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Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 [Japanese GAAP]

May 13, 2021

Company name : Kumagai Gumi Co., Ltd.
 Stock exchange listings : Tokyo Stock Exchange, 1st Section
 Securities code : 1861 URL : <https://www.kumagaigumi.co.jp/>
 Representative : Yasunori Sakurano, President
 Contact : Chihiro Nosaka, General Manager, Accounting Department, Administration Division
 Tel. 03-3235-8606
 Date of general meeting of shareholders : June 29, 2021
 Date of filing of securities report : June 29, 2021
 Scheduled date of dividend payment : June 30, 2021
 Supplemental materials for financial results : Yes
 Presentation on financial results : Yes

(Rounded down to the nearest million yen)

1. Consolidated Results for the Fiscal Year Ended March 31, 2021 (April 1, 2020 – March 31, 2021)

(1) Consolidated Operating Results

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2020	450,232	3.2	28,069	10.3	28,400	10.4	17,925	(7.8)
FY2019	436,151	12.1	25,440	(3.9)	25,718	(3.1)	19,447	46.1

(Note) Comprehensive income FY2020 21,414 million yen 20.0% FY2019 17,851 million yen 37.8%

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
FY2020	384.69	—	11.5	7.5	6.2
FY2019	417.35	—	13.7	7.1	5.8

(Reference) Investment profit (loss) on equity method FY2020 226 million yen FY2019 201 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY2020	379,573	163,835	43.2	3,516.07
FY2019	374,841	148,034	39.5	3,177.22

(Reference) Owner's equity FY2020 163,835 million yen FY2019 148,034 million yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and equivalents, end of period
	Million yen	Million yen	Million yen	Million yen
FY2020	6,572	(4,306)	(6,112)	71,335
FY2019	345	(2,298)	(5,361)	75,155

2. Dividends

	Annual cash dividends per share					Total dividend paid	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Total			
FY2019	—	—	—	120.00	120.00	5,611	28.8	4.0
FY2020	—	—	—	120.00	120.00	5,610	31.2	3.6
FY2021 (forecast)	—	—	—	120.00	120.00		30.1	

3. Forecast of Consolidated Operating Results for FY2021 (April 1, 2021 – March 31, 2022)

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2021	451,000	0.2	27,000	(3.8)	27,400	(3.5)	18,600	3.8	399.17

※ Notes

(1) Changes in significant subsidiaries during the period
(Changes in specified subsidiaries that resulted in a change in the scope of consolidation) : None

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

- ① Changes in accounting policies due to the revision of the accounting standards : None
 ② Changes in accounting policies other than ① : None
 ③ Changes in accounting estimates : None
 ④ Retrospective restatements : None

(3) Number of shares issued (common stock)

- ① Number of shares issued at the end of the period (including treasury stocks)
 ② Number of treasury stocks at the end of the period
 ③ Average number of shares outstanding during the period

				(Shares)	
FY2020	46,805,660	FY2019	46,805,660		
FY2020	209,338	FY2019	213,148		
FY2020	46,597,911	FY2019	46,597,903		

(Reference) Summary of Nonconsolidated Financial Results

1. Nonconsolidated Results for the Fiscal Year Ended March 31, 2021 (April 1, 2020 – March 31, 2021)

(1) Nonconsolidated Operating Results

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2020	360,240	2.3	22,447	10.9	23,543	13.8	15,047	1.5
FY2019	352,224	14.7	20,244	(3.9)	20,690	(5.0)	14,823	4.7

	Basic earnings per share		Diluted earnings per share	
	Yen	Yen	Yen	Yen
FY2020	322.21	—	—	—
FY2019	317.38	—	—	—

(2) Nonconsolidated Financial Position

	Total assets		Net assets		Capital adequacy ratio	Net assets per share
	Million yen	Million yen	Million yen	Million yen	%	Yen
FY2020	316,659	131,287	131,287	131,287	41.5	2,811.32
FY2019	315,780	118,438	118,438	118,438	37.5	2,536.08

(Reference) Owner's equity FY2020 131,287 million yen FY2019 118,438 million yen

2. Forecast of Nonconsolidated Operating Results for FY2021 (April 1, 2021 – March 31, 2022)

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Ordinary income		Profit		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
FY2021	344,000	(4.5)	22,600	(4.0)	15,800	5.0	338.33

※ "Kessan Tanshin" is not subject to an audit by a certified public accountant or an audit corporation.

※ Explanation regarding the appropriate use of forecasts of operating results, and other specific comments

- The financial forecast of operating results in this document are based on information available at present and logical assessments. Actual results may be materially different from expectations due to a variety of factors.
- The Company is to hold the presentation on financial results for analysts and institutional investors. The materials related to financial results which will be used on the presentation will be posted on the Company's website as soon as possible after the presentation.

1. Consolidated Financial Statements

(1) Consolidated balance sheet

(millions of yen)

	FY2019 (As of March 31, 2020)	FY2020 (As of March 31, 2021)
Assets		
Current assets		
Cash and deposits	75,155	71,335
Notes receivable, accounts receivable from completed construction contracts and other	190,642	197,175
Costs on construction contracts in progress	7,864	6,454
Accounts receivable – other	29,827	29,477
Other	7,395	7,554
Allowance for doubtful accounts	(219)	(226)
Total current assets	310,667	311,770
Non-current assets		
Property, plant and equipment		
Buildings and structures	19,719	20,216
Machinery, vehicles, tools, furniture and fixtures	17,929	18,189
Land	14,795	15,105
Leased assets	643	900
Construction in progress	316	375
Accumulated depreciation	(28,057)	(29,128)
Total property, plant and equipment	25,347	25,658
Intangible assets	540	558
Investments and other assets		
Investment securities	22,870	29,711
Long-term loans receivable	779	641
Long-term non-operating accounts receivable	161	116
Distressed receivables	29	26
Deferred tax assets	10,328	7,245
Other	4,286	4,022
Allowance for doubtful accounts	(204)	(177)
Total investments and other assets	38,252	41,587
Total non-current assets	64,141	67,803
Deferred assets		
Share issuance costs	33	—
Total deferred assets	33	—
Total assets	374,841	379,573

(millions of yen)

	FY2019 (As of March 31, 2020)	FY2020 (As of March 31, 2021)
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	96,503	84,610
Electronically recorded obligations – operating	29,572	37,435
Short-term borrowings	4,074	4,161
Income taxes payable	3,093	3,841
Advances received on construction contracts in progress	19,933	11,929
Deposits received	29,489	34,622
Provision for warranties for completed construction	422	473
Provision for loss on construction contracts	469	156
Provision for contingent loss	7,614	1,482
Provision for bonuses	3,689	4,256
Other	6,726	7,633
Total current liabilities	201,590	190,604
Non-current liabilities		
Long-term borrowings	8,184	7,728
Provision for share awards	97	140
Retirement benefit liability	16,421	16,644
Other	513	620
Total non-current liabilities	25,216	25,133
Total liabilities	226,807	215,737
Net assets		
Shareholders' equity		
Share capital	30,108	30,108
Capital surplus	25,157	25,156
Retained earnings	92,413	104,727
Treasury shares	(450)	(451)
Total shareholders' equity	147,228	159,540
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	816	4,241
Foreign currency translation adjustment	391	384
Remeasurements of defined benefit plans	(401)	(330)
Total accumulated other comprehensive income	806	4,294
Total net assets	148,034	163,835
Total liabilities and net assets	374,841	379,573

(2) Consolidated statement of income and Consolidated statement of comprehensive income
Consolidated statement of income

(millions of yen)

	FY2019 (Apr 1, 2019—Mar 31, 2020)	FY2020 (Apr 1, 2020—Mar 31, 2021)
Net sales of completed construction contracts	436,151	450,232
Cost of sales of completed construction contracts	390,653	402,147
Gross profit on completed construction contracts	45,498	48,084
Selling, general and administrative expenses	20,057	20,015
Operating profit	25,440	28,069
Non-operating income		
Interest income	40	40
Dividend income	334	370
Share of profit of entities accounted for using equity method	201	226
Foreign exchange gains	—	24
Other	127	243
Total non-operating income	703	906
Non-operating expenses		
Interest expenses	188	190
Foreign exchange losses	20	—
Loss on sale of receivables	52	45
Commission for syndicated loans	33	210
Amortization of share issuance costs	49	33
Other	82	95
Total non-operating expenses	425	574
Ordinary profit	25,718	28,400
Extraordinary income		
Gain on sales of non-current assets	7	10
Gain on sales of investment securities	18	14
Gain on sales of memberships	732	2
Compensation for expropriation	—	14
Settlement received	—	100
Reversal of provision for loss on anti-monopoly act	1,311	—
Total extraordinary income	2,068	142
Extraordinary losses		
Loss on sale of non-current assets	—	12
Loss on retirement of non-current assets	43	58
Loss on valuation of investment securities	114	1
Compensation for damage	139	240
Infectious disease related costs	5	269
Provision for contingent loss	265	1,281
Loss on transfer of receivables	—	458
Loss on change in equity	77	44
Other	70	82
Total extraordinary losses	716	2,449
Profit before income taxes	27,070	26,093
Income taxes – current	6,181	6,629
Income taxes – deferred	1,441	1,538
Total income taxes	7,622	8,168
Profit	19,447	17,925
Profit attributable to owners of parent	19,447	17,925

Consolidated statement of comprehensive income

(millions of yen)

	FY2019 (Apr 1, 2019—Mar 31, 2020)	FY2020 (Apr 1, 2020—Mar 31, 2021)
Profit	19,447	17,925
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,689)	3,429
Foreign currency translation adjustment	41	(6)
Remeasurements of defined benefit plans, net of tax	47	70
Share of other comprehensive income of entities accounted for using equity method	4	(4)
Total other comprehensive income	(1,595)	3,488
Comprehensive income	17,851	21,414
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	17,851	21,414
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated statements of changes in equity
 FY2019 (Apr 1, 2019—Mar 31, 2020)

(millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	30,108	25,157	77,642	(426)	132,481
Changes during period					
Dividends of surplus			(4,676)		(4,676)
Profit attributable to owners of parent			19,447		19,447
Purchase of treasury shares				(31)	(31)
Disposal of treasury shares		(0)		7	7
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(0)	14,770	(23)	14,746
Balance at end of current period	30,108	25,157	92,413	(450)	147,228

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of current period	2,501	349	(449)	2,402	134,883
Changes during period					
Dividends of surplus					(4,676)
Profit attributable to owners of parent					19,447
Purchase of treasury shares					(31)
Disposal of treasury shares					7
Net changes of items other than shareholders' equity	(1,685)	41	47	(1,595)	(1,595)
Total changes of items during period	(1,685)	41	47	(1,595)	13,150
Balance at end of current period	816	391	(401)	806	148,034

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	30,108	25,157	92,413	(450)	147,228
Changes during period					
Dividends of surplus			(5,611)		(5,611)
Profit attributable to owners of parent			17,925		17,925
Purchase of treasury shares				(21)	(21)
Disposal of treasury shares		(0)		19	19
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(0)	12,314	(1)	12,312
Balance at end of current period	30,108	25,156	104,727	(451)	159,540

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of current period	816	391	(401)	806	148,034
Changes during period					
Dividends of surplus					(5,611)
Profit attributable to owners of parent					17,925
Purchase of treasury shares					(21)
Disposal of treasury shares					19
Net changes of items other than shareholders' equity	3,425	(6)	70	3,488	3,488
Total changes of items during period	3,425	(6)	70	3,488	15,800
Balance at end of current period	4,241	384	(330)	4,294	163,835

(4) Consolidated statements of cash flows

(millions of yen)

	FY2019 (Apr 1, 2019—Mar 31, 2020)	FY2020 (Apr 1, 2020—Mar 31, 2021)
Cash flows from operating activities		
Profit before income taxes	27,070	26,093
Depreciation	2,077	2,029
Amortization of share issuance costs	49	33
Increase (decrease) in allowance for doubtful accounts	42	(19)
Increase (decrease) in provision for contingent loss	(3,122)	(6,131)
Increase (decrease) in provision for loss on anti-monopoly act	(3,933)	—
Increase (decrease) in retirement benefit liability	(9)	324
Interest and dividend income	(374)	(411)
Interest expenses	188	190
Foreign exchange losses (gains)	17	(36)
Share of loss (profit) of entities accounted for using equity method	(201)	(226)
Loss (gain) on valuation of investment securities	114	1
Loss (gain) on sale of investment securities	(18)	(14)
Loss (gain) on sale of non-current assets	(7)	1
Loss on retirement of non-current assets	43	58
Loss on transfer of receivables	—	458
Decrease (increase) in trade receivables	(14,925)	(6,535)
Decrease (increase) in costs on construction contracts in progress	(561)	1,410
Increase (decrease) in trade payables	5,799	(3,607)
Increase (decrease) in advances received on construction contracts in progress	5,190	(8,004)
Decrease (increase) in accounts receivable – other	(14,131)	350
Increase (decrease) in deposits received	10,078	5,133
Decrease (increase) in other assets and other	(457)	(137)
Other, net	(4,954)	1,245
Subtotal	7,976	12,207
Interest and dividends received	382	410
Interest paid	(188)	(190)
Income taxes paid	(7,825)	(5,855)
Net cash provided by (used in) operating activities	345	6,572
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,199)	(2,094)
Proceeds from sale of property, plant and equipment	36	102
Purchase of investment securities	(32)	(21)
Proceeds from sale of investment securities	1,497	30
Purchase of shares of subsidiaries and associates	(2,334)	(1,723)
Loan advances	(35)	(517)
Proceeds from collection of loans receivable	140	214
Other, net	628	(297)
Net cash provided by (used in) investing activities	(2,298)	(4,306)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	105	1,000
Proceeds from long-term borrowings	424	690
Repayments of long-term borrowings	(1,120)	(2,059)
Purchase of treasury shares	(29)	(19)
Dividends paid	(4,676)	(5,595)
Other, net	(65)	(128)
Net cash provided by (used in) financing activities	(5,361)	(6,112)
Effect of exchange rate change on cash and cash equivalents	24	27
Net increase (decrease) in cash and cash equivalents	(7,290)	(3,819)
Cash and cash equivalents at beginning of period	82,446	75,155
Cash and cash equivalents at end of period	75,155	71,335

Segment Information

FY2019 (Apr 1, 2019—Mar 31, 2020)

Information on Net Sales and Profit of Each Reportable Segment

(millions of yen)

	Reportable segments				Adjustments (Note1) (Note2)	Amounts on Consolidated statement of income (Note3)
	Civil engineering	Building construction	Subsidiaries	Total		
Net Sales						
Sales to customers	122,236	229,986	83,928	436,151	—	436,151
Intersegment sales and transfers	—	1	14,696	14,697	(14,697)	—
Total	122,236	229,988	98,624	450,849	(14,697)	436,151
Segment income	7,630	12,613	5,153	25,397	42	25,440
Others						
Depreciation	301	567	1,177	2,047	(5)	2,041

(Note1) The adjustments on segment income are eliminations of intersegment transactions.

(Note2) The adjustments on depreciation are eliminations of unrealized income.

(Note3) The segment income is reconciled with operating income in the consolidated statement of income.

FY2020 (Apr 1, 2020—Mar 31, 2021)

Information on Net Sales and Profit of Each Reportable Segment

(millions of yen)

	Reportable segments				Adjustments (Note1) (Note2)	Amounts on Consolidated statement of income (Note3)
	Civil engineering	Building construction	Subsidiaries	Total		
Net Sales						
Sales to customers	121,446	238,794	89,991	450,232	—	450,232
Intersegment sales and transfers	—	0	15,770	15,770	(15,770)	—
Total	121,446	238,794	105,762	466,003	(15,770)	450,232
Segment income	7,723	14,723	5,566	28,013	55	28,069
Others						
Depreciation	277	535	1,182	1,995	(4)	1,990

(Note1) The adjustments on segment income are eliminations of intersegment transactions.

(Note2) The adjustments on depreciation are eliminations of unrealized income.

(Note3) The segment income is reconciled with operating income in the consolidated statement of income.

2. Nonconsolidated Financial Statements

(1) Nonconsolidated balance sheet

(millions of yen)

	FY2019 (As of March 31, 2020)	FY2020 (As of March 31, 2021)
Assets		
Current assets		
Cash and deposits	54,434	51,767
Notes receivable – trade	7,853	1,628
Accounts receivable from completed construction contracts	154,168	163,625
Costs on construction contracts in progress	6,692	5,443
Accounts receivable – other	31,149	29,456
Other	8,266	7,368
Allowance for doubtful accounts	(194)	(195)
Total current assets	262,371	259,095
Non-current assets		
Property, plant and equipment		
Buildings	10,451	10,573
Accumulated depreciation	(6,869)	(7,170)
Buildings, net	3,582	3,402
Structures	1,116	1,160
Accumulated depreciation	(986)	(1,005)
Structures, net	130	154
Machinery and equipment	2,282	2,494
Accumulated depreciation	(1,711)	(1,900)
Machinery and equipment, net	571	594
Vehicles	55	55
Accumulated depreciation	(55)	(55)
Vehicles, net	0	0
Tools, furniture and fixtures	2,723	2,786
Accumulated depreciation	(2,392)	(2,487)
Tools, furniture and fixtures, net	330	298
Land	11,844	12,207
Leased assets	191	191
Accumulated depreciation	(142)	(158)
Leased assets, net	49	33
Construction in progress	32	321
Total property, plant and equipment	16,541	17,012
Intangible assets	420	434
Investments and other assets		
Investment securities	10,693	10,408
Shares of subsidiaries and associates	16,014	22,940
Long-term loans receivable from employees	271	230
Long-term loans receivable from subsidiaries and associates	641	447
Long-term non-operating accounts receivable	36	—
Long-term prepaid expenses	60	77
Deferred tax assets	8,196	5,369
Other	515	644
Allowance for doubtful accounts	(16)	(1)
Total investments and other assets	36,413	40,116
Total non-current assets	53,376	57,563
Deferred assets		
Share issuance costs	33	—
Total deferred assets	33	—
Total assets	315,780	316,659

(millions of yen)

	FY2019 (As of March 31, 2020)	FY2020 (As of March 31, 2021)
Liabilities		
Current liabilities		
Notes payable – trade	3,523	3,459
Electronically recorded obligations – operating	25,974	32,973
Accounts payable for construction contracts	78,614	66,412
Short-term borrowings	3,853	3,942
Lease obligations	17	15
Income taxes payable	2,670	3,470
Advances received on construction contracts in progress	17,448	9,943
Deposits received	27,526	33,325
Provision for warranties for completed construction	357	428
Provision for loss on construction contracts	293	155
Provision for contingent loss	7,596	1,462
Provision for bonuses	2,163	2,760
Deposits received from employees	2,580	2,822
Other	3,116	2,621
Total current liabilities	175,737	163,793
Non-current liabilities		
Long-term borrowings	8,166	7,728
Lease obligations	35	19
Provision for stock payments	97	140
Provision for retirement benefits	13,241	13,624
Other	63	65
Total non-current liabilities	21,604	21,577
Total liabilities	197,342	185,371
Net assets		
Shareholders' equity		
Share capital	30,108	30,108
Capital surplus		
Legal capital surplus	16,767	16,767
Other capital surplus	8,389	8,389
Total capital surpluses	25,157	25,156
Retained earnings		
Legal retained earnings	559	559
Other retained earnings		
Retained earnings brought forward	62,146	71,583
Total retained earnings	62,706	72,143
Treasury shares	(327)	(328)
Total shareholders' equity	117,645	127,079
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	793	4,208
Total valuation and translation adjustments	793	4,208
Total net assets	118,438	131,287
Total liabilities and net assets	315,780	316,659

(2) Nonconsolidated statement of income

(millions of yen)

	FY2019 (Apr 1, 2019—Mar 31, 2020)	FY2020 (Apr 1, 2020—Mar 31, 2021)
Net sales of completed construction contracts	352,224	360,240
Cost of sales of completed construction contracts	316,914	322,639
Gross profit on completed construction contracts	35,310	37,600
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	231	215
Employees' salaries and allowances	5,715	5,970
Retirement benefit expenses	279	280
Legal welfare expenses	869	927
Welfare expenses	190	147
Repair and maintenance expenses	71	45
Stationery expenses	438	500
Communication and transportation expenses	836	517
Power utilities expenses	76	70
Research study expenses	2,168	2,258
Advertising expenses	148	189
Provision of allowance for doubtful accounts	27	1
Entertainment expenses	352	191
Donations	94	59
Rent expenses on land and buildings	488	505
Depreciation	206	180
Taxes and dues	901	907
Insurance expenses	95	88
Miscellaneous expenses	1,874	2,095
Total selling, general and administrative expenses	15,066	15,153
Operating profit	20,244	22,447
Non-operating income		
Interest income	20	32
Dividend income	662	1,354
Rental income	98	103
Foreign exchange gains	—	18
Other	66	135
Total non-operating income	848	1,644
Non-operating expenses		
Interest expenses	181	187
Foreign exchange losses	14	—
Loss on sale of receivables	52	45
Commission for syndicated loans	33	210
Amortization of share issuance costs	49	33
Other	71	71
Total non-operating expenses	402	547
Ordinary profit	20,690	23,543
Extraordinary income		
Gain on sale of non-current assets	—	6
Gain on sale of investment securities	—	14
Gain on sale of memberships	732	2
Settlement received	—	100
Total extraordinary income	732	122
Extraordinary losses		
Loss on retirement of non-current assets	1	4
Loss on valuation of shares of subsidiaries and associates	109	—
Compensation for damage	139	162
Loss on litigation	2	—
Infectious disease related costs	2	220
Provision for contingent loss	265	1,278
Loss on transfer of receivables	—	458
Other	41	57
Total extraordinary losses	564	2,182
Profit before income taxes	20,858	21,484
Income taxes – current	4,475	5,116
Income taxes – deferred	1,559	1,319
Total income taxes	6,034	6,436
Profit	14,823	15,047

(3) Nonconsolidated statements of changes in equity
 FY2019 (Apr 1, 2019—Mar 31, 2020)

(millions of yen)

	Shareholders' equity						
	Share capital	Capital surplus			Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings	Total retained earnings
Balance at beginning of current period	30,108	16,767	8,390	25,157	559	52,000	52,559
Changes during period							
Dividends of surplus						(4,676)	(4,676)
Profit						14,823	14,823
Purchase of treasury shares							
Disposal of treasury shares			(0)	(0)			
Net changes of items other than shareholders' equity							
Total changes of items during period	—	—	(0)	(0)	—	10,146	10,146
Balance at end of current period	30,108	16,767	8,389	25,157	559	62,146	62,706

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of current period	(300)	107,524	2,448	2,448	109,973
Changes during period					
Dividends of surplus		(4,676)			(4,676)
Profit		14,823			14,823
Purchase of treasury shares	(29)	(29)			(29)
Disposal of treasury shares	3	3			3
Net changes of items other than shareholders' equity			(1,654)	(1,654)	(1,654)
Total changes of items during period	(26)	10,120	(1,654)	(1,654)	8,465
Balance at end of current period	(327)	117,645	793	793	118,438

	Shareholders' equity						
	Share capital	Capital surplus			Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings	Total retained earnings
Balance at beginning of current period	30,108	16,767	8,389	25,157	559	62,146	62,706
Changes during period							
Dividends of surplus						(5,611)	(5,611)
Profit						15,047	15,047
Purchase of treasury shares							
Disposal of treasury shares			(0)	(0)			
Net changes of items other than shareholders' equity							
Total changes of items during period	—	—	(0)	(0)	—	9,436	9,436
Balance at end of current period	30,108	16,767	8,389	25,156	559	71,583	72,143

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of current period	(327)	117,645	793	793	118,438
Changes during period					
Dividends of surplus		(5,611)			(5,611)
Profit		15,047			15,047
Purchase of treasury shares	(19)	(19)			(19)
Disposal of treasury shares	17	17			17
Net changes of items other than shareholders' equity			3,414	3,414	3,414
Total changes of items during period	(1)	9,434	3,414	3,414	12,849
Balance at end of current period	(328)	127,079	4,208	4,208	131,287

3. Supplementary Information

(1) Orders received, net sales and carried-forward (Nonconsolidated)

(millions of yen)

	FY2019 Apr 1, 2019—Mar 31, 2020		FY2020 Apr 1, 2020—Mar 31, 2021		Change	
	Amount	Composition ratio %	Amount	Composition ratio %	Amount	%
Public	57,537	17.7	45,382	16.0	(12,155)	(21.1)
Private	34,834	10.7	54,724	19.3	19,889	57.1
Domestic	92,371	28.4	100,106	35.3	7,734	8.4
Overseas	—	—	—	—	—	—
Civil engineering	92,371	28.4	100,106	35.3	7,734	8.4
Public	30,482	9.4	13,981	4.9	(16,501)	(54.1)
Private	199,207	61.3	167,430	59.1	(31,776)	(16.0)
Domestic	229,690	70.7	181,411	64.0	(48,278)	(21.0)
Overseas	2,897	0.9	1,843	0.7	(1,054)	(36.4)
Building construction	232,587	71.6	183,255	64.7	(49,332)	(21.2)
Public	88,020	27.1	59,363	20.9	(28,657)	(32.6)
Private	234,041	72.0	222,155	78.4	(11,886)	(5.1)
Domestic	322,062	99.1	281,518	99.3	(40,544)	(12.6)
Overseas	2,897	0.9	1,843	0.7	(1,054)	(36.4)
Orders received—Total	324,959	100	283,361	100	(41,598)	(12.8)
Public	75,722	21.5	57,847	16.0	(17,874)	(23.6)
Private	46,513	13.2	63,598	17.7	17,084	36.7
Domestic	122,236	34.7	121,446	33.7	(790)	(0.6)
Overseas	—	—	—	—	—	—
Civil engineering	122,236	34.7	121,446	33.7	(790)	(0.6)
Public	25,015	7.1	32,389	9.0	7,373	29.5
Private	204,480	58.1	204,555	56.8	74	0.0
Domestic	229,495	65.2	236,944	65.8	7,448	3.2
Overseas	492	0.1	1,849	0.5	1,357	275.5
Building construction	229,988	65.3	238,794	66.3	8,805	3.8
Public	100,737	28.6	90,237	25.0	(10,500)	(10.4)
Private	250,994	71.3	268,153	74.5	17,158	6.8
Domestic	351,732	99.9	358,390	99.5	6,658	1.9
Overseas	492	0.1	1,849	0.5	1,357	275.5
Net sales—Total	352,224	100	360,240	100	8,015	2.3
Public	55,948	10.3	43,482	9.3	(12,465)	(22.3)
Private	132,538	24.4	123,664	26.5	(8,874)	(6.7)
Domestic	188,487	34.7	167,147	35.8	(21,339)	(11.3)
Overseas	—	—	—	—	—	—
Civil engineering	188,487	34.7	167,147	35.8	(21,339)	(11.3)
Public	44,268	8.1	25,860	5.6	(18,408)	(41.6)
Private	307,863	56.7	270,738	58.1	(37,124)	(12.1)
Domestic	352,132	64.8	296,599	63.7	(55,532)	(15.8)
Overseas	2,494	0.5	2,498	0.5	4	0.2
Building construction	354,626	65.3	299,098	64.2	(55,528)	(15.7)
Public	100,217	18.4	69,343	14.9	(30,873)	(30.8)
Private	440,402	81.1	394,403	84.6	(45,998)	(10.4)
Domestic	540,619	99.5	463,746	99.5	(76,872)	(14.2)
Overseas	2,494	0.5	2,498	0.5	4	0.2
Carried-forward—Total	543,113	100	466,245	100	(76,867)	(14.2)

(Note) The carried-forward amount of overseas work has been translated at the closing rate.

FY2019 : Decreased by 14 million yen FY2020 : Increased by 11 million yen

(2) Financial Highlights

Consolidated

(100 millions of yen)

(Operating Results)

	A FY2019	B FY2020	B - A		C FY2021 (Forecasts)	C - B	
				%			%
Net sales	4,362	4,502	141	3.2	4,510	8	0.2
Gross profit	455	481	26	5.7	478	(3)	(0.6)
(Ratio)	10.4%	10.7%	0.3%		10.6%	(0.1)%	
SG&A expenses	201	200	(0)		208	8	
Operating profit	254	281	26	10.3	270	(11)	(3.8)
(Ratio)	5.8%	6.2%	0.4%		6.0%	(0.2)%	
Non-operating income - net	3	3	1		4	1	
Ordinary profit	257	284	27	10.4	274	(10)	(3.5)
Extraordinary income - net	14	(23)	(37)		(1)	22	
Profit before income taxes	271	261	(10)	(3.6)	273	12	4.6
Income taxes and others	76	82	5		87	5	
Profit attributable to owners of parent	194	179	(15)	(7.8)	186	7	3.8

Nonconsolidated

(Operating Results)

	A FY2019	B FY2020	B - A		C FY2021 (Forecasts)	C - B	
				%			%
Civil engineering	924	1,001	77		1,100	99	
Building construction	2,297	1,814	(483)		2,200	386	
Domestic	3,221	2,815	(405)		3,300	485	
Overseas	29	18	(11)		50	32	
Orders received	3,250	2,834	(416)	(12.8)	3,350	516	18.2
Civil engineering	1,222	1,214	(8)		1,050	(164)	
Building construction	2,295	2,369	74		2,370	1	
Domestic	3,517	3,584	67		3,420	(164)	
Overseas	5	18	14		20	2	
Net sales	3,522	3,602	80	2.3	3,440	(162)	(4.5)
Civil engineering	133	137	5		118	(19)	
(Ratio)	10.9%	11.3%	0.4%		11.2%	(0.1)%	
Building construction	219	238	19		250	12	
(Ratio)	9.5%	10.0%	0.5%		10.5%	0.5%	
Domestic	352	375	23		368	(7)	
(Ratio)	10.0%	10.5%	0.5%		10.8%	0.3%	
Overseas	1	1	(0)		1	0	
(Ratio)	26.0%	5.0%	(21.0)%		5.0%	0.0%	
Gross profit	353	376	23	6.5	369	(7)	(1.9)
(Ratio)	10.0%	10.4%	0.4%		10.7%	0.3%	
SG&A expenses	151	152	1		156	4	
Operating profit	202	224	22	10.9	213	(11)	(5.1)
(Ratio)	5.7%	6.2%	0.5%		6.2%	0.0%	
Non-operating income - net	4	11	7		13	2	
Ordinary profit	207	235	29	13.8	226	(9)	(4.0)
Extraordinary income - net	2	(21)	(22)		0	21	
Profit before income taxes	209	215	6	3.0	226	11	5.2
Income taxes and others	60	64	4		68	4	
Profit	148	150	2	1.5	158	8	5.0