	18.0%	27.9	30.5	109.3
Net Sales		1,482.9		1,456.4	26.4	1.8
Gross Profit	9.4%	139.6	13.1%	190.4	(50.7)	(26.6)
S, G & A Expenses		94.5		90.2	4.2	4.7
Operating Income	3.0%	45.1	6.9%	100.1	(55.0)	(54.9)
Net Financial Revenue		3.2		2.6	0.6	23.1
Others		1.9		2.6	(0.6)	(24.7)
Ordinary Income	3.4%	50.4	7.2%	105.4	(55.0)	(52.2)
Special Gains (Losses)		14.2		5.3	8.9	165.6
Income Before Taxes		64.7		110.8	(46.1)	(41.6)
Income Taxes		17.1		33.5	(16.3)	(48.9)
Net Income Attributable to Non-Controlling Interests		(0.1)		0.1	(0.3)	—
Net Income Attributable to Shareholders of the Corporation	3.2%	47.7	5.3%	77.1	(29.4)	(38.1)

(Consolidated)	Current Fiscal Year		Previous Fiscal Year		Increase(Decrease)	
	〔 Mar 31, 2022 〕		〔 Mar 31, 2021 〕		Rate(%)	
Interest-bearing Debt		495.1		422.6	72.4	17.1
[Nonrecourse Borrowings and Bonds]		104.5		97.6	6.9	7.1

Debt/Equity Ratio	0.60 times	0.52 times
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(2) Nonconsolidated

(Billions of Yen)

	Current Fiscal Year		Previous Fiscal Year		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Rate(%)	
Construction Contracts		1,163.4		1,177.1	(13.6)	(1.2)
[Architectural Construction]		936.0		917.1	18.8	2.1
[Civil Engineering]		227.4		259.9	(32.5)	(12.5)
Gross Profit	5.2%	59.9	12.3%	144.2	(84.2)	(58.4)
[Architectural Construction]	2.8%	26.4	8.7%	80.2	(53.7)	(67.0)
[Civil Engineering]	14.7%	33.4	24.6%	64.0	(30.5)	(47.7)
Real Estate and Other		123.8		72.8	51.0	70.0
Gross Profit	40.4%	50.0	24.9%	18.1	31.8	175.7
Net Sales		1,287.3		1,249.9	37.3	3.0
Gross Profit	8.5%	109.9	13.0%	162.3	(52.4)	(32.3)
S, G & A Expenses		75.1		72.3	2.7	3.9
Operating Income	2.7%	34.8	7.2%	90.0	(55.2)	(61.3)
Net Financial Revenue		7.4		6.6	0.7	11.7
Others		1.6		1.8	(0.2)	(13.9)
Ordinary Income	3.4%	43.9	7.9%	98.6	(54.6)	(55.5)
Special Gains (Losses)		16.4		3.0	13.3	435.8
Income Before Taxes		60.3		101.6	(41.3)	(40.7)
Income Taxes		14.5		29.3	(14.7)	(50.2)
Net Income	3.6%	45.7	5.8%	72.3	(26.6)	(36.8)

(Nonconsolidated)	Current Fiscal Year		Previous Fiscal Year		Increase(Decrease)	
	〔 Mar 31, 2022 〕		〔 Mar 31, 2021 〕		Rate(%)	
Interest-bearing Debt		374.3		319.3	55.0	17.2
[Nonrecourse Borrowings]		28.0		29.3	(1.3)	(4.4)

PERFORMANCE FORECASTS

(1) Consolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2022 To :Mar 31, 2023 〕		〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Rate(%)
Construction Contracts		1,750.0		1,295.9	454.0	35.0
Gross Profit	7.7%	135.5	6.3%	81.1	54.3	66.9
Real Estate and Other		210.0		186.9	23.0	12.3
Gross Profit	21.0%	44.0	31.3%	58.4	(14.4)	(24.8)
Net Sales		1,960.0		1,482.9	477.0	32.2
Gross Profit	9.2%	179.5	9.4%	139.6	39.8	28.5
S, G & A Expenses		108.0		94.5	13.4	14.2
Operating Income	3.6%	71.5	3.0%	45.1	26.3	58.4
Net Financial Revenue		0.5		3.2	(2.7)	(84.8)
Others		(2.0)		1.9	(3.9)	—
Ordinary Income	3.6%	70.0	3.4%	50.4	19.5	38.8
Special Gains (Losses)		10.0		14.2	(4.2)	(30.0)
Income Before Taxes		80.0		64.7	15.2	23.6
Income Taxes		26.0		17.1	8.8	51.8
Net Income Attributable to Non-Controlling Interests		2.5		(0.1)	2.6	—
Net Income Attributable to Shareholders of the Corporation	2.6%	51.5	3.2%	47.7	3.7	7.8
Interest-bearing Debt		Less than 680.0		495.1	184.8	37.3

(2) Nonconsolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2022 To :Mar 31, 2023 〕		〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Rate(%)
Construction Contracts		1,480.0		1,163.4	316.5	27.2
[Architectural Construction]		1,245.0		936.0	308.9	33.0
[Civil Engineering]		235.0		227.4	7.5	3.3
Gross Profit	6.6%	98.0	5.2%	59.9	38.0	63.4
[Architectural Construction]	5.9%	74.0	2.8%	26.4	47.5	179.3
[Civil Engineering]	10.2%	24.0	14.7%	33.4	(9.4)	(28.3)
Real Estate and Other		110.0		123.8	(13.8)	(11.2)
Gross Profit	28.2%	31.0	40.4%	50.0	(19.0)	(38.0)
Net Sales		1,590.0		1,287.3	302.6	23.5
Gross Profit	8.1%	129.0	8.5%	109.9	19.0	17.3
S, G & A Expenses		79.0		75.1	3.8	5.2
Operating Income	3.1%	50.0	2.7%	34.8	15.1	43.4
Net Financial Revenue		6.5		7.4	(0.9)	(12.7)
Others		(1.0)		1.6	(2.6)	—
Ordinary Income	3.5%	55.5	3.4%	43.9	11.5	26.3
Special Gains (Losses)		10.0		16.4	(6.4)	(39.1)
Income Before Taxes		65.5		60.3	5.1	8.6
Income Taxes		19.0		14.5	4.4	30.1
Net Income	2.9%	46.5	3.6%	45.7	0.7	1.7
Interest-bearing Debt		Less than 530.0		374.3	155.6	41.6

BREAKDOWN OF SALES AND GROSS PROFIT (NONCONSOLIDATED)

(1) Performance Results

(Billions of Yen)

	Current Fiscal Year Result 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Previous Fiscal Year Result 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	906.2	5.1%	46.3	886.7	9.9%	87.4	19.5	2.2%	(41.1)	(47.0%)	
Overseas	29.7	(66.8)	(19.8)	30.4	(24.0)	(7.2)	(0.6)	(2.0)	(12.6)	—	
Sub total	936.0	2.8	26.4	917.1	8.7	80.2	18.8	2.1	(53.7)	(67.0)	
Civil Engineering											
Domestic	200.3	15.2	30.4	241.1	26.6	64.1	(40.7)	(16.9)	(33.7)	(52.6)	
Overseas	27.0	11.4	3.0	18.8	(0.4)	(0.0)	8.2	43.5	3.1	—	
Sub total	227.4	14.7	33.4	259.9	24.6	64.0	(32.5)	(12.5)	(30.5)	(47.7)	
Domestic	1,106.6	6.9	76.7	1,127.8	13.4	151.6	(21.2)	(1.9)	(74.8)	(49.3)	
Overseas	56.8	(29.6)	(16.8)	49.2	(15.0)	(7.3)	7.5	15.4	(9.4)	—	
Total	1,163.4	5.2	59.9	1,177.1	12.3	144.2	(13.6)	(1.2)	(84.2)	(58.4)	
Real Estate and Other	123.8	40.4	50.0	72.8	24.9	18.1	51.0	70.0	31.8	175.7	
Grand Total	1,287.3	8.5	109.9	1,249.9	13.0	162.3	37.3	3.0	(52.4)	(32.3)	

(2) Performance Forecasts

(Billions of Yen)

	Current Fiscal Year Forecast 〔 From:Apr 1, 2022 To :Mar 31, 2023 〕			Previous Fiscal Year Result 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	1,195.0	6.2%	74.0	906.2	5.1%	46.3	288.7	31.9%	27.6	59.5%	
Overseas	50.0	0.0	0.0	29.7	(66.8)	(19.8)	20.2	67.9	19.8	—	
Sub total	1,245.0	5.9	74.0	936.0	2.8	26.4	308.9	33.0	47.5	179.3	
Civil Engineering											
Domestic	210.0	10.7	22.5	200.3	15.2	30.4	9.6	4.8	(7.9)	(26.0)	
Overseas	25.0	6.0	1.5	27.0	11.4	3.0	(2.0)	(7.7)	(1.5)	(51.3)	
Sub total	235.0	10.2	24.0	227.4	14.7	33.4	7.5	3.3	(9.4)	(28.3)	
Domestic	1,405.0	6.9	96.5	1,106.6	6.9	76.7	298.3	27.0	19.7	25.7	
Overseas	75.0	2.0	1.5	56.8	(29.6)	(16.8)	18.1	31.9	18.3	—	
Total	1,480.0	6.6	98.0	1,163.4	5.2	59.9	316.5	27.2	38.0	63.4	
Real Estate and Other	110.0	28.2	31.0	123.8	40.4	50.0	(13.8)	(11.2)	(19.0)	(38.0)	
Grand Total	1,590.0	8.1	129.0	1,287.3	8.5	109.9	302.6	23.5	19.0	17.3	

CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Fiscal Year [Mar 31, 2022]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	250,134	214,321	35,812
Notes and accounts receivable-trade	684,217	484,445	199,772
Marketable securities (*)	37,000	62,000	(25,000)
Real estate for sale	7,097	3,158	3,939
Costs on uncompleted construction contracts	30,742	69,538	(38,795)
Costs on uncompleted real estate development projects	14,419	17,143	(2,724)
Other inventories	2,909	52,086	(49,176)
Other current assets	124,711	112,062	12,649
Less: Allowance for doubtful accounts	(1,147)	(1,157)	10
Total current assets	1,150,085	1,013,598	136,486
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	226,287	182,473	43,813
Machinery, vehicles, tools, furniture and fixtures	39,729	24,378	15,350
Land	298,667	250,111	48,556
Construction in progress	49,941	44,936	5,004
Total tangible fixed assets	614,625	501,899	112,725
Intangible fixed assets	21,069	19,140	1,928
Investments and other assets:			
Investment securities	326,835	355,679	(28,844)
Deffered tax assets	2,722	2,471	251
Other investments	14,948	17,821	(2,873)
Less: Allowance for doubtful accounts	(1,930)	(1,936)	6
Total investments and other assets	342,576	374,035	(31,459)
Total non-current assets	978,271	895,076	83,195
Total assets	2,128,356	1,908,674	219,682

(*) Marketable securities includes following amounts of negotiable certificate of deposits.

As of Mar 31, 2022: 37,000 million yen

As of Mar 31, 2021: 62,000 million yen

(Millions of Yen)

	Current Fiscal Year [Mar 31, 2022]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes and accounts payable-trade	325,953	280,980	44,973
Short-term borrowings	130,609	143,705	(13,096)
Current portion of non-recourse borrowings	8,758	7,851	907
Commercial papers	50,000	—	50,000
Current portion of bonds payable	—	10,000	(10,000)
Current portion of non-recourse bonds payable	13,761	1,265	12,496
Advances received on uncompleted construction contracts	107,630	99,340	8,290
Deposits received	109,336	107,944	1,392
Warranty reserve	3,353	3,305	47
Reserve for expected losses on construction contracts in process	54,117	14,441	39,676
Other current liabilities	44,673	46,074	(1,400)
Total current liabilities	848,195	714,908	133,287
Non-Current Liabilities:			
Bonds payable	110,000	100,000	10,000
Non-recourse bonds payable	8,208	21,969	(13,761)
Long-term borrowings	99,945	71,323	28,621
Non-recourse borrowings	73,857	66,573	7,283
Deferred tax liabilities	7,231	17,625	(10,393)
Deferred tax liabilities for revaluation reserve for land	17,644	17,644	—
Net defined benefit liability	55,899	53,029	2,870
Other non-current liabilities	32,202	24,152	8,049
Total non-current liabilities	404,988	372,319	32,669
Total liabilities	1,253,184	1,087,227	165,956
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,678	43,116	561
Retained earnings	592,199	563,628	28,570
Less: Treasury stock, at cost	(43,282)	(21,615)	(21,667)
Total shareholders' equity	666,959	659,494	7,465
Accumulated Other Comprehensive Income:			
Net unrealized gain (loss) on other securities, net of taxes	132,308	133,863	(1,555)
Deferred gain (loss) on hedging, net of taxes	214	236	(22)
Revaluation reserve for land, net of taxes	25,831	25,831	—
Foreign currency translation adjustments	(898)	(3,556)	2,658
Remeasurements of defined benefit plans	80	(581)	662
Total accumulated other comprehensive income	157,536	155,794	1,742
Non-controlling Interests	50,675	6,157	44,517
Total net assets	875,172	821,446	53,725
Total liabilities and net assets	2,128,356	1,908,674	219,682

(Reference)

Interest-bearing debt	495,140	422,688	72,451
[Nonrecourse borrowings and bonds]	[104,585]	[97,659]	[6,926]

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)
Net Sales:			
Construction contracts	1,295,969	1,301,363	(5,393)
Real estate development and other	186,992	155,109	31,882
Total net sales	1,482,961	1,456,473	26,488
Cost of Sales:			
Construction contracts	1,214,775	1,138,887	75,888
Real estate development and other	128,510	127,168	1,342
Total cost of sales	1,343,286	1,266,055	77,230
Gross profit:			
Construction contracts	[6.3%] 81,193	[12.5%] 162,476	(81,282)
Real estate development and other	[31.3%] 58,481	[18.0%] 27,941	30,540
Total gross profit	9.4% 139,675	13.1% 190,417	(50,742)
Selling, General and Administrative Expenses	94,529	90,265	4,264
Operating income	3.0% 45,145	6.9% 100,151	(55,006)
Non-Operating Income:			
Interest and dividend income	5,935	5,696	238
Foreign exchange gain	2,088	2,633	(545)
Other non-operating income	2,465	2,386	79
Total non-operating income	10,490	10,717	(227)
Non-Operating Expenses:			
Interest expenses	2,656	3,033	(377)
Other non-operating expenses	2,559	2,370	189
Total non-operating expenses	5,216	5,403	(187)
Ordinary income	3.4% 50,419	7.2% 105,465	(55,045)
Special Gains:			
Gain on sales of investment securities	10,044	15,273	(5,228)
Gain on bargain purchase	6,414	—	6,414
Other special gains	8	832	(823)
Total special gains	16,468	16,105	362
Special Losses:			
Loss on sales of investment securities	19	153	(133)
Loss on devaluation of investment securities	255	3,333	(3,078)
Loss on step acquisitions	1,865	—	1,865
Loss related to infectious diseases	—	4,202	(4,202)
Loss on land remediation	—	3,030	(3,030)
Other special losses	42	7	34
Total special losses	2,182	10,727	(8,545)
Income before income taxes	64,705	110,843	(46,137)
Income taxes current	29,952	30,235	(283)
Income taxes deferred	(12,824)	3,280	(16,104)
Total income taxes	17,128	33,515	(16,387)
Net income	47,577	77,327	(29,750)
Net income(loss) attributable to non-controlling interests	(183)	151	(335)
Net income attributable to shareholders of the Corporation	3.2% 47,761	5.3% 77,176	(29,414)

(Reference)

Interest and dividend income	5,935	5,696	238
Interest expenses	2,656	3,033	(377)
Net financial revenue	3,279	2,663	616

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)
Net income	47,577	77,327	(29,750)
Other comprehensive income:			
Net unrealized gain (loss) on other securities, net of taxes	(1,473)	28,921	(30,394)
Deferred gain (loss) on hedging, net of taxes	(22)	405	(428)
Foreign currency translation adjustment	2,612	(1,527)	4,139
Remeasurements of defined benefit plans	743	4,247	(3,504)
Share of other comprehensive income of associates accounted for using equity method	(100)	(19)	(80)
Total other comprehensive income	1,759	32,027	(30,268)
Comprehensive income	49,336	109,354	(60,018)
Comprehensive income attributable to:			
Shareholders of the Corporation	49,504	109,265	(59,761)
Non-controlling interests	(167)	89	(256)

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of Yen)

	Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)
Cash Flows from Operating Activities:			
Income before income taxes	64,705	110,843	(46,137)
Adjustments for:			
Depreciation and amortization	20,213	16,710	3,503
Gain on bargain purchase	(6,414)	—	(6,414)
Loss (gain) on step acquisitions	1,865	—	1,865
Increase (decrease) in allowance for doubtful accounts	(177)	362	(539)
Increase (decrease) in reserve for expected losses on construction contracts in process	39,506	8,362	31,144
Increase (decrease) in net defined benefit liability	3,315	1,503	1,811
Loss (gain) on sales of fixed assets	33	(208)	241
Loss (gain) on valuation of investment securities	255	3,333	(3,078)
Loss (gain) on sales of investment securities	(10,025)	(15,119)	5,094
Interest and dividend income	(5,935)	(5,696)	(238)
Interest expenses	2,656	3,033	(377)
(Increase) decrease in notes and accounts receivable-trade	(39,265)	61,740	(101,006)
(Increase) decrease in real estate for sale	8,408	15,486	(7,078)
(Increase) decrease in costs on uncompleted construction contracts	1,138	8,402	(7,263)
(Increase) decrease in uncompleted real estate development projects	2,724	(671)	3,395
(Increase) decrease in other inventories	694	(4,194)	4,888
Increase (decrease) in notes and accounts payable-trade	6,398	(37,494)	43,893
Increase (decrease) in advances received on uncompleted construction contracts	9,189	(1,824)	11,014
Other, net	6,562	(42,269)	48,832
Subtotal	105,848	122,298	(16,450)
Interest and dividends received	6,542	6,206	336
Interest paid	(2,787)	(2,863)	76
Income taxes paid	(31,831)	(44,966)	13,134
Net cash provided by (used in) operating activities	77,772	80,674	(2,902)

(Millions of Yen)

	Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)
Cash Flows from Investing Activities:			
Acquisition of tangible fixed assets	(109,766)	(122,892)	13,126
Proceeds from sales of tangible fixed assets	40	305	(265)
Acquisition of marketable securities and investment securities	(217)	(3,295)	3,077
Proceeds from sales of marketable securities and investment securities	13,235	20,083	(6,848)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	7,956	211	7,744
Other, net	(556)	(8,366)	7,810
Net cash provided by (used in) investing activities	(89,308)	(113,954)	24,645
Cash Flows from Financing Activities:			
Net increase (decrease) in short-term borrowings	(21,386)	31,919	(53,306)
Net increase (decrease) in commercial papers	50,000	(80,000)	130,000
Proceeds from long-term borrowings	45,700	18,640	27,060
Repayments of long-term borrowings	(17,854)	(18,538)	684
Proceeds from non-recourse borrowings	15,819	30,198	(14,379)
Repayments of non-recourse borrowings	(8,518)	(7,445)	(1,073)
Proceeds from issuance of bonds	10,000	50,000	(40,000)
Redemption of bonds	(10,000)	(10,000)	—
Redemption of non-recourse bonds	(1,265)	(2,764)	1,499
Redemption of convertible bond-type bonds with subscription rights to shares	—	(30,000)	30,000
Purchase of treasury shares	(20,104)	(2)	(20,102)
Dividends	(22,277)	(24,454)	2,176
Other, net	(478)	(264)	(214)
Net cash provided by (used in) financing activities	19,634	(42,710)	62,345
Effect of exchange rate changes on Cash and Cash Equivalents	2,714	(409)	3,124
Net increase (decrease) in Cash and Cash Equivalents	10,812	(76,400)	87,212
Cash and Cash Equivalents at beginning of year	276,321	352,722	(76,400)
Cash and Cash Equivalents at end of year	287,134	276,321	10,812

NONCONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Fiscal Year [Mar 31, 2022]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	152,427	155,279	(2,852)
Notes receivable	19,601	31,574	(11,973)
Accounts receivable from completed construction contracts	511,617	430,598	81,019
Marketable securities (*)	37,000	62,000	(25,000)
Real estate for sale	0	0	(0)
Costs on uncompleted construction contracts	28,621	64,419	(35,798)
Costs on uncompleted real estate development projects	7,044	5,360	1,683
Other current assets	125,914	104,526	21,387
Less: Allowance for doubtful accounts	(1,053)	(1,092)	39
Total current assets	881,172	852,666	28,505
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	182,657	150,841	31,816
Machinery and vehicles	7,618	7,712	(93)
Tools, furniture and fixtures	5,601	4,705	895
Land	228,223	193,527	34,696
Construction in progress	45,876	33,762	12,114
Total tangible fixed assets	469,976	390,547	79,428
Intangible fixed assets	14,469	13,681	788
Investments and other assets:			
Investment securities	302,219	316,210	(13,990)
Investments in subsidiaries and affiliates	65,342	43,178	22,163
Investments in other securities of subsidiaries and affiliates	5,357	5,182	174
Long-term loans	2,104	2,657	(552)
Long-term prepaid expenses	506	441	65
Other investments	10,308	10,417	(108)
Less: Allowance for doubtful accounts	(1,929)	(2,011)	82
Total investments and other assets	383,909	376,076	7,833
Total non-current assets	868,355	780,305	88,050
Total assets	1,749,528	1,632,972	116,556

(*) Marketable securities includes following amounts of negotiable certificate of deposits.

As of Mar 31, 2022: 37,000 million yen

As of Mar 31, 2021: 62,000 million yen

(Millions of Yen)

	Current Fiscal Year [Mar 31, 2022]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes payable	56,113	49,916	6,196
Accounts payable for construction contracts	198,387	189,897	8,489
Short-term borrowings	106,703	125,070	(18,367)
Current portion of non-recourse borrowings	1,300	1,300	—
Commercial papers	50,000	—	50,000
Current portion of bonds payable	—	10,000	(10,000)
Income taxes payable	5,555	7,954	(2,399)
Advances received on uncompleted construction contracts	96,319	90,085	6,234
Deposits received	142,840	132,527	10,312
Warranty reserve	3,141	3,178	(36)
Reserve for expected losses on construction contracts in process	53,663	13,932	39,731
Other current liabilities	22,208	28,762	(6,553)
Total current liabilities	736,232	652,626	83,606
Non-Current Liabilities:			
Bonds payable	110,000	100,000	10,000
Long-term borrowings	79,645	54,966	24,679
Non-recourse borrowings	26,750	28,050	(1,300)
Deferred tax liabilities	3,743	15,434	(11,691)
Deferred tax liabilities for revaluation reserve for land	17,644	17,644	—
Reserve for employees' retirement benefits	48,632	45,472	3,160
Other non-current liabilities	27,668	21,735	5,932
Total non-current liabilities	314,084	283,303	30,781
Total liabilities	1,050,317	935,929	114,387
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital:			
Capital reserve	43,143	43,143	—
Other additional paid-in capital	1	1	0
Total additional paid-in capital	43,145	43,144	0
Retained earnings:			
Legal reserve	18,394	18,394	—
Other retained earnings:			
Reserve for advanced depreciation of noncurrent assets	4,819	4,922	(102)
Contingent Reserve	405,100	355,600	49,500
Retained earnings brought forward	37,409	63,348	(25,938)
Total retained earnings	465,724	442,265	23,458
Less: Treasury stock, at cost	(41,298)	(21,193)	(20,104)
Total shareholders' equity	541,936	538,582	3,353
Valuation and Translation Adjustments:			
Net unrealized gain (loss) on other securities, net of taxes	131,228	132,391	(1,162)
Deferred gain (loss) on hedging, net of taxes	214	236	(22)
Revaluation reserve for land, net of taxes	25,831	25,831	—
Total valuation and translation adjustments	157,274	158,459	(1,184)
Total net assets	699,210	697,042	2,168
Total liabilities and net assets	1,749,528	1,632,972	116,556
(Reference)			
Interest-bearing debt	374,398	319,386	55,011
[Nonrecourse borrowings]	[28,050]	[29,350]	[(1,300)]

NONCONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)
Net Sales:			
Construction contracts	1,163,489	1,177,125	(13,635)
Real estate development and other	123,863	72,860	51,002
Total net sales	1,287,352	1,249,985	37,366
Cost of Sales:			
Construction contracts	1,103,504	1,032,869	70,634
Real estate development and other	73,861	54,723	19,137
Total cost of sales	1,177,365	1,087,592	89,772
Gross profit:			
Construction contracts	[5.2%] 59,985	[12.3%] 144,256	(84,270)
Real estate development and other	[40.4%] 50,001	[24.9%] 18,137	31,864
Total gross profit	8.5% 109,987	13.0% 162,393	(52,405)
Selling, General and Administrative Expenses	75,128	72,329	2,799
Operating income	2.7% 34,859	7.2% 90,064	(55,204)
Non-Operating Income:			
Interest and dividend income	8,987	8,596	391
Foreign exchange gain	2,092	2,658	(566)
Other non-operating income	1,505	897	607
Total non-operating income	12,585	12,152	432
Non-Operating Expenses:			
Interest expenses	1,540	1,927	(387)
Other non-operating expenses	1,977	1,675	302
Total non-operating expenses	3,517	3,602	(85)
Ordinary income	3.4% 43,926	7.9% 98,613	(54,686)
Special Gains:			
Gain on sales of investment securities	10,019	15,252	(5,233)
Gain on extinguishment of tie-in shares	6,662	—	6,662
Other special gains	4	646	(642)
Total special gains	16,686	15,899	786
Special Losses:			
Loss on sales of investment securities	19	153	(133)
Loss on devaluation of investment securities	255	3,310	(3,055)
Loss on devaluation of shares of subsidiaries and associates	—	1,553	(1,553)
Loss related to infectious diseases	—	4,137	(4,137)
Loss on land remediation	—	3,030	(3,030)
Other special losses	2	651	(648)
Total special losses	277	12,837	(12,559)
Income before income taxes	60,335	101,675	(41,340)
Income taxes current	25,084	26,584	(1,500)
Income taxes deferred	(10,484)	2,721	(13,205)
Total income taxes	14,599	29,305	(14,705)
Net income	3.6% 45,735	5.8% 72,370	(26,634)

(Reference)

Interest and dividend income	8,987	8,596	391
Interest expenses	1,540	1,927	(387)
Net financial revenue	7,447	6,668	778

BREAKDOWN OF ORDERS (NONCONSOLIDATED)

(Millions of Yen)

	Current Fiscal Year Result 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		Previous Fiscal Year Result 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Increase (Decrease)	
		Proportion (%)		Proportion (%)		Rate (%)
Construction business (orders)						
Architectural Construction						
Domestic	1,123,513	79.1	800,581	70.8	322,931	40.3
Overseas	22,829	1.6	17,136	1.5	5,692	33.2
Sub total	1,146,342	80.7	817,718	72.3	328,624	40.2
Civil Engineering						
Domestic	216,341	15.3	312,824	27.7	(96,483)	(30.8)
Overseas	57,378	4.0	172	0.0	57,206	—
Sub total	273,719	19.3	312,996	27.7	(39,277)	(12.5)
Domestic	1,339,854	94.4	1,113,406	98.5	226,448	20.3
Overseas	80,207	5.6	17,308	1.5	62,898	363.4
Total	1,420,062	100	1,130,715	100	289,347	25.6
Real Estate and Other	123,399		70,254		53,144	75.6
Grand Total	1,543,461		1,200,969		342,491	28.5

(Reference: Overseas Construction Orders)

(Millions of Yen)

	Current Fiscal Year Result 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		Previous Fiscal Year Result 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Increase (Decrease)	
						Rate (%)
Shimizu Corporation	80,207		17,308		62,898	363.4
Subsidiaries	39,704		31,989		7,714	24.1
Total	119,911		49,298		70,613	143.2

ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)
for the fiscal year ended March 31, 2021 and 2022

(1) Construction orders awarded and contracts

(Millions of Yen)

		Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)	Rate(%)
Architectural Construction	Domestic	1,123,513	800,581	322,931	40.3
	Overseas	22,829	17,136	5,692	33.2
	Sub total	1,146,342	817,718	328,624	40.2
Civil Engineering	Domestic	216,341	312,824	(96,483)	(30.8)
	Overseas	57,378	172	57,206	—
	Sub total	273,719	312,996	(39,277)	(12.5)
Construction business (orders)		1,420,062	1,130,715	289,347	25.6
Real estate development and other (contracts)		123,399	70,254	53,144	75.6
Total		1,543,461	1,200,969	342,491	28.5

(2) Net sales

(Millions of Yen)

		Current Fiscal Year 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)	Rate(%)
Architectural Construction	Domestic	906,259	886,743	19,516	2.2
	Overseas	29,783	30,401	(618)	(2.0)
	Sub total	936,043	917,145	18,898	2.1
Civil Engineering	Domestic	200,370	241,107	(40,736)	(16.9)
	Overseas	27,075	18,873	8,202	43.5
	Sub total	227,446	259,980	(32,534)	(12.5)
Construction business		1,163,489	1,177,125	(13,635)	(1.2)
Real estate development and other		123,863	72,860	51,002	70.0
Total		1,287,352	1,249,985	37,366	3.0

(3) Backlog

(Millions of Yen)

		Current Fiscal Year 〔 Mar 31, 2022 〕	Previous Fiscal Year 〔 Mar 31, 2021 〕	Increase (Decrease)	Rate(%)
Architectural Construction	Domestic	1,434,937	1,217,683	217,253	17.8
	Overseas	85,679	92,634	(6,954)	(7.5)
	Sub total	1,520,616	1,310,317	210,299	16.0
Civil Engineering	Domestic	438,275	422,305	15,970	3.8
	Overseas	140,689	110,386	30,302	27.5
	Sub total	578,965	532,692	46,273	8.7
Construction business		2,099,582	1,843,009	256,572	13.9
Real estate development and other		93,221	93,685	(464)	(0.5)
Total		2,192,803	1,936,695	256,108	13.2

(Note) The backlog for the previous fiscal year has been restated by reflecting the application of the "Accounting Standard for Revenue Recognition" and its implementation guidance.

ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED)
for the fiscal year ending March 2023

(Billions of Yen)

		Current Fiscal Year Forecast 〔From:Apr 1, 2022〕 〔To :Mar 31, 2023〕	Previous Fiscal Year Result 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	980.0	1,123.5	(143.5)	(12.8)
	Overseas	30.0	22.8	7.1	31.4
	Sub total	1,010.0	1,146.3	(136.3)	(11.9)
Civil Engineering	Domestic	210.0	216.3	(6.3)	(2.9)
	Overseas	30.0	57.3	(27.3)	(47.7)
	Sub total	240.0	273.7	(33.7)	(12.3)
Construction business (orders)		1,250.0	1,420.0	(170.0)	(12.0)
Real estate development and other (contracts)		120.0	123.3	(3.3)	(2.8)
Total		1,370.0	1,543.4	(173.4)	(11.2)

(Reference: Overseas Construction Orders)

(Billions of Yen)

		Current Fiscal Year Forecast 〔From:Apr 1, 2022〕 〔To :Mar 31, 2023〕	Previous Fiscal Year Result 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Increase (Decrease)	
					Rate(%)
Shimizu Corporation		60.0	80.2	(20.2)	(25.2)
Subsidiaries		40.0	39.7	0.2	0.7
Total		100.0	119.9	(19.9)	(16.6)