

Tokyo, July 29, 2022

SHIMIZU CORPORATION

Consolidated Financial Report [Japanese GAAP] For the three months ended June 30, 2022



Shares Listed: Tokyo Stock Exchange Prime Market and Nagoya Stock Exchange Premier Market
 Stock Code: 1803
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Scheduled date to file quarterly securities report: August 1, 2022
 Supplementary documents on quarterly 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 same period in 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
Three months ended June 30, 2022	384,714	21.5%	3,309	30.4%	6,871	54.7%	3,655	31.7%
Three months ended June 30, 2021	316,640	0.8%	2,536	(81.2%)	4,441	(74.7%)	2,776	(66.3%)

	Net Income per share (Yen)	Diluted Net Income per share (Yen)
Three months ended June 30, 2022	4.95	—
Three months ended June 30, 2021	3.66	—

(2) Consolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Owners' Equity (Net assets less non-controlling interests) (Millions of Yen)	Ratio of Owners' Equity (Net assets less non-controlling interests)
As of June 30, 2022	2,084,231	869,511	819,389	39.3%
As of March 31, 2022	2,128,356	875,172	824,496	38.7%

2. Dividends

	End of 1Q (Yen)	End of 2Q (Yen)	End of 3Q (Yen)	Year-End (Yen)	Total (Yen)
Year ended March 31, 2022	—	11.50	—	11.50	23.00
Year ending March 31, 2023	—				
Year ending March 31, 2023(Forecast)		10.50	—	10.50	21.00

(Note) Revision of the forecasts of cash dividends since the latest announcement: None

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 same period in 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

(Note) Revision of the forecasts of consolidated results since the latest announcement: None

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 : 3 companies (SCB Boylston PO, LLC / SCB Boylston Holding, LLC / SC Boylston Investment, LLC)

Excluded subsidiaries : None

(2) Adoption of accounting methods specific to the preparation of quarterly consolidated financial statements : **Yes**

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

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

② Changes in accounting policies other than ① above : **None**

③ Changes in accounting estimates : **None**

④ Restatements : **None**

The Group has applied "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No.31, June 17, 2021) effective from the beginning of the year ending March 31, 2023.

(4) Number of shares issued (Common stock)

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

First Quarter of FY2022 ended June 30, 2022	788,514,613	FY2021 ended March 31, 2022	788,514,613
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② Number of treasury stocks at the end of the period

First Quarter of FY2022 ended June 30, 2022	50,309,866	FY2021 ended March 31, 2022	50,309,352
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③ Average number of shares issued during the period

First Quarter of FY2022 ended June 30, 2022	738,204,985	First Quarter of FY2021 ended June 30, 2021	759,041,447
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This report is not subject to quarterly review 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 First Quarter 〔From:Apr 1, 2022 To :Jun 30, 2022〕		Previous First Quarter 〔From:Apr 1, 2021 To :Jun 30, 2021〕		Increase (Decrease) Rate(%)		Forecast 〔From:Apr 1, 2022 To :Mar 31, 2023〕	Progress (%)
Construction Contracts	339.2		291.3		47.8	16.4	1,750.0	19.4
Gross Profit	6.1% 20.8		6.3% 18.4		2.3	12.8	7.7% 135.5	15.4
Real Estate and Other	45.5		25.3		20.1	79.7	210.0	21.7
Gross Profit	14.9% 6.8		22.1% 5.6		1.1	21.4	21.0% 44.0	15.5
Net Sales	384.7		316.6		68.0	21.5	1,960.0	19.6
Gross Profit	7.2% 27.6		7.6% 24.0		3.5	14.8	9.2% 179.5	15.4
S, G & A Expenses	24.2		21.5		2.7	12.9	108.0	22.5
Operating Income	0.9% 3.3		0.8% 2.5		0.7	30.4	3.6% 71.5	4.6
Net Financial Revenue	1.9		1.8		0.1	6.2	0.5	—
Others	1.5		0.0		1.5	—	(2.0)	—
Ordinary Income	1.8% 6.8		1.4% 4.4		2.4	54.7	3.6% 70.0	9.8
Special Gains (Losses)	0.1		3.5		(3.4)	(96.6)	10.0	—
Income Before Taxes	6.9		7.9		(0.9)	(12.2)	80.0	8.7
Income Taxes	3.4		5.3		(1.9)	(36.2)	26.0	—
Net Income Attributable to Non-Controlling Interests	(0.1)		(0.1)		0.0	—	2.5	—
Net Income Attributable to Shareholders of the Corporation	1.0% 3.6		0.9% 2.7		0.8	31.7	2.6% 51.5	7.1

(Consolidated)	Current First Quarter 〔 Jun 30, 2022 〕		Previous Fiscal Year 〔 Mar 31, 2022 〕		Increase(Decrease) Rate(%)	
Interest-bearing Debt [Nonrecourse Borrowings and Bonds]	462.7		495.1		(32.4)	(6.5)
	[111.3]		[104.5]		[6.8]	[6.5]

(2) Nonconsolidated

(Billions of Yen)

	Current First Quarter 〔From:Apr 1, 2022 To :Jun 30, 2022〕		Previous First Quarter 〔From:Apr 1, 2021 To :Jun 30, 2021〕		Increase (Decrease) Rate(%)		Forecast 〔From:Apr 1, 2022 To :Mar 31, 2023〕	Progress (%)
Construction Contracts	285.8		264.8		20.9	7.9	1,480.0	19.3
[Architectural Construction]	[231.3]		[210.0]		[21.2]	[10.1]	[1,245.0]	[18.6]
[Civil Engineering]	[54.4]		[54.7]		[(0.2)]	[(0.5)]	[235.0]	[23.2]
Gross Profit	5.5% 15.7		5.9% 15.5		0.2	1.3	6.6% 98.0	16.0
[Architectural Construction]	[5.0% 11.5]		[5.5% 11.5]		[(0.0)]	[(0.4)]	[5.9% 74.0]	[15.6]
[Civil Engineering]	[7.7% 4.2]		[7.2% 3.9]		[0.2]	[6.4]	[10.2% 24.0]	[17.5]
Real Estate and Other	19.1		13.5		5.5	41.0	110.0	17.4
Gross Profit	17.5% 3.3		24.3% 3.3		0.0	1.7	28.2% 31.0	10.8
Net Sales	304.9		278.4		26.5	9.5	1,590.0	19.2
Gross Profit	6.3% 19.0		6.8% 18.8		0.2	1.4	8.1% 129.0	14.8
S, G & A Expenses	17.2		17.1		0.0	0.4	79.0	21.8
Operating Income	0.6% 1.8		0.6% 1.6		0.2	12.1	3.1% 50.0	3.7
Net Financial Revenue	5.7		5.3		0.4	8.4	6.5	—
Others	1.5		(0.0)		1.5	—	(1.0)	—
Ordinary Income	3.0% 9.2		2.5% 6.9		2.2	32.0	3.5% 55.5	16.6
Special Gains (Losses)	0.1		10.1		(10.0)	(98.9)	10.0	—
Income Before Taxes	9.3		17.1		(7.8)	(45.6)	65.5	14.2
Income Taxes	2.7		4.8		(2.1)	(44.7)	19.0	—
Net Income	2.2% 6.6		4.4% 12.2		(5.6)	(45.9)	2.9% 46.5	14.2

(Nonconsolidated)	Current First Quarter 〔 Jun 30, 2022 〕		Previous Fiscal Year 〔 Mar 31, 2022 〕		Increase(Decrease) Rate(%)	
Interest-bearing Debt [Nonrecourse Borrowings]	323.7		374.3		(50.6)	(13.5)
	[27.7]		[28.0]		[(0.3)]	[(1.2)]

(*) Forecasts have not been changed from the announcement made on May 12, 2022.

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

(*) Forecasts have not been changed from the announcement made on May 12, 2022.

BREAKDOWN OF SALES AND GROSS PROFIT (NONCONSOLIDATED)

(1) Performance Results

(Billions of Yen)

	Current First Quarter Result 〔 From:Apr 1, 2022 To :Jun 30, 2022 〕			Previous First Quarter Result 〔 From:Apr 1, 2021 To :Jun 30, 2021 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	220.5	6.0%	13.3	199.8	7.1%	14.1	20.7	10.4%	(0.8)	(5.7%)	
Overseas	10.7	(16.9)	(1.8)	10.1	(25.5)	(2.5)	0.5	5.9	0.7	—	
Sub total	231.3	5.0	11.5	210.0	5.5	11.5	21.2	10.1	(0.0)	(0.4)	
Civil Engineering											
Domestic	45.4	8.2	3.7	49.6	7.3	3.6	(4.2)	(8.5)	0.1	3.6	
Overseas	9.0	5.0	0.4	5.1	6.5	0.3	3.9	75.9	0.1	37.3	
Sub total	54.4	7.7	4.2	54.7	7.2	3.9	(0.2)	(0.5)	0.2	6.4	
Domestic	266.0	6.4	17.0	249.5	7.1	17.7	16.4	6.6	(0.6)	(3.8)	
Overseas	19.7	(6.9)	(1.3)	15.2	(14.7)	(2.2)	4.5	29.5	0.8	—	
Total	285.8	5.5	15.7	264.8	5.9	15.5	20.9	7.9	0.2	1.3	
Real Estate and Other	19.1	17.5	3.3	13.5	24.3	3.3	5.5	41.0	0.0	1.7	
Grand Total	304.9	6.3	19.0	278.4	6.8	18.8	26.5	9.5	0.2	1.4	

(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	

(*) Forecasts have not been changed from the announcement made on May 12, 2022.

CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current First Quarter [Jun 30, 2022]	Previous Fiscal Year [Mar 31, 2022]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	221,159	250,134	(28,975)
Notes and accounts receivable-trade	621,560	684,217	(62,657)
Marketable securities (*)	62,000	37,000	25,000
Real estate for sale	2,379	7,097	(4,717)
Costs on uncompleted construction contracts	35,693	30,742	4,951
Costs on uncompleted real estate development projects	20,514	14,419	6,095
Other inventories	2,735	2,909	(174)
Other current assets	127,634	124,711	2,922
Less: Allowance for doubtful accounts	(1,112)	(1,147)	35
Total current assets	1,092,565	1,150,085	(57,519)
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	238,516	226,287	12,229
Machinery, vehicles, tools, furniture and fixtures	39,046	39,729	(682)
Land	300,021	298,667	1,353
Construction in progress	52,297	49,941	2,356
Total tangible fixed assets	629,881	614,625	15,255
Intangible fixed assets	20,863	21,069	(205)
Investments and other assets:			
Investment securities	324,847	326,835	(1,988)
Other investments	18,002	17,671	331
Less: Allowance for doubtful accounts	(1,929)	(1,930)	0
Total investments and other assets	340,920	342,576	(1,656)
Total non-current assets	991,665	978,271	13,394
Total assets	2,084,231	2,128,356	(44,125)

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

As of Jun 30, 2022: 62,000 million yen

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

(Millions of Yen)

	Current First Quarter [Jun 30, 2022]	Previous Fiscal Year [Mar 31, 2022]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes and accounts payable-trade	305,986	325,953	(19,967)
Short-term borrowings	136,464	130,609	5,855
Current portion of non-recourse borrowings	8,779	8,758	20
Commercial papers	—	50,000	(50,000)
Current portion of non-recourse bonds payable	21,653	13,761	7,891
Advances received on uncompleted construction contracts	120,318	107,630	12,687
Warranty reserve	3,407	3,353	54
Reserve for expected losses on construction contracts in process	51,485	54,117	(2,632)
Other current liabilities	159,118	154,009	5,108
Total current liabilities	807,213	848,195	(40,981)
Non-Current Liabilities:			
Bonds payable	110,000	110,000	—
Non-recourse bonds payable	—	8,208	(8,208)
Long-term borrowings	104,856	99,945	4,910
Non-recourse borrowings	80,958	73,857	7,101
Net defined benefit liability	57,034	55,899	1,135
Other non-current liabilities	54,655	57,078	(2,422)
Total non-current liabilities	407,505	404,988	2,517
Total liabilities	1,214,719	1,253,184	(38,464)
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,677	43,678	(0)
Retained earnings	587,365	592,199	(4,833)
Less: Treasury stock, at cost	(43,283)	(43,282)	(0)
Total shareholders' equity	662,125	666,959	(4,834)
Accumulated Other Comprehensive Income:			
Net unrealized gain (loss) on other securities, net of taxes	130,082	132,308	(2,225)
Deferred gain (loss) on hedging, net of taxes	164	214	(49)
Revaluation reserve for land, net of taxes	25,831	25,831	—
Foreign currency translation adjustments	1,270	(898)	2,169
Remeasurements of defined benefit plans	(86)	80	(166)
Total accumulated other comprehensive income	157,263	157,536	(273)
Non-controlling Interests	50,122	50,675	(553)
Total net assets	869,511	875,172	(5,660)
Total liabilities and net assets	2,084,231	2,128,356	(44,125)

(Reference)

Interest-bearing debt	462,712	495,140	(32,427)
[Nonrecourse borrowings and bonds]	[111,392]	[104,585]	[6,806]

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current First Quarter 〔 From:Apr 1, 2022 〕 〔 To :Jun 30, 2022 〕		Previous First Quarter 〔 From:Apr 1, 2021 〕 〔 To :Jun 30, 2021 〕		Increase (Decrease)
Net Sales:					
Construction contracts		339,203		291,315	47,888
Real estate development and other		45,511		25,324	20,186
Total net sales		384,714		316,640	68,074
Cost of Sales:					
Construction contracts		318,399		272,869	45,530
Real estate development and other		38,709		19,721	18,987
Total cost of sales		357,108		292,590	64,518
Gross profit:					
Construction contracts	[6.1%]	20,804	[6.3%]	18,446	2,357
Real estate development and other	[14.9%]	6,801	[22.1%]	5,603	1,198
Total gross profit	7.2%	27,606	7.6%	24,049	3,556
Selling, General and Administrative Expenses		24,297		21,512	2,784
Operating income	0.9%	3,309	0.8%	2,536	772
Non-Operating Income:					
Interest income		205		187	17
Dividend income		2,581		2,348	232
Foreign exchange gain		1,790		15	1,775
Other non-operating income		450		469	(18)
Total non-operating income		5,028		3,020	2,007
Non-Operating Expenses:					
Interest expenses		818		682	135
Other non-operating expenses		647		433	214
Total non-operating expenses		1,466		1,115	350
Ordinary income	1.8%	6,871	1.4%	4,441	2,429
Special Gains:					
Gain on sales of fixed assets		2		2	(0)
Gain on sales of investment securities		127		3,541	(3,413)
Total special gains		130		3,543	(3,413)
Special Losses:					
Loss on sales of fixed assets		0		2	(2)
Loss on devaluation of investment securities		11		18	(7)
Total special losses		11		21	(9)
Income before income taxes		6,989		7,964	(974)
Income taxes		3,434		5,380	(1,945)
Net income		3,555		2,584	971
Loss attributable to non-controlling interests		(100)		(192)	91
Net income attributable to shareholders of the Corporation	1.0%	3,655	0.9%	2,776	879

(Reference)

Interest and dividend income	2,786	2,536	250
Interest expenses	818	682	135
Net financial revenue	1,968	1,853	114

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	Current First Quarter 〔From:Apr 1, 2022 To :Jun 30, 2022〕	Previous First Quarter 〔From:Apr 1, 2021 To :Jun 30, 2021〕	Increase (Decrease)
Net income	3,555	2,584	971
Other comprehensive income:			
Net unrealized gain (loss) on other securities, net of taxes	(2,247)	(6,977)	4,730
Deferred gain (loss) on hedging, net of taxes	(49)	13	(63)
Foreign currency translation adjustment	2,380	1,725	654
Remeasurements of defined benefit plans	(164)	(656)	492
Share of other comprehensive income of associates accounted for using equity method	(10)	(6)	(3)
Total other comprehensive income	(91)	(5,900)	5,809
Comprehensive income	3,464	(3,316)	6,781
Comprehensive income attributable to:			
Shareholders of the Corporation	3,382	(3,188)	6,570
Non-controlling interests	81	(128)	210

NONCONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current First Quarter [Jun 30, 2022]	Previous Fiscal Year [Mar 31, 2022]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	111,272	152,427	(41,154)
Notes receivable and accounts receivable from completed construction contracts	493,053	531,218	(38,165)
Marketable securities (*)	62,000	37,000	25,000
Real estate for sale	24	0	24
Costs on uncompleted construction contracts	32,283	28,621	3,661
Costs on uncompleted real estate development projects	7,265	7,044	221
Other current assets	121,378	125,914	(4,535)
Less: Allowance for doubtful accounts	(1,026)	(1,053)	27
Total current assets	826,252	881,172	(54,920)
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	180,424	182,657	(2,233)
Machinery, vehicles, tools, furniture and fixtures	13,530	13,219	310
Land	228,223	228,223	—
Construction in progress	49,343	45,876	3,467
Total tangible fixed assets	471,522	469,976	1,545
Intangible fixed assets	14,296	14,469	(173)
Investments and other assets:			
Investment securities	370,565	372,918	(2,353)
Other investments	12,967	12,920	47
Less: Allowance for doubtful accounts	(1,929)	(1,929)	0
Total investments and other assets	381,603	383,909	(2,306)
Total non-current assets	867,422	868,355	(933)
Total assets	1,693,674	1,749,528	(55,854)

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

As of Jun 30, 2022: 62,000 million yen

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

(Millions of Yen)

	Current First Quarter [Jun 30, 2022]	Previous Fiscal Year [Mar 31, 2022]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes payable and accounts payable for construction contracts	240,665	254,501	(13,835)
Short-term borrowings	107,061	106,703	358
Current portion of non-recourse borrowings	1,300	1,300	—
Commercial papers	—	50,000	(50,000)
Advances received on uncompleted construction contracts	104,965	96,319	8,645
Warranty reserve	3,198	3,141	56
Reserve for expected losses on construction contracts in process	50,781	53,663	(2,882)
Other current liabilities	178,788	170,603	8,185
Total current liabilities	686,760	736,232	(49,472)
Non-Current Liabilities:			
Bonds payable	110,000	110,000	—
Long-term borrowings	78,936	79,645	(709)
Non-recourse borrowings	26,425	26,750	(325)
Reserve for employees' retirement benefits	49,424	48,632	791
Other non-current liabilities	47,063	49,057	(1,993)
Total non-current liabilities	311,848	314,084	(2,236)
Total liabilities	998,609	1,050,317	(51,708)
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,145	43,145	—
Retained earnings	463,820	465,724	(1,903)
[Contingent Reserve]	[405,100]	[405,100]	[—]
Less: Treasury stock, at cost	(41,298)	(41,298)	(0)
Total shareholders' equity	540,032	541,936	(1,903)
Valuation and Translation Adjustments:			
Net unrealized gain (loss) on other securities, net of taxes	129,036	131,228	(2,192)
Deferred gain (loss) on hedging, net of taxes	164	214	(49)
Revaluation reserve for land, net of taxes	25,831	25,831	—
Total valuation and translation adjustments	155,032	157,274	(2,242)
Total net assets	695,065	699,210	(4,145)
Total liabilities and net assets	1,693,674	1,749,528	(55,854)

(Reference)

Interest-bearing debt [Non-recourse borrowings]	323,722 [27,725]	374,398 [28,050]	(50,675) [(325)]
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NONCONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current First Quarter 〔From:Apr 1, 2022〕 〔To :Jun 30, 2022〕		Previous First Quarter 〔From:Apr 1, 2021〕 〔To :Jun 30, 2021〕		Increase (Decrease)
Net Sales:					
Construction contracts		285,805		264,809	20,995
Real estate development and other		19,171		13,598	5,573
Total net sales		304,977		278,408	26,569
Cost of Sales:					
Construction contracts		270,080		249,290	20,789
Real estate development and other		15,812		10,296	5,516
Total cost of sales		285,892		259,586	26,306
Gross profit:					
Construction contracts	[5.5%]	15,725	[5.9%]	15,519	206
Real estate development and other	[17.5%]	3,358	[24.3%]	3,301	56
Total gross profit	6.3%	19,084	6.8%	18,821	263
Selling, General and Administrative Expenses		17,210		17,149	60
Operating income	0.6%	1,874	0.6%	1,671	202
Non-Operating Income:					
Interest income		97		102	(5)
Dividend income		6,091		5,599	491
Foreign exchange gain		1,830		32	1,797
Other non-operating income		194		340	(145)
Total non-operating income		8,214		6,075	2,138
Non-Operating Expenses:					
Interest expenses		436		396	39
Other non-operating expenses		446		379	66
Total non-operating expenses		882		776	106
Ordinary income	3.0%	9,205	2.5%	6,971	2,234
Special Gains:					
Gain on sales of fixed assets		0		0	(0)
Gain on sales of investment securities		127		3,519	(3,391)
Gain on extinguishment of tie-in shares		—		6,662	(6,662)
Total special gains		128		10,182	(10,054)
Special Losses:					
Loss on sales of fixed assets		—		2	(2)
Loss on devaluation of investment securities		11		18	(7)
Total special losses		11		21	(9)
Income before income taxes		9,322		17,132	(7,810)
Provision for income taxes		2,705		4,895	(2,190)
Net income	2.2%	6,617	4.4%	12,237	(5,620)

(Reference)

Interest and dividend income	6,188	5,702	486
Interest expenses	436	396	39
Net financial revenue	5,752	5,305	446

BREAKDOWN OF ORDERS (NONCONSOLIDATED)

(Millions of Yen)

	Current First Quarter Result 〔From:Apr 1, 2022〕 〔To :Jun 30, 2022〕		Previous First Quarter Result 〔From:Apr 1, 2021〕 〔To :Jun 30, 2021〕		Increase (Decrease)		Current Fiscal Year Forecast 〔From:Apr 1, 2022〕 〔To :Mar 31, 2023〕	Progress (%)
		Proportion (%)		Proportion (%)		Rate (%)		
Construction business (orders)								
Architectural Construction								
Domestic	201,343	72.8	130,973	60.3	70,369	53.7	980,000	20.5
Overseas	15,900	5.7	2,273	1.1	13,627	599.5	30,000	53.0
Sub total	217,244	78.5	133,246	61.4	83,997	63.0	1,010,000	21.5
Civil Engineering								
Domestic	51,559	18.6	74,137	34.2	(22,578)	(30.5)	210,000	24.6
Overseas	7,900	2.9	9,717	4.4	(1,817)	(18.7)	30,000	26.3
Sub total	59,459	21.5	83,854	38.6	(24,395)	(29.1)	240,000	24.8
Domestic	252,902	91.4	205,111	94.5	47,791	23.3	1,190,000	21.3
Overseas	23,800	8.6	11,990	5.5	11,810	98.5	60,000	39.7
Total	276,703	100	217,101	100	59,601	27.5	1,250,000	22.1
Real Estate and Other	17,225		9,640		7,584	78.7	120,000	14.4
Grand Total	293,928		226,742		67,186	29.6	1,370,000	21.5

(Reference: Overseas Construction Orders)

(Millions of Yen)

	Current First Quarter Result 〔From:Apr 1, 2022〕 〔To :Jun 30, 2022〕		Previous First Quarter Result 〔From:Apr 1, 2021〕 〔To :Jun 30, 2021〕		Increase (Decrease)		Current Fiscal Year Forecast 〔From:Apr 1, 2022〕 〔To :Mar 31, 2023〕	Progress (%)
						Rate (%)		
Shimizu Corporation	23,800		11,990		11,810	98.5	60,000	39.7
Subsidiaries	4,303		13,556		(9,252)	(68.3)	40,000	10.8
Total	28,104		25,546		2,557	10.0	100,000	28.1

(*) Forecasts have not been changed from the announcement made on May 12, 2022.

ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)
for the three months ended June 30, 2021 and 2022

(1) Construction orders awarded and contracts

(Millions of Yen)

		Current First Quarter 〔From:Apr 1, 2022〕 〔To :Jun 30, 2022〕	Previous First Quarter 〔From:Apr 1, 2021〕 〔To :Jun 30, 2021〕	Increase (Decrease)	Rate(%)
Architectural Construction	Domestic	201,343	130,973	70,369	53.7
	Overseas	15,900	2,273	13,627	599.5
	Sub total	217,244	133,246	83,997	63.0
Civil Engineering	Domestic	51,559	74,137	(22,578)	(30.5)
	Overseas	7,900	9,717	(1,817)	(18.7)
	Sub total	59,459	83,854	(24,395)	(29.1)
Construction business (orders)		276,703	217,101	59,601	27.5
Real estate development and other (contracts)		17,225	9,640	7,584	78.7
Total		293,928	226,742	67,186	29.6

(2) Net sales

(Millions of Yen)

		Current First Quarter 〔From:Apr 1, 2022〕 〔To :Jun 30, 2022〕	Previous First Quarter 〔From:Apr 1, 2021〕 〔To :Jun 30, 2021〕	Increase (Decrease)	Rate(%)
Architectural Construction	Domestic	220,597	199,897	20,700	10.4
	Overseas	10,714	10,120	594	5.9
	Sub total	231,312	210,017	21,295	10.1
Civil Engineering	Domestic	45,443	49,648	(4,204)	(8.5)
	Overseas	9,050	5,144	3,905	75.9
	Sub total	54,493	54,792	(299)	(0.5)
Construction business		285,805	264,809	20,995	7.9
Real estate development and other		19,171	13,598	5,573	41.0
Total		304,977	278,408	26,569	9.5

(3) Backlog

(Millions of Yen)

		Current First Quarter 〔 Jun 30, 2022 〕	Previous First Quarter 〔 Jun 30, 2021 〕	Increase (Decrease)	Rate(%)
Architectural Construction	Domestic	1,415,682	1,148,760	266,922	23.2
	Overseas	90,865	84,787	6,078	7.2
	Sub total	1,506,548	1,233,547	273,001	22.1
Civil Engineering	Domestic	444,391	446,794	(2,402)	(0.5)
	Overseas	139,539	114,959	24,579	21.4
	Sub total	583,931	561,754	22,177	3.9
Construction business		2,090,479	1,795,301	295,178	16.4
Real estate development and other		91,275	89,727	1,547	1.7
Total		2,181,755	1,885,029	296,726	15.7

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)

(*) Forecasts have not been changed from the announcement made on May 12, 2022.