

Balance Sheets

As of March 31, 2020 and 2021

	Millions of yen		Thousands of U.S. dollars**
	2020	2021	2021
[Assets]			
Current assets	¥127,542	¥172,600	\$1,554,955
Cash and deposits	1,870	2,065	18,604
Accounts receivable	1,573	2,399	21,613
Consumption taxes receivable	-	336	3,027
Land and buildings for sale	120,268	157,404	1,418,054
Prepaid expenses	227	257	2,315
Short-term loans receivable	2,191	8,350	75,225
Other	1,412	1,786	16,090
Allowance for doubtful accounts	(1)	(0)	(0)
Non-current assets	292,160	329,560	2,969,009
Property, plant and equipment	168,725	172,315	1,552,387
Buildings	50,422	52,098	469,351
Structures	382	359	3,234
Vehicles	8	5	45
Tools, furniture and fixtures	347	269	2,423
Land	99,528	115,462	1,040,198
Construction in progress	18,036	4,120	37,117
Intangible assets	874	910	8,198
Leasehold right	465	465	4,189
Other	409	445	4,009
Investments and other assets	122,559	156,334	1,408,414
Investment securities	58,140	77,361	696,946
Shares of subsidiaries and associates	33,326	46,134	415,622
Investments in other securities of subsidiaries and associates	27,274	27,345	246,351
Guarantee deposits	2,387	2,320	20,901
Other	1,465	3,200	28,829
Allowance for doubtful accounts	(34)	(27)	(243)
Total assets	419,702	502,161	4,523,973

**The U.S. dollar amounts have been translated, for convenience only, at 111 yen=US\$1, the prevailing exchange rate on the Tokyo Foreign Exchange Market as of March 31, 2021

Balance Sheets

As of March 31, 2020 and 2021

	Millions of yen		Thousands of U.S. dollars**
	2020	2021	2021
[Liabilities]			
Current liabilities	¥86,195	¥142,234	\$1,281,387
Short-term loans payable	62,500	111,100	1,000,901
Accounts payable	12,971	20,402	183,802
Income taxes payable	815	281	2,532
Accrued consumption taxes	560	-	-
Advances received	4,494	5,230	47,117
Deposits received	4,735	5,123	46,153
Provision for bonuses	119	91	820
Other	-	4	36
Non-current liabilities	198,009	212,080	1,910,631
Long-term loans payable	163,000	170,900	1,539,640
Guarantee deposits received	20,588	20,235	182,297
Deferred tax liabilities	12,625	18,378	165,568
Provision for retirement benefits	1,742	1,880	16,937
Other	53	686	6,180
Total liabilities	284,205	354,314	3,192,018
[Net assets]			
Shareholders' equity	102,908	102,128	920,072
Capital stock	12,426	12,426	111,946
Capital surplus	12,242	12,242	110,288
Legal capital surplus	12,242	12,242	110,288
Retained earnings	78,239	77,459	697,829
Legal retained earnings	1,437	1,437	12,946
Other retained earnings	76,801	76,021	684,874
Reserve for advanced depreciation of non-current assets	520	508	4,577
General reserve	88	88	793
Retained earnings brought forward	76,192	75,425	679,505
Valuation and translation adjustments	32,588	45,718	411,874
Valuation difference on available-for-sale securities	32,588	45,718	411,874
Total net assets	135,497	147,846	1,331,946
Total liabilities and net assets	419,702	502,161	4,523,973

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Statements of Income

Years ended March 31, 2020 and 2021

	Millions of yen		Thousands of U.S. dollars [※]
	2020	2021	2021
Operating revenue	¥116,503	¥86,910	\$782,973
Land and building rental revenue	23,739	22,765	205,090
Land and building sales revenue	92,763	64,144	577,874
Operating cost	89,842	65,799	592,784
Operating gross profit	26,661	21,111	190,189
Selling, general and administrative expenses	12,774	11,088	99,892
Operating profit	13,887	10,022	90,288
Non-operating income	1,302	1,522	13,712
Interest and dividend income	1,252	1,450	13,063
Miscellaneous income	50	72	649
Non-operating expenses	1,886	2,101	18,928
Interest expenses	1,697	1,910	17,207
Miscellaneous loss	188	190	1,712
Ordinary profit	13,303	9,444	85,081
Extraordinary income	-	7	63
Other	-	7	63
Extraordinary losses	-	385	3,468
Other	-	385	3,468
Profit before income taxes	13,303	9,065	81,667
Income taxes - current	3,940	2,283	20,568
Income taxes - deferred	(94)	(3)	(27)
Profit	9,456	6,786	61,135

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Statements of Changes in Net Assets

Years ended March 31, 2020 and 2021

(Unit: Millions of yen)

	Shareholders' equity									Valuation and translation adjustments		Total net assets
	Capital stock	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
		Capital reserve	Total capital surplus		Other retained earnings							
					Reserve for advanced depreciation of non-current assets	General reserve	Retained earnings brought forward					
Balance as of March 31, 2019	¥12,426	¥12,242	¥12,242	¥1,437	¥533	¥88	¥72,267	¥74,326	¥98,995	¥45,359	¥45,359	¥144,355
Changes of items during period												
Dividend of surplus			-				(5,544)	(5,544)	(5,544)		-	(5,544)
Profit			-				9,456	9,456	9,456		-	9,456
Reversal of reserve for advance depreciation of non-current assets			-		(12)		12	-	-		-	-
Net changes of items other than shareholders' equity			-					-	-	(12,770)	(12,770)	(12,770)
Total changes of items during period			-		(12)		3,925	3,912	3,912	(12,770)	(12,770)	(8,857)
Balance as of March 31, 2020	12,426	12,242	12,242	1,437	520	88	76,192	78,239	102,908	32,588	32,588	135,497
Changes of items during period												
Dividend of surplus			-				(7,565)	(7,565)	(7,565)		-	(7,565)
Profit			-				6,786	6,786	6,786		-	6,786
Reversal of reserve for advance depreciation of non-current assets			-		(12)		12	-	-		-	-
Net changes of items other than shareholders' equity			-					-	-	13,129	13,129	13,129
Total changes of items during period			-		(12)		(767)	(779)	(779)	13,129	13,129	12,349
Balance as of March 31, 2021	12,426	12,242	12,242	1,437	508	88	75,425	77,459	102,128	45,718	45,718	147,846

(Unit: Thousands of U.S. dollars^{**})

	Shareholders' equity									Valuation and translation adjustments		Total net assets
	Capital stock	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
		Capital reserve	Total capital surplus		Other retained earnings							
					Reserve for advanced depreciation of non-current assets	General reserve	Retained earnings brought forward					
Balance as of March 31, 2020	\$111,946	\$110,288	\$110,288	\$12,946	\$4,685	\$793	\$686,414	\$704,856	\$927,099	\$293,586	\$293,586	\$1,220,694
Changes of items during period												
Dividend of surplus			-				(68,153)	(68,153)	(68,153)		-	(68,153)
Profit			-				61,135	61,135	61,135		-	61,135
Reversal of reserve for advance depreciation of non-current assets			-		(108)		108	-	-		-	-
Net changes of items other than shareholders' equity			-					-	-	118,279	118,279	118,279
Total changes of items during period			-		(108)		(6,910)	(7,018)	(7,018)	118,279	118,279	111,252
Balance as of March 31, 2021	111,946	110,288	110,288	12,946	4,577	793	679,505	697,829	920,072	411,874	411,874	1,331,946

**The U.S. dollar amounts have been translated, for convenience only, at 111 yen=US\$1, the prevailing exchange rate on the Tokyo Foreign Exchange Market as of March 31, 2021

These financial statements in English are based on information in the company's accounts for the 72nd term audited by KPMG AZSA LLC. This information is presented in a manner consistent with the data published in the announcement of financial results. However, these financial statements in English have not been audited by KPMG AZSA LLC. -4-