Summary of Consolidated Financial Results for the Third Quarter of Fiscal Year Ending March 2020

February 7, 2020

The following statements are an English-language translation of the original Japanese-language documents. (All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

Name of listed company: Penta-Ocean Construction Co., Ltd. Stock exchange: Tokyo, Nagoya

Code number: 1893 URL: http://www.penta-ocean.co.jp/english/index.html

Representative

Title: President, Chief Executive Officer and Representative Director Name: Takuzo Shimizu

Contact

Title: Executive Officer, General Manager, Head of Accounting Division Name: Syunji Kitahashi Tel: 03-3817-7619

Schedule of financial statement reporting date: February 7, 2020

1. Business results for the fiscal year ending March 2020 (Apr. 1, 2019 - Dec. 31, 2019)

Note: All amounts are rounded down to the nearest million Yen. Percentage indicate changes form the previous term. (1) Consolidated business results Net sales Operating income Ordinary income Net income attributable to owners of parent (Millions of Yen) (%) (Millions of Yen) (Millions of Yen) (Millions of Yen) (%) FY3/20 3Q 436,563 13.2 25,823 24.4 25,956 40.9 17,872 35.2 FY3/19 3Q 385,640 2.1 20,755 (0.9)18,418 (12.2)13,219 (9.1

Note: Comprehensive income (Millions of Yen) Dec. 31, 2019 term: 17,773 (40.2%) Dec. 31, 2018 term: 12,681 ((20.9%))

	Net income per share	Diluted net income per share
	(Yen)	(Yen)
FY3/20 3Q	62.63	-
FY3/19 3Q	46.32	-

(2) Consolidated financial position

()							
	Total assets	Total net assets	Total net assets/ total assets				
	(Millions of Yen)	(Millions of Yen)	(%)				
Dec. 31, 2019	458,846	138,926	30.3				
Mar. 31, 2019	383,839	126,573	33.0				

Reference: Shareholders' Equity (Millions of Yen) Dec. 31, 2019: 138,866 Mar. 31, 2019: 126,517

2. Dividends

Z. Dividerius								
		Dividends per share (Yen)						
	As of 1Q-end	As of 2Q-end	As of 3Q-end	As of Fiscal Year-end	Full year			
FY3/19	-	-	-	19.00	19.00			
FY3/20	-	-	-					
FY3/20 (Forecast)				20.00	20.00			

Note: Revision made in the forecast dividend as of the end of the current quarter: None

3. Earnings forecasts for fiscal year ending March 2020 (Apr. 1, 2019 - Mar. 31, 2020)

	Net S	ales	Operatin	g income	Ordinary	/ income	Net income a owners	attributable to of parent	Net income per share	
	(Millions of	f Yen, %)	(Millions o	of Yen, %)	(Millions o	of Yen, %)	(Millions o	of Yen, %)	(Yen)	
Entire term	570,000	5.2	32,000	9.5	31,500	18.6	22,000	16.4	77	7.09

Note: Change made in figures of the forecasts as of the end of the current quarter form the previous announcement: Revised

4. Notes

- (1) Changes in significant subsidiaries during the period (changes in specific subsidiaries resulting in change the scope of consolidation): None
- (2) Adoption of accounting method uniquely adopted to prepare consolidated financial statements for the current quarter: None
- (3) Changes to accounting policies; changes to accounting estimates; restatements
 - 1) Changes due to revised accounting Standard: None
 - 2) Changes other than the reason described above: None
 - 3) Changes to accounting estimates: None
 - 4) Restatements: None
- (4) Total number of outstanding shares (common stock)
 - 1) Number of outstanding shares as of end of period (including treasury stock) :
 - 2) Number of shares of treasury stock as of end of period :
 - 3) Average number of shares outstanding during the period (or the cumulative consolidated accounting period as the end of the current quarter):

Dec. 2019 term:	286,013,910	Mar. 2019 term:	286,013,910
Dec. 2019 term:	640,599	Mar. 2019 term:	655,020
Dec. 2019 term:	285,367,550	Dec. 2018 term:	285,403,824

Note: Both the number of shares of treasury stock as of end of period, and the average number of shares outstanding during the period that is calculated by subtracting the number of shares of treasury stock from the number of outstanding shares, contain the company's shares of the BBT.

*This document is out of the scope of the quarterly review procedures.

Notes: Request for appropriate use of the business outlook and other special remarks:

- 1) The financial forecasts for the entire term for fiscal year ending March 31, 2020 are revised from ones provided on May 10, 2019.
- 2) The forecasts given above are based on information currently available and certain premises regarded as reasonable, and do not include any intent that the company will guarantee its achievement. The actual business result is inherently subject to a variety of risks and uncertainties, and may vary significantly from forecast due to various factors including, but not limited to, changes in the economic or business environment and exchange rate fluctuations.

Consolidated Quarterly Balance Sheets

(Millions of Yen)

Assets Current assets 36,204 52,834 Notes receivable, accounts receivable from completed construction contracts and other 192,199 255,783 Securities 58 129 Costs on construction contracts in progress 13,722 15,714 Real estate for sale and development projects in progress 3,074 2,941 Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets 20,024 19,755 Investments and other assets 1,911 2,321		March 31, 2019	December 31, 2019
Cash and deposits 36,204 52,834 Notes receivable, accounts receivable from completed construction contracts and other 192,199 255,783 Securities 58 129 Costs on construction contracts in progress 13,722 15,714 Real estate for sale and development projects in progress 3,074 2,941 Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets 273,764 351,644 Non-current assets 33,710 33,710 Property, plant and equipment 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243	Assets		
Notes receivable, accounts receivable from completed construction contracts and other 192,199 255,783 Securities 58 129 Costs on construction contracts in progress 13,722 15,714 Real estate for sale and development projects in progress 3,074 2,941 Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful	Current assets		
construction contracts and other 192,199 255,783 Securities 58 129 Costs on construction contracts in progress 13,722 15,714 Real estate for sale and development projects in progress 3,074 2,941 Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets 273,764 351,644 Non-current assets 33,710 33,710 Under the third property, plant and equipment 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets	Cash and deposits	36,204	52,834
Costs on construction contracts in progress 13,722 15,714 Real estate for sale and development projects in progress 3,074 2,941 Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets 78,764 351,644 Property, plant and equipment 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	·	192,199	255,783
Real estate for sale and development projects in progress 3,074 2,941 Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets 700 33,710 33,710 Land 33,710 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Securities	58	129
Accounts receivable - other 25,814 21,375 Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets Property, plant and equipment 33,710 33,710 Land 33,710 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Costs on construction contracts in progress	13,722	15,714
Other 3,408 3,814 Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets Property, plant and equipment Land 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Real estate for sale and development projects in progress	3,074	2,941
Allowance for doubtful accounts (717) (949) Total current assets 273,764 351,644 Non-current assets Property, plant and equipment Land 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Accounts receivable - other	25,814	21,375
Total current assets 273,764 351,644 Non-current assets Property, plant and equipment Land 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets Investment securities 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Other	3,408	3,814
Non-current assets Property, plant and equipment Land 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Allowance for doubtful accounts	(717)	(949)
Property, plant and equipment Land 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Total current assets	273,764	351,644
Land 33,710 33,710 Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Non-current assets		
Other, net 47,354 44,857 Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Property, plant and equipment		
Total property, plant and equipment 81,065 78,568 Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Land	33,710	33,710
Intangible assets 1,345 1,390 Investments and other assets 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Other, net	47,354	44,857
Investments and other assets Investment securities 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Total property, plant and equipment	81,065	78,568
Investment securities 20,024 19,725 Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Intangible assets	1,345	1,390
Retirement benefit asset 1,911 2,321 Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Investments and other assets		
Other 9,030 8,456 Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Investment securities	20,024	19,725
Allowance for doubtful accounts (3,305) (3,259) Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Retirement benefit asset	1,911	2,321
Total investments and other assets 27,661 27,243 Total non-current assets 110,072 107,201 Deferred assets 3 -	Other	9,030	8,456
Total non-current assets 110,072 107,201 Deferred assets 3 —	Allowance for doubtful accounts	(3,305)	(3,259)
Deferred assets 3 -	Total investments and other assets	27,661	27,243
	Total non-current assets	110,072	107,201
Total assets 383,839 458,846	Deferred assets	3	_
	Total assets	383,839	458,846

(Millions of Yen)

March 31, 2019 December 31, 2019

	Maron 61, 2016	2000111201 01, 2010
Liabilities		
Current liabilities		
Accounts payable for construction contracts and other	115,309	115,891
Short-term borrowings	28,528	45,956
Commercial papers	_	40,000
Current portion of bonds	_	10,000
Income taxes payable	4,894	3,977
Advances received on construction contracts in progress	22,610	19,426
Provisions	5,765	4,869
Other	44,165	49,982
Total current liabilities	221,274	290,103
Non-current liabilities		
Bonds payable	20,000	10,000
Long-term borrowings	10,962	14,786
Deferred tax liabilities for land revaluation	3,679	3,679
Provisions	166	195
Retirement benefit liability	538	572
Other	645	581
Total non-current liabilities	35,991	29,815
Total liabilities	257,266	319,919
Net assets		
Shareholders' equity		
Share capital	30,449	30,449
Capital surplus	18,386	18,386
Retained earnings	69,143	81,585
Treasury shares	(383)	(373)
Total shareholders' equity	117,597	130,048
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,595	4,548
Deferred gains or losses on hedges	(18)	(10)
Revaluation reserve for land	3,910	3,910
Foreign currency translation adjustment	(126)	(120)
Remeasurements of defined benefit plans	558	489
Total accumulated other comprehensive income	8,919	8,817
Non-controlling interests	56	60
Total net assets	126,573	138,926
Total liabilities and net assets	383,839	458,846
	<u> </u>	

Consolidated Quarterly Statements of Income

FY3/19 3Q FY3/20 3Q FY6/20 3Q FY6/			(Millions of Yen)
Net sales Net sales of completed construction contracts 378,724 429,269 Other sales 6,915 7,294 Total net sales 385,640 436,563 Cost of sales 346,845 391,442 Other cost of sales of completed construction contracts 346,845 391,442 Other cost of sales 5,118 5,388 Total cost of sales 51,163 396,840 Gross profit 1,797 1,895 Gross profit on completed construction contracts 31,879 37,827 Gross profit on ther 1,797 1,895 Total gross profit on ther 1,797 1,895 Total gross profit on ther 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 86 116 Interest income 86 116 Dividend income 86 116 Other 263 376 Total non-operating income 82 9 Non-operating expenses 579 616		FY3/19 3Q	FY3/20 3Q
Net sales of completed construction contracts 378,724 429,269 Other sales 6,915 7,294 Total net sales 385,640 436,563 Cost of sales 346,845 391,442 Other cost of sales of completed construction contracts 351,963 396,840 Total cost of sales 351,963 396,840 Gross profit 31,879 37,827 Gross profit on completed construction contracts 31,879 37,827 Gross profit on completed construction contracts 31,879 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 471 348 Other 263 374 Total non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707			
Other sales 6,915 7,294 Total net sales 385,640 436,563 Cost of sales 346,845 391,442 Other cost of sales 5,118 5,388 Total cost of sales 351,963 396,840 Gross profit 81,879 37,827 Gross profit on completed construction contracts 31,879 37,827 Gross profit on ther 1,797 1,895 Total gross profit on the sales 20,755 25,823 Total gross profit on completed construction contracts 31,879 37,827 Selling, general and administrative expenses 6 11 Interest income 86 116 Divide completed construction contracts	Net sales		
Total net sales 385,640 436,563 Cost of sales 346,845 391,442 Cost of sales of completed construction contracts 346,845 391,442 Other cost of sales 5,118 5,398 Total cost of sales 351,963 396,840 Gross profit on completed construction contracts 31,879 37,827 Gross profit on completed construction contracts 33,676 39,723 Seling, general and administrative expenses 20,755 25,823 Operating income 80 31,50 30,723 Selling, general and administrative expenses 86 116 Operating income 86 116 Interest expenses 56 66 Other 25,90 91 Total non-operating expenses	Net sales of completed construction contracts	378,724	429,269
Cost of sales of completed construction contracts 346,845 391,442 Other cost of sales 5,118 5,398 Total cost of sales 351,963 396,840 Gross profit 31,879 37,827 Gross profit on completed construction contracts 31,879 37,827 Gross profit - other 1,797 1,895 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 86 116 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 579 616 Extraordinary income 84 193 Extraordinary income 84 <t< td=""><td>Other sales</td><td>6,915</td><td>7,294</td></t<>	Other sales	6,915	7,294
Cost of sales of completed construction contracts 346,845 391,442 Other cost of sales 5,118 5,398 Total cost of sales 351,963 396,840 Gross profit 31,879 37,827 Gross profit on completed construction contracts 31,879 1,885 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Interest income 86 116 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Interest expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 82 194 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198	Total net sales	385,640	436,563
Other cost of sales 5,118 5,398 Total cost of sales 351,963 396,840 Gross profit 31,879 37,827 Gross profit on completed construction contracts 31,879 37,827 Gross profit - other 1,797 1,895 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 25,803 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 To	Cost of sales		
Total cost of sales 351,963 396,840 Gross profit 31,879 37,827 Gross profit - other 1,797 1,895 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Interest income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Other 2,580 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 82 194 Other 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198	Cost of sales of completed construction contracts	346,845	391,442
Gross profit 31,879 37,827 Gross profit on completed construction contracts 31,879 37,827 Gross profit on ther 1,797 1,985 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 31,59 707 Ordinary income 82 194 Other 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses <td>Other cost of sales</td> <td>5,118</td> <td>5,398</td>	Other cost of sales	5,118	5,398
Gross profit on completed construction contracts 31,879 37,827 Gross profit - other 1,797 1,895 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 <	Total cost of sales	351,963	396,840
Gross profit - other 1,797 1,895 Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary income 84 198 Extraordinary income 84 198 Extraordinary income 84 198 Extraordinary income 84 <td>Gross profit</td> <td></td> <td></td>	Gross profit		
Total gross profit 33,676 39,723 Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Interest income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on sales of non-current assets 9 79 Loss on contribution of securities to retirement benefit trust - 46 <t< td=""><td>Gross profit on completed construction contracts</td><td>31,879</td><td>37,827</td></t<>	Gross profit on completed construction contracts	31,879	37,827
Selling, general and administrative expenses 12,921 13,900 Operating income 20,755 25,823 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Gain on sales of non-current assets 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 <td< td=""><td>Gross profit - other</td><td>1,797</td><td>1,895</td></td<>	Gross profit - other	1,797	1,895
Operating income 20,755 25,823 Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Gain on sales of non-current assets 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 9 79 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxe	Total gross profit	33,676	39,723
Non-operating income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income before income taxes 18,422 25,991 <t< td=""><td>Selling, general and administrative expenses</td><td>12,921</td><td>13,900</td></t<>	Selling, general and administrative expenses	12,921	13,900
Interest income 86 116 Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 82 194 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 9 79 Loss on contribution of securities to retirement benefit trust - 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 In	Operating income	20,755	25,823
Dividend income 471 348 Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 9 79 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 T	Non-operating income		
Other 263 376 Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 82 194 Loss on sales of non-current assets 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116	Interest income	86	116
Total non-operating income 822 840 Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests	Dividend income	471	348
Non-operating expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 82 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust - 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests (4) 3	Other	263	376
Interest expenses 579 616 Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 84 198 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests (4) 3	Total non-operating income	822	840
Other 2,580 91 Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 82 194 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests (4) 3	Non-operating expenses		
Total non-operating expenses 3,159 707 Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 82 194 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Interest expenses	579	616
Ordinary income 18,418 25,956 Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 82 194 Loss on sales of non-current assets 84 198 Loss on retirement of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests (4) 3	Other	2,580	91
Extraordinary income 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 84 198 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust - 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Total non-operating expenses	3,159	707
Gain on sales of non-current assets 82 194 Other 1 3 Total extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust - 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests (4) 3		18,418	25,956
Other 1 3 Total extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income (loss) attributable to non-controlling interests (4) 3	Extraordinary income		
Total extraordinary income 84 198 Extraordinary losses 9 79 Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Gain on sales of non-current assets	82	194
Extraordinary losses 9 79 Loss on sales of non-current assets 38 37 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Other	1	3
Loss on sales of non-current assets 9 79 Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Total extraordinary income	84	198
Loss on retirement of non-current assets 38 37 Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Extraordinary losses		
Loss on contribution of securities to retirement benefit trust — 46 Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Loss on sales of non-current assets	9	79
Other 32 0 Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Loss on retirement of non-current assets	38	37
Total extraordinary losses 79 163 Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Loss on contribution of securities to retirement benefit trust	_	46
Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Other	32	0
Income before income taxes 18,422 25,991 Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Total extraordinary losses	79	163
Income taxes - current 5,096 7,758 Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	·	18,422	25,991
Income taxes - deferred 111 357 Total income taxes 5,208 8,116 Net income 13,214 17,875 Net income (loss) attributable to non-controlling interests (4) 3	Income taxes - current		
Total income taxes5,2088,116Net income13,21417,875Net income (loss) attributable to non-controlling interests(4)3	Income taxes - deferred		
Net income13,21417,875Net income (loss) attributable to non-controlling interests(4)3	Total income taxes	5,208	8,116
Net income (loss) attributable to non-controlling interests (4) 3	Net income	13,214	
	Net income (loss) attributable to non-controlling interests		
			17,872

Consolidated Quarterly Statements of Comprehensive Income

		(Millions of Yen)
	FY3/19 3Q	FY3/20 3Q
	(From Apr. 1, 2018 to Dec. 31, 2018)	(From Apr. 1, 2019 to Dec. 31, 2019)
Net income	13,214	17,875
Other comprehensive income		
Valuation difference on available-for-sale securities	(603)	(47)
Deferred gains or losses on hedges	(79)	7
Foreign currency translation adjustment	30	6
Remeasurements of defined benefit plans, net of tax	119	(68)
Total other comprehensive income	(533)	(101)
Comprehensive income	12,681	17,773
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,686	17,769
Comprehensive income attributable to non-controlling interests	(4)	4

(Reference)

Non-Consolidated Orders Received, Net Sales and Backlog

1. Orders Received (Millions of Yen)

1: Orders reserved				(
		FY3/19 3Q (From Apr. 1, 2018 to Dec. 31, 2018)	FY3/20 3Q (From Apr. 1, 2019 to Dec. 31, 2019)	Increase (Decrease)	Rate of change (%)
	Public works	96,631	93,679	(2,952)	(3.1)
	Private works	20,719	27,473	6,753	32.6
Do	mestic civil engineering	117,351	121,152	3,801	3.2
	Public works	11,148	19,390	8,241	73.9
	Private works	101,494	90,859	(10,635)	(10.5)
Do	mestic building construction	112,643	110,249	(2,393)	(2.1)
	Civil engineering	73,666	20,516	(53,149)	(72.1)
	Building construction	78,305	10,992	(67,312)	(86.0)
Ove	erseas	151,972	31,509	(120,462)	(79.3)
Constru	uction Total	381,966	262,911	(119,054)	(31.2)
Others		221	246	25	11.5
	Total	382,187	263,158	(119,029)	(31.1)

2. Net Sales (Millions of Yen)

(Willions of To				(IVIIIIIOTIO OI TOII)
	FY3/19 3Q (From Apr. 1, 2018 to Dec. 31, 2018)	FY3/20 3Q (From Apr. 1, 2019 to Dec. 31, 2019)	Increase (Decrease)	Rate of change (%)
Public works	86,990	107,927	20,937	24.1
Private works	37,299	34,562	(2,736)	(7.3)
Domestic civil engineering	124,289	142,490	18,200	14.6
Public works	19,719	30,785	11,066	56.1
Private works	101,398	118,332	16,934	16.7
Domestic building construction	121,117	149,118	28,000	23.1
Civil engineering	83,777	97,055	13,277	15.8
Building construction	37,018	21,453	(15,565)	(42.0)
Overseas	120,796	118,508	(2,287)	(1.9)
Construction Total	366,203	410,117	43,913	12.0
Others	221	246	25	11.5
Total	366,424	410,363	43,939	12.0

3. Backlog (Millions of Yen)

		FY3/19 3Q	FY3/20 3Q	Increase	Data of change (0/)
		(Dec. 31, 2018)	(Dec. 31, 2019)	(Decrease)	Rate of change (%)
Public	works	159,351	145,276	(14,075)	(8.8)
Privat	e works	44,787	34,434	(10,353)	(23.1)
Domestic	civil engineering	204,139	179,710	(24,428)	(12.0)
Public	works	53,072	36,397	(16,674)	(31.4)
Privat	e works	182,290	164,236	(18,054)	(9.9)
Domestic	building construction	235,363	200,634	(34,729)	(14.8)
Civil e	engineering	357,957	257,046	(100,910)	(28.2)
Buildi	ng construction	108,140	80,779	(27,361)	(25.3)
Overseas		466,097	337,825	(128,271)	(27.5)
Construction 7	Total	905,600	718,170	(187,429)	(20.7)
Others		-		-	-
	Total	905,600	718,170	(187,429)	(20.7)