

Tokyo, January 31, 2022

SHIMIZU CORPORATION

Consolidated Financial Report [Japanese GAAP] For the nine months ended December 31, 2021



Shares Listed: First section of the Tokyo Stock Exchange and Nagoya Stock Exchange
 Stock Code: 1803
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Scheduled date to file quarterly securities report: February 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)	
		(%)		(%)		(%)		(%)
Nine months ended December 31, 2021	1,003,328	(2.6%)	24,625	(65.1%)	29,920	(60.2%)	23,535	(57.4%)
Nine months ended December 31, 2020	1,030,579	(16.8%)	70,619	(27.2%)	75,169	(27.4%)	55,217	(25.2%)

	Net Income per share (Yen)	Diluted Net Income per share (Yen)
Nine months ended December 31, 2021	31.50	—
Nine months ended December 31, 2020	72.38	72.38

(2) Consolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Shareholders' Equity attributable to shareholders of the Corporation (Millions of Yen)	Ratio of Shareholders' Equity attributable to shareholders of the Corporation
As of December 31, 2021	1,977,567	793,471	787,790	39.8%
As of March 31, 2021	1,908,674	821,446	815,288	42.7%

2. Dividends

	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
Year ending March 31, 2022	—	11.50	—		
Year ending March 31, 2022(Forecast)				11.50	23.00

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

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 of 11.50Yen for Year ending March 31, 2022 and Year-End dividend of 11.50Yen for Year ending March 31, 2022 (forecast) include a special dividend of 1.50Yen each.

3. Forecast of Consolidated Results of Operations for the Fiscal Year Ending March 2022 (From April 1, 2021 to March 31, 2022)

(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)
		(%)		(%)		(%)		(%)	
Year ending March 31, 2022	1,550,000	6.4%	76,500	(23.6%)	77,000	(27.0%)	58,000	(24.8%)	77.82

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

Explanatory Notes

(1) Changes in major subsidiaries during the period : 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

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.

(4) Number of shares issued (Common stock)

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

Third Quarter of FY2021 ended December 31, 2021	788,514,613	FY2020 ended March 31, 2021	788,514,613
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②Number of treasury stocks at the end of the period

Third Quarter of FY2021 ended December 31, 2021	48,812,025	FY2020 ended March 31, 2021	25,661,068
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③Average number of shares issued during the period

Third Quarter of FY2021 ended December 31, 2021	747,172,048	Third Quarter of FY2020 ended December 31, 2020	762,855,475
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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 Third Quarter 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕		Previous Third Quarter 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕		Increase (Decrease) Rate(%)		Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Progress (%)
Construction Contracts	916.5		925.4		(8.8)	(1.0)	1,365.0	67.1
Gross Profit	8.2% 74.9		12.5% 116.1		(41.1)	(35.5)	8.4% 115.0	65.2
Real Estate and Other	86.7		105.1		(18.3)	(17.5)	185.0	46.9
Gross Profit	18.8% 16.3		16.1% 16.9		(0.6)	(3.6)	31.1% 57.5	28.4
Net Sales	1,003.3		1,030.5		(27.2)	(2.6)	1,550.0	64.7
Gross Profit	9.1% 91.2		12.9% 133.0		(41.7)	(31.4)	11.1% 172.5	52.9
S, G & A Expenses	66.6		62.4		4.1	6.7	96.0	69.4
Operating Income	2.5% 24.6		6.9% 70.6		(45.9)	(65.1)	4.9% 76.5	32.2
Net Financial Revenue	3.5		2.9		0.6	20.6	1.0	—
Others	1.7		1.5		0.1	8.4	(0.5)	—
Ordinary Income	3.0% 29.9		7.3% 75.1		(45.2)	(60.2)	5.0% 77.0	38.9
Special Gains (Losses)	7.3		5.1		2.2	42.7	10.0	—
Income Before Taxes	37.2		80.3		(43.0)	(53.6)	87.0	42.9
Income Taxes	14.1		25.0		(10.9)	(43.6)	29.0	—
Net Income Attributable to Non-Controlling Interests	(0.3)		0.0		(0.4)	—	0.0	—
Net Income Attributable to Shareholders of the Corporation	2.3% 23.5		5.4% 55.2		(31.6)	(57.4)	3.7% 58.0	40.6

(Consolidated)	Current Third Quarter 〔 Dec 31, 2021 〕	Previous Fiscal Year 〔 Mar 31, 2021 〕	Increase(Decrease) Rate(%)	
Interest-bearing Debt	544.5	422.6	121.8	28.8
[Nonrecourse Borrowings and Bonds]	[105.6]	[97.6]	[7.9]	[8.2]

(2) Nonconsolidated

(Billions of Yen)

	Current Third Quarter 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕		Previous Third Quarter 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕		Increase (Decrease) Rate(%)		Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Progress (%)
Construction Contracts	824.7		839.2		(14.4)	(1.7)	1,215.0	67.9
[Architectural Construction]	[661.0]		[647.4]		[13.6]	[2.1]	[985.0]	[67.1]
[Civil Engineering]	[163.7]		[191.8]		[(28.1)]	[(14.7)]	[230.0]	[71.2]
Gross Profit	7.4% 61.2		12.4% 103.7		(42.4)	(40.9)	7.6% 92.0	66.6
[Architectural Construction]	[6.3% 41.8]		[9.3% 59.9]		[(18.0)]	[(30.1)]	[6.1% 60.5]	[69.2]
[Civil Engineering]	[11.8% 19.3]		[22.8% 43.7]		[(24.4)]	[(55.8)]	[13.7% 31.5]	[61.4]
Real Estate and Other	45.0		43.0		1.9	4.6	120.0	37.5
Gross Profit	20.7% 9.3		23.4% 10.0		(0.7)	(7.4)	39.6% 47.5	19.6
Net Sales	869.8		882.2		(12.4)	(1.4)	1,335.0	65.2
Gross Profit	8.1% 70.5		12.9% 113.7		(43.2)	(38.0)	10.4% 139.5	50.6
S, G & A Expenses	53.2		50.1		3.0	6.1	76.5	69.6
Operating Income	2.0% 17.3		7.2% 63.6		(46.2)	(72.8)	4.7% 63.0	27.5
Net Financial Revenue	7.3		6.6		0.7	10.7	5.5	—
Others	1.1		0.4		0.7	178.8	(1.0)	—
Ordinary Income	3.0% 25.8		8.0% 70.6		(44.8)	(63.5)	5.1% 67.5	38.3
Special Gains (Losses)	14.0		5.0		8.9	178.6	16.5	—
Income Before Taxes	39.8		75.6		(35.8)	(47.4)	84.0	47.4
Income Taxes	11.3		22.2		(10.9)	(48.9)	24.0	—
Net Income	3.3% 28.4		6.1% 53.3		(24.9)	(46.7)	4.5% 60.0	47.4

(Nonconsolidated)	Current Third Quarter 〔 Dec 31, 2021 〕	Previous Fiscal Year 〔 Mar 31, 2021 〕	Increase(Decrease) Rate(%)	
Interest-bearing Debt	432.7	319.3	113.3	35.5
[Nonrecourse Borrowings]	[28.3]	[29.3]	[(0.9)]	[(3.3)]

(*) Forecasts have not been changed from the announcement made on Nov 8, 2021.

PERFORMANCE FORECASTS

(1) Consolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Rate(%)	
Construction Contracts		1,365.0		1,301.3	63.6	4.9
Gross Profit	8.4%	115.0	12.5%	162.4	(47.4)	(29.2)
Real Estate and Other		185.0		155.1	29.8	19.3
Gross Profit	31.1%	57.5	18.0%	27.9	29.5	105.8
Net Sales		1,550.0		1,456.4	93.5	6.4
Gross Profit	11.1%	172.5	13.1%	190.4	(17.9)	(9.4)
S, G & A Expenses		96.0		90.2	5.7	6.4
Operating Income	4.9%	76.5	6.9%	100.1	(23.6)	(23.6)
Net Financial Revenue		1.0		2.6	(1.6)	(62.5)
Others		(0.5)		2.6	(3.1)	—
Ordinary Income	5.0%	77.0	7.2%	105.4	(28.4)	(27.0)
Special Gains (Losses)		10.0		5.3	4.6	85.9
Income Before Taxes		87.0		110.8	(23.8)	(21.5)
Income Taxes		29.0		33.5	(4.5)	(13.5)
Net Income Attributable to Non-Controlling Interests		0.0		0.1	(0.1)	(100.0)
Net Income Attributable to Shareholders of the Corporation	3.7%	58.0	5.3%	77.1	(19.1)	(24.8)
Interest-bearing Debt		Less than 480.0		422.6	57.3	13.6

(2) Nonconsolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Rate(%)	
Construction Contracts		1,215.0		1,177.1	37.8	3.2
[Architectural Construction]		985.0		917.1	67.8	7.4
[Civil Engineering]		230.0		259.9	(29.9)	(11.5)
Gross Profit	7.6%	92.0	12.3%	144.2	(52.2)	(36.2)
[Architectural Construction]	6.1%	60.5	8.7%	80.2	(19.7)	(24.6)
[Civil Engineering]	13.7%	31.5	24.6%	64.0	(32.5)	(50.8)
Real Estate and Other		120.0		72.8	47.1	64.7
Gross Profit	39.6%	47.5	24.9%	18.1	29.3	161.9
Net Sales		1,335.0		1,249.9	85.0	6.8
Gross Profit	10.4%	139.5	13.0%	162.3	(22.8)	(14.1)
S, G & A Expenses		76.5		72.3	4.1	5.8
Operating Income	4.7%	63.0	7.2%	90.0	(27.0)	(30.0)
Net Financial Revenue		5.5		6.6	(1.1)	(17.5)
Others		(1.0)		1.8	(2.8)	—
Ordinary Income	5.1%	67.5	7.9%	98.6	(31.1)	(31.6)
Special Gains (Losses)		16.5		3.0	13.4	438.8
Income Before Taxes		84.0		101.6	(17.6)	(17.4)
Income Taxes		24.0		29.3	(5.3)	(18.1)
Net Income	4.5%	60.0	5.8%	72.3	(12.3)	(17.1)
Interest-bearing Debt		Less than 330.0		319.3	10.6	3.3

(*) Forecasts have not been changed from the announcement made on Nov 8, 2021.

BREAKDOWN OF SALES AND GROSS PROFIT (NONCONSOLIDATED)

(1) Performance Results

(Billions of Yen)

	Current Third Quarter Result 〔 From:Apr 1, 2021 To :Dec 31, 2021 〕			Previous Third Quarter Result 〔 From:Apr 1, 2020 To :Dec 31, 2020 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	637.7	7.5%	48.0	625.2	10.3%	64.2	12.5	2.0%	(16.2)	(25.3%)	
Overseas	23.3	(26.3)	(6.1)	22.1	(19.6)	(4.3)	1.1	5.2	(1.7)	—	
Sub total	661.0	6.3	41.8	647.4	9.3	59.9	13.6	2.1	(18.0)	(30.1)	
Civil Engineering											
Domestic	146.1	12.4	18.1	179.2	24.5	43.9	(33.0)	(18.4)	(25.8)	(58.7)	
Overseas	17.5	6.9	1.2	12.6	(1.5)	(0.1)	4.9	39.0	1.4	—	
Sub total	163.7	11.8	19.3	191.8	22.8	43.7	(28.1)	(14.7)	(24.4)	(55.8)	
Domestic	783.9	8.4	66.1	804.4	13.5	108.2	(20.5)	(2.5)	(42.0)	(38.9)	
Overseas	40.8	(12.0)	(4.9)	34.7	(13.0)	(4.5)	6.0	17.4	(0.3)	—	
Total	824.7	7.4	61.2	839.2	12.4	103.7	(14.4)	(1.7)	(42.4)	(40.9)	
Real Estate and Other	45.0	20.7	9.3	43.0	23.4	10.0	1.9	4.6	(0.7)	(7.4)	
Grand Total	869.8	8.1	70.5	882.2	12.9	113.7	(12.4)	(1.4)	(43.2)	(38.0)	

(2) Performance Forecasts

(Billions of Yen)

	Current Fiscal Year Forecast 〔 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	935.0	7.0%	65.5	886.7	9.9%	87.4	48.2	5.4%	(21.9)	(25.1%)	
Overseas	50.0	(10.0)	(5.0)	30.4	(24.0)	(7.2)	19.5	64.5	2.2	—	
Sub total	985.0	6.1	60.5	917.1	8.7	80.2	67.8	7.4	(19.7)	(24.6)	
Civil Engineering											
Domestic	205.0	14.4	29.5	241.1	26.6	64.1	(36.1)	(15.0)	(34.6)	(54.0)	
Overseas	25.0	8.0	2.0	18.8	(0.4)	(0.0)	6.1	32.5	2.0	—	
Sub total	230.0	13.7	31.5	259.9	24.6	64.0	(29.9)	(11.5)	(32.5)	(50.8)	
Domestic	1,140.0	8.3	95.0	1,127.8	13.4	151.6	12.1	1.1	(56.6)	(37.3)	
Overseas	75.0	(4.0)	(3.0)	49.2	(15.0)	(7.3)	25.7	52.2	4.3	—	
Total	1,215.0	7.6	92.0	1,177.1	12.3	144.2	37.8	3.2	(52.2)	(36.2)	
Real Estate and Other	120.0	39.6	47.5	72.8	24.9	18.1	47.1	64.7	29.3	161.9	
Grand Total	1,335.0	10.4	139.5	1,249.9	13.0	162.3	85.0	6.8	(22.8)	(14.1)	

(*) Forecasts have not been changed from the announcement made on Nov 8, 2021.

CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Third Quarter [Dec 31, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	157,322	214,321	(56,999)
Notes and accounts receivable-trade	615,887	484,445	131,441
Marketable securities (*)	55,000	62,000	(7,000)
Real estate for sale	14,071	3,158	10,913
Costs on uncompleted construction contracts	37,566	69,538	(31,971)
Costs on uncompleted real estate development projects	17,584	17,143	440
PFI projects and other inventories	1,808	52,086	(50,277)
Other current assets	131,703	112,062	19,641
Less: Allowance for doubtful accounts	(1,121)	(1,157)	36
Total current assets	1,029,822	1,013,598	16,224
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	203,980	182,473	21,506
Machinery, vehicles, tools, furniture and fixtures	32,446	24,378	8,068
Land	280,430	250,111	30,319
Construction in progress	58,699	44,936	13,763
Total tangible fixed assets	575,557	501,899	73,658
Intangible fixed assets	19,234	19,140	94
Investments and other assets:			
Investment securities	334,148	355,679	(21,531)
Other investments	20,627	20,292	334
Less: Allowance for doubtful accounts	(1,823)	(1,936)	112
Total investments and other assets	352,952	374,035	(21,083)
Total non-current assets	947,745	895,076	52,669
Total assets	1,977,567	1,908,674	68,893

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

As of Dec 31, 2021: 55,000 million yen

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

(Millions of Yen)

	Current Third Quarter [Dec 31, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes and accounts payable-trade	253,166	280,980	(27,814)
Short-term borrowings	158,827	143,705	15,122
Current portion of non-recourse borrowings	8,743	7,851	892
Commercial papers	90,000	—	90,000
Current portion of bonds payable	—	10,000	(10,000)
Current portion of non-recourse bonds payable	13,862	1,265	12,597
Advances received on uncompleted construction contracts	113,410	99,340	14,069
Warranty reserve	3,296	3,305	(8)
Reserve for expected losses on construction contracts in process	15,656	14,441	1,214
Other current liabilities	137,150	154,018	(16,867)
Total current liabilities	794,113	714,908	79,205
Non-Current Liabilities:			
Bonds payable	110,000	100,000	10,000
Non-recourse bonds payable	8,424	21,969	(13,545)
Long-term borrowings	80,106	71,323	8,782
Non-recourse borrowings	74,600	66,573	8,026
Net defined benefit liability	56,080	53,029	3,051
Other non-current liabilities	60,771	59,423	1,348
Total non-current liabilities	389,982	372,319	17,663
Total liabilities	1,184,096	1,087,227	96,868
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,116	43,116	0
Retained earnings	567,972	563,628	4,344
Less: Treasury stock, at cost	(41,618)	(21,615)	(20,002)
Total shareholders' equity	643,836	659,494	(15,657)
Accumulated Other Comprehensive Income:			
Net unrealized gain (loss) on other securities, net of taxes	120,351	133,863	(13,511)
Deferred gain (loss) on hedging, net of taxes	280	236	43
Revaluation reserve for land, net of taxes	25,831	25,831	—
Foreign currency translation adjustments	(1,736)	(3,556)	1,820
Remeasurements of defined benefit plans	(774)	(581)	(193)
Total accumulated other comprehensive income	143,953	155,794	(11,840)
Non-controlling Interests	5,681	6,157	(476)
Total net assets	793,471	821,446	(27,974)
Total liabilities and net assets	1,977,567	1,908,674	68,893

(Reference)

Interest-bearing debt	544,563	422,688	121,875
[Nonrecourse borrowings and bonds]	[105,629]	[97,659]	[7,970]

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Third Quarter 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕		Previous Third Quarter 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕		Increase (Decrease)
Net Sales:					
Construction contracts		916,572		925,453	(8,881)
Real estate development and other		86,756		105,125	(18,369)
Total net sales		1,003,328		1,030,579	(27,251)
Cost of Sales:					
Construction contracts		841,618		809,316	32,302
Real estate development and other		70,430		88,184	(17,753)
Total cost of sales		912,049		897,500	14,548
Gross profit:					
Construction contracts	[8.2%]	74,953	[12.5%]	116,137	(41,183)
Real estate development and other	[18.8%]	16,325	[16.1%]	16,941	(615)
Total gross profit	9.1%	91,278	12.9%	133,078	(41,799)
Selling, General and Administrative Expenses		66,653		62,458	4,194
Operating income	2.5%	24,625	6.9%	70,619	(45,993)
Non-Operating Income:					
Interest income		509		776	(266)
Dividend income		5,015		4,361	653
Foreign exchange gain		886		793	93
Other non-operating income		2,092		2,132	(40)
Total non-operating income		8,504		8,064	439
Non-Operating Expenses:					
Interest expenses		1,959		2,182	(222)
Other non-operating expenses		1,249		1,331	(81)
Total non-operating expenses		3,209		3,514	(304)
Ordinary income	3.0%	29,920	7.3%	75,169	(45,249)
Special Gains:					
Gain on sales of fixed assets		5		187	(182)
Gain on sales of investment securities		7,402		11,813	(4,410)
Reversal of reserve for loss on anti-monopoly act		—		616	(616)
Total special gains		7,407		12,617	(5,209)
Special Losses:					
Loss on sales of fixed assets		5		7	(1)
Loss on sales of investment securities		19		19	0
Loss on devaluation of investment securities		18		3,240	(3,221)
Loss related to infectious diseases		—		4,188	(4,188)
Total special losses		43		7,454	(7,410)
Income before income taxes		37,284		80,331	(43,047)
Income taxes		14,134		25,050	(10,916)
Net income		23,149		55,280	(32,130)
Net income (loss) attributable to non-controlling interests		(385)		63	(449)
Net income attributable to shareholders of the Corporation	2.3%	23,535	5.4%	55,217	(31,681)

(Reference)

Interest and dividend income	5,524	5,138	386
Interest expenses	1,959	2,182	(222)
Net financial revenue	3,565	2,955	609

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	Current Third Quarter 〔 From:Apr 1, 2021 To :Dec 31, 2021 〕	Previous Third Quarter 〔 From:Apr 1, 2020 To :Dec 31, 2020 〕	Increase (Decrease)
Net income	23,149	55,280	(32,130)
Other comprehensive income:			
Net unrealized gain (loss) on other securities, net of taxes	(13,512)	14,062	(27,574)
Deferred gain (loss) on hedging, net of taxes	43	255	(211)
Foreign currency translation adjustment	1,659	(1,731)	3,391
Remeasurements of defined benefit plans	(189)	808	(997)
Share of other comprehensive income of associates accounted for using equity method	43	96	(52)
Total other comprehensive income	(11,954)	13,491	(25,445)
Comprehensive income	11,195	68,772	(57,576)
Comprehensive income attributable to:			
Shareholders of the Corporation	11,694	68,937	(57,242)
Non-controlling interests	(498)	(164)	(334)

NONCONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Third Quarter [Dec 31, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	100,561	155,279	(54,717)
Notes receivable and accounts receivable from completed construction contracts	530,778	462,173	68,605
Marketable securities (*)	55,000	62,000	(7,000)
Real estate for sale	7,319	0	7,319
Costs on uncompleted construction contracts	33,325	64,419	(31,094)
Costs on uncompleted real estate development projects	6,574	5,360	1,214
Other current assets	123,188	104,526	18,661
Less: Allowance for doubtful accounts	(1,056)	(1,092)	35
Total current assets	855,692	852,666	3,025
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	170,190	150,841	19,349
Machinery, vehicles, tools, furniture and fixtures	13,567	12,417	1,150
Land	227,938	193,527	34,411
Construction in progress	55,377	33,762	21,615
Total tangible fixed assets	467,074	390,547	76,526
Intangible fixed assets	14,111	13,681	429
Investments and other assets:			
Investment securities	343,393	364,571	(21,177)
Other investments	12,823	13,516	(692)
Less: Allowance for doubtful accounts	(1,965)	(2,011)	46
Total investments and other assets	354,251	376,076	(21,824)
Total non-current assets	835,436	780,305	55,131
Total assets	1,691,129	1,632,972	58,157

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

As of Dec 31, 2021: 55,000 million yen

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

(Millions of Yen)

	Current Third Quarter [Dec 31, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes payable and accounts payable for construction contracts	219,466	239,814	(20,348)
Short-term borrowings	139,443	125,070	14,372
Current portion of non-recourse borrowings	1,300	1,300	—
Commercial papers	90,000	—	90,000
Current portion of bonds payable	—	10,000	(10,000)
Advances received on uncompleted construction contracts	99,370	90,085	9,285
Warranty reserve	3,139	3,178	(38)
Reserve for expected losses on construction contracts in process	15,124	13,932	1,191
Other current liabilities	150,023	169,244	(19,220)
Total current liabilities	717,867	652,626	65,241
Non-Current Liabilities:			
Bonds payable	110,000	100,000	10,000
Long-term borrowings	64,937	54,966	9,971
Non-recourse borrowings	27,075	28,050	(975)
Reserve for employees' retirement benefits	47,995	45,472	2,523
Other non-current liabilities	53,127	54,815	(1,688)
Total non-current liabilities	303,134	283,303	19,831
Total liabilities	1,021,002	935,929	85,072
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,145	43,144	0
Retained earnings	448,437	442,265	6,171
[Contingent Reserve]	[405,100]	[355,600]	[49,500]
Less: Treasury stock, at cost	(41,195)	(21,193)	(20,002)
Total shareholders' equity	524,752	538,582	(13,830)
Valuation and Translation Adjustments:			
Net unrealized gain (loss) on other securities, net of taxes	119,262	132,391	(13,128)
Deferred gain (loss) on hedging, net of taxes	280	236	43
Revaluation reserve for land, net of taxes	25,831	25,831	—
Total valuation and translation adjustments	145,374	158,459	(13,084)
Total net assets	670,126	697,042	(26,915)
Total liabilities and net assets	1,691,129	1,632,972	58,157

(Reference)

Interest-bearing debt	432,755	319,386	113,368
[Non-recourse borrowings]	[28,375]	[29,350]	[(975)]

NONCONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Third Quarter 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕		Previous Third Quarter 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕		Increase (Decrease)
Net Sales:					
Construction contracts		824,790		839,228	(14,438)
Real estate development and other		45,035		43,054	1,980
Total net sales		869,825		882,282	(12,457)
Cost of Sales:					
Construction contracts		763,553		735,526	28,027
Real estate development and other		35,718		32,989	2,728
Total cost of sales		799,271		768,516	30,755
Gross profit:					
Construction contracts	[7.4%]	61,237	[12.4%]	103,702	(42,465)
Real estate development and other	[20.7%]	9,316	[23.4%]	10,064	(747)
Total gross profit	8.1%	70,553	12.9%	113,766	(43,213)
Selling, General and Administrative Expenses		53,225		50,160	3,065
Operating income	2.0%	17,327	7.2%	63,606	(46,278)
Non-Operating Income:					
Interest income		228		353	(124)
Dividend income		8,259		7,688	571
Foreign exchange gain		902		851	50
Other non-operating income		1,340		693	647
Total non-operating income		10,731		9,586	1,144
Non-Operating Expenses:					
Interest expenses		1,132		1,395	(262)
Other non-operating expenses		1,098		1,134	(35)
Total non-operating expenses		2,231		2,530	(298)
Ordinary income	3.0%	25,827	8.0%	70,663	(44,835)
Special Gains:					
Gain on sales of fixed assets		3		0	2
Gain on sales of investment securities		7,377		11,793	(4,415)
Reversal of reserve for loss on anti-monopoly act		—		616	(616)
Gain on extinguishment of tie-in shares		6,662		—	6,662
Total special gains		14,043		12,410	1,632
Special Losses:					
Loss on sales of fixed assets		2		1	1
Loss on sales of investment securities		19		19	0
Loss on devaluation of investment securities		18		3,240	(3,221)
Loss related to infectious diseases		—		4,123	(4,123)
Total special losses		41		7,383	(7,342)
Income before income taxes		39,829		75,689	(35,860)
Provision for income taxes		11,380		22,290	(10,910)
Net income	3.3%	28,449	6.1%	53,399	(24,950)

(Reference)

Interest and dividend income	8,488	8,041	446
Interest expenses	1,132	1,395	(262)
Net financial revenue	7,355	6,646	708

BREAKDOWN OF ORDERS (NONCONSOLIDATED)

(Millions of Yen)

	Current Third Quarter Result 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕		Previous Third Quarter Result 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕		Increase (Decrease)		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Progress (%)
		Proportion (%)		Proportion (%)		Rate (%)		
Construction business (orders)								
Architectural Construction								
Domestic	781,273	82.0	496,751	70.3	284,522	57.3	1,030,000	75.9
Overseas	14,973	1.5	14,491	2.0	482	3.3	15,000	99.8
Sub total	796,247	83.5	511,243	72.3	285,004	55.7	1,045,000	76.2
Civil Engineering								
Domestic	144,980	15.2	193,871	27.4	(48,890)	(25.2)	220,000	65.9
Overseas	11,918	1.3	2,066	0.3	9,852	476.8	35,000	34.1
Sub total	156,899	16.5	195,937	27.7	(39,038)	(19.9)	255,000	61.5
Domestic	926,254	97.2	690,622	97.7	235,631	34.1	1,250,000	74.1
Overseas	26,892	2.8	16,558	2.3	10,334	62.4	50,000	53.8
Total	953,146	100	707,180	100	245,966	34.8	1,300,000	73.3
Real Estate and Other	37,448		30,000		7,447	24.8	125,000	30.0
Grand Total	990,594		737,180		253,413	34.4	1,425,000	69.5

(Reference: Overseas Construction Orders)

(Millions of Yen)

	Current Third Quarter Result 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕		Previous Third Quarter Result 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕		Increase (Decrease)		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Progress (%)
						Rate (%)		
Shimizu Corporation	26,892		16,558		10,334	62.4	50,000	53.8
Subsidiaries	23,852		16,523		7,328	44.4	50,000	47.7
Total	50,744		33,081		17,662	53.4	100,000	50.7

(*) Forecasts have not been changed from the announcement made on Nov 8, 2021.

ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)
for the nine months ended December 31, 2020 and 2021

(1) Construction orders awarded and contracts

(Millions of Yen)

		Current Third Quarter 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕	Previous Third Quarter 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	781,273	496,751	284,522	57.3
	Overseas	14,973	14,491	482	3.3
	Sub total	796,247	511,243	285,004	55.7
Civil Engineering	Domestic	144,980	193,871	(48,890)	(25.2)
	Overseas	11,918	2,066	9,852	476.8
	Sub total	156,899	195,937	(39,038)	(19.9)
Construction business (orders)		953,146	707,180	245,966	34.8
Real estate development and other (contracts)		37,448	30,000	7,447	24.8
Total		990,594	737,180	253,413	34.4

(2) Net sales

(Millions of Yen)

		Current Third Quarter 〔From:Apr 1, 2021〕 〔To :Dec 31, 2021〕	Previous Third Quarter 〔From:Apr 1, 2020〕 〔To :Dec 31, 2020〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	637,753	625,222	12,531	2.0
	Overseas	23,323	22,181	1,142	5.2
	Sub total	661,077	647,403	13,674	2.1
Civil Engineering	Domestic	146,179	179,212	(33,032)	(18.4)
	Overseas	17,533	12,612	4,920	39.0
	Sub total	163,712	191,824	(28,112)	(14.7)
Construction business		824,790	839,228	(14,438)	(1.7)
Real estate development and other		45,035	43,054	1,980	4.6
Total		869,825	882,282	(12,457)	(1.4)

(3) Backlog

(Millions of Yen)

		Current Third Quarter 〔 Dec 31, 2021 〕	Previous Third Quarter 〔 Dec 31, 2020 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,361,202	1,181,430	179,772	15.2
	Overseas	84,284	98,275	(13,991)	(14.2)
	Sub total	1,445,487	1,279,705	165,781	13.0
Civil Engineering	Domestic	421,106	368,325	52,781	14.3
	Overseas	104,772	118,541	(13,768)	(11.6)
	Sub total	525,878	486,866	39,012	8.0
Construction business		1,971,365	1,766,572	204,793	11.6
Real estate development and other		86,098	83,597	2,500	3.0
Total		2,057,464	1,850,170	207,294	11.2

ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED)
for the fiscal year ending March 2022

(Billions of Yen)

		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year Result 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,030.0	800.5	229.4	28.7
	Overseas	15.0	17.1	(2.1)	(12.5)
	Sub total	1,045.0	817.7	227.2	27.8
Civil Engineering	Domestic	220.0	312.8	(92.8)	(29.7)
	Overseas	35.0	0.1	34.8	—
	Sub total	255.0	312.9	(57.9)	(18.5)
Construction business (orders)		1,300.0	1,130.7	169.2	15.0
Real estate development and other (contracts)		125.0	70.2	54.7	77.9
Total		1,425.0	1,200.9	224.0	18.7

(Reference: Overseas Construction Orders)

(Billions of Yen)

		Current Fiscal Year Forecast 〔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		50.0	17.3	32.6	188.9
Subsidiaries		50.0	31.9	18.0	56.3
Total		100.0	49.2	50.7	102.8

(*) Forecasts have not been changed from the announcement made on Nov 8, 2021.