

(1) CONSOLIDATED BALANCE SHEETS 1

	Millions of Yen Balance at March 31, 2017	Millions of Yen Balance at March 31, 2018	Thousands of U.S. Dollars (Note) Balance at March 31, 2018
<ASSETS>			
I Current Assets:			
1. Cash and deposits	¥45,700	¥48,706	\$459,497
2. Accounts receivable—trade	422	434	4,102
3. Real estate for sale	27,260	22,384	211,172
4. Real estate for sale in process	75,237	72,300	682,083
5. Deferred tax assets	242	338	3,196
6. Other current assets	1,334	1,219	11,504
Total current assets	150,199	145,384	1,371,556
II Noncurrent Assets:			
1. Property, plant and equipment			
① Building and structures, net	16,058	15,728	148,384
② Machinery, equipment and vehicles, net	23	20	197
③ Tools, furniture and fixtures, net	56	58	552
④ Land	17,611	16,972	160,121
Total property, plant and equipment	33,749	32,781	309,257
2. Intangible assets			
① Software	24	18	170
② Goodwill	1,538	1,326	12,515
③ Other intangible assets	6	5	55
Total intangible assets	1,569	1,350	12,742
3. Investments and other assets			
① Investment securities	68	64	608
② Deferred tax assets	429	1,187	11,201
③ Other investment assets	818	804	7,593
Total investments and other assets	1,315	2,056	19,403
Total noncurrent assets	36,634	36,188	341,402
Total assets	¥186,833	¥181,573	\$1,712,959

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(2) CONSOLIDATED BALANCE SHEETS 2

	Millions of Yen Balance at March 31, 2017	Millions of Yen Balance at March 31, 2018	Thousands of U.S. Dollars (Note) Balance at March 31, 2018
<LIABILITIES>			
I Current Liabilities:			
1. Notes and accounts payable-trade	¥2,521	¥3,082	\$29,083
2. Current portion of bonds	3,050	15,300	144,339
3. Current portion of long-term loans payable	500	-	-
4. Income taxes payable	1,986	3,474	32,780
5. Advances received	3,801	1,053	9,940
6. Provision for bonuses	51	52	497
7. Other current liabilities	1,500	659	6,225
Total current liabilities	13,410	23,623	222,867
II Noncurrent Liabilities:			
1. Bonds payable	48,300	33,000	311,320
2. Long-term loans payable	9,800	4,800	45,283
3. Deferred tax liability	4,382	4,394	41,460
4. Provision for directors' retirement benefits	633	663	6,257
5. Net defined benefit liability	126	132	1,246
6. Other noncurrent liabilities	1,240	1,164	10,985
Total noncurrent liabilities	64,483	44,154	416,552
Total liabilities	77,894	67,778	639,420
<NET ASSETS>			
Shareholders' Equity:			
1. Capital stock	12,499	12,499	117,916
2. Capital surplus	12,708	12,372	116,719
3. Retained earnings	84,819	90,013	849,188
4. Treasury stock	(1,085)	(1,085)	(10,244)
Total shareholders' equity	108,941	113,799	1,073,579
Accumulated Other Comprehensive Income:			
1. Valuation Difference on Available-for-Sale Securities	(1)	(4)	(40)
Total accumulated other comprehensive income	(1)	(4)	(40)
Total net assets	108,939	113,795	1,073,538
Total liabilities and net assets	¥186,833	¥181,573	\$1,712,959

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(3) CONSOLIDATED STATEMENTS OF INCOME

	Millions of Yen April 1, 2016 to March 31, 2017	Millions of Yen April 1, 2017 to March 31, 2018	Thousands of U.S. Dollars (Note) April 1, 2017 to March 31, 2018
I Net Sales	¥35,824	¥42,857	\$404,320
II Cost of Sales	21,206	23,291	219,734
Gross profit	14,618	19,566	184,585
III Selling, General and Administrative Expenses	5,757	6,241	58,881
Operating income	8,860	13,324	125,703
IV Other Income (Expenses)			
1. Interest income	0	1	17
2. Interest expenses	(403)	(426)	(4,023)
3. Other, net	34	48	459
4. Impairment loss	—	(2,182)	(20,585)
Total other income (expenses)	(368)	(2,557)	(24,131)
Income before income taxes	8,491	10,766	101,572
V Income Taxes—current	3,116	4,756	44,869
VI Income Taxes—deferred	(81)	(841)	(7,937)
Profit (loss)	¥5,457	¥6,851	\$64,639
Profit (loss) attributable to owners of parent	¥5,457	¥6,851	\$64,639
Net Income per Share	Yen	Yen	(Note)
1. Primary	¥153.35	¥194.31	\$1.83
2. Fully diluted	—	—	—

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(4) CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS 1

<From April 1, 2016 to March 31, 2017>

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
I Balance at the beginning of current period	12,499	12,708	80,860	(220)	105,847
II Changes of items during the period					
1. Dividends from surplus			(1,497)		(1,497)
2. Profit (loss) attributable to owners of parent			5,457		5,457
3. Purchase of treasury stock				(864)	(864)
4. Purchase of investments in subsidiaries without change in scope of consolidation					—
5. Net changes of items other than shareholders' equity during the year					
Total changes of items during the period	—	—	3,959	(864)	3,094
III Balance at the end of current period	12,499	12,708	84,819	(1,085)	108,941

(Millions of Yen)

	Accumulated Other Comprehensive Income		Total Net Assets
	Valuation Difference on Available-for-Sale Securities	Total accumulated other comprehensive income	
I Balance at the beginning of current period	(2)	(2)	105,844
II Changes of items during the period			
1. Dividends from surplus			(1,497)
2. Profit (loss) attributable to owners of parent			5,457
3. Purchase of treasury stock			(864)
4. Purchase of investments in subsidiaries without change in scope of consolidation			—
5. Net changes of items other than shareholders' equity during the year	0	0	0
Total changes of items during the period	0	0	3,095
III Balance at the end of current period	(1)	(1)	108,939

(5) CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS 2

<From April 1, 2017 to March 31, 2018>

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
I Balance at the beginning of current period	12,499	12,708	84,819	(1,085)	108,941
II Changes of items during the period					
1. Dividends from surplus			(1,657)		(1,657)
2. Profit (loss) attributable to owners of parent			6,851		6,851
3. Purchase of treasury stock				(0)	(0)
4. Purchase of investments in subsidiaries without change in scope of consolidation		(336)			(336)
5. Net changes of items other than shareholders' equity during the year					
Total changes of items during the period	—	(336)	5,194	(0)	4,857
III Balance at the end of current period	12,499	12,372	90,013	(1,085)	113,799

(Millions of Yen)

	Accumulated Other Comprehensive Income		Total Net Assets
	Valuation Difference on Available-for-Sale Securities	Total accumulated other comprehensive income	
I Balance at the beginning of current period	(1)	(1)	108,939
II Changes of items during the period			
1. Dividends from surplus			(1,657)
2. Profit (loss) attributable to owners of parent			6,851
3. Purchase of treasury stock			(0)
4. Purchase of investments in subsidiaries without change in scope of consolidation			(336)
5. Net changes of items other than shareholders' equity during the year	(2)	(2)	(2)
Total changes of items during the period	(2)	(2)	4,855
III Balance at the end of current period	(4)	(4)	113,795

(6) CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS 3

<From April 1, 2017 to March 31, 2018>

(Thousands of U.S. Dollars : Note)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
I Balance at the beginning of current period	117,916	119,889	800,183	(10,240)	1,027,749
II Changes of items during the period					
1. Dividends from surplus			(15,635)		(15,635)
2. Profit (loss) attributable to owners of parent			64,639		64,639
3. Purchase of treasury stock				(4)	(4)
4. Purchase of investments in subsidiaries without change in scope of consolidation		(3,170)			(3,170)
5. Net changes of items other than shareholders' equity during the year					
Total changes of items during the period	—	(3,170)	49,004	(4)	45,829
III Balance at the end of current period	117,916	116,719	849,188	(10,244)	1,073,579

(Thousands of U.S. Dollars : Note)

	Accumulated Other Comprehensive Income		Total Net Assets
	Valuation Difference on Available-for-Sale Securities	Total accumulated other comprehensive income	
I Balance at the beginning of current period	(17)	(17)	1,027,732
II Changes of items during the period			
1. Dividends from surplus			(15,635)
2. Profit (loss) attributable to owners of parent			64,639
3. Purchase of treasury stock			(4)
4. Purchase of investments in subsidiaries without change in scope of consolidation			(3,170)
5. Net changes of items other than shareholders' equity during the year	(23)	(23)	(23)
Total changes of items during the period	(23)	(23)	45,806
III Balance at the end of current period	(40)	(40)	1,073,538

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(7) CONSOLIDATED STATEMENTS OF CASH FLOWS 1

	Millions of Yen April 1, 2016 to March 31, 2017	Millions of Yen April 1, 2017 to March 31, 2018	Thousands of U.S. Dollars (Note) April 1, 2017 to March 31, 2018
I Net Cash Provided by (Used in) Operating Activities:			
1. Income before income taxes	¥8,491	¥10,766	\$101,572
2. Depreciation and amortization	748	793	7,487
3. Impairment loss	–	2,182	20,585
4. Amortization of goodwill	205	212	2,002
5. Increase (decrease) in provision for directors' retirement benefits	29	29	280
6. Increase (decrease) in provision for bonuses	3	1	15
7. Increase (decrease) in Net defined benefit liability	3	5	54
8. Interest income	(0)	(1)	(17)
9. Interest expenses	403	426	4,023
10. Decrease (increase) in notes and accounts receivable–trade	210	(12)	(113)
11. Increase (decrease) in advances received	2,207	(2,747)	(25,919)
12. Decrease (increase) in inventories	12,748	5,936	56,003
13. Increase (decrease) in notes and accounts payable–trade	(2,828)	561	5,298
14. Other, net	276	(776)	(7,323)
Sub total	22,499	17,378	163,948
15. Interest income received	1	1	15
16. Interest expenses paid	(403)	(434)	(4,098)
17. Income taxes paid	(3,229)	(3,278)	(30,924)
Net cash provided by (used in) operating activities	18,868	13,667	128,941
II Net Cash Provided by (Used in) Investment Activities:			
1. Purchase of property, plant and equipment	(99)	(127)	(1,204)
2. Acquisition of intangible fixed assets	(16)	(0)	(8)
3. Other, net	11	10	98
Net cash provided by (used in) investment activities	(104)	(118)	(1,114)

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(8) CONSOLIDATED STATEMENTS OF CASH FLOWS 2

	Millions of Yen April 1, 2016 to March 31, 2017	Millions of Yen April 1, 2017 to March 31, 2018	Thousands of U.S. Dollars (Note) April 1, 2017 to March 31, 2018
III Net Cash Provided by (Used in) Financing Activities:			
1. Proceeds from long-term loans payable	4,300	500	4,716
2. Repayment of long-term loans payable	(800)	(6,000)	(56,603)
3. Redemption of bonds	(3,550)	(3,050)	(28,773)
4. Disposal of treasury stock	—	0	2
5. Purchase of treasury stock	(864)	(0)	(6)
6. Cash dividends paid	(1,497)	(1,656)	(15,627)
7. Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	(336)	(3,170)
Net cash provided by (used in) financing activities	(2,412)	(10,543)	(99,462)
IV Net Increase (Decrease) in Cash and Cash Equivalents	16,351	3,006	28,364
V Cash and Cash Equivalents at Beginning of Period	29,342	45,694	431,075
VI Cash and Cash Equivalents at End of Period	¥45,694	¥48,700	\$459,439

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(9) DETAILS OF SALES BY BUSINESS

	Millions of Yen	Millions of Yen	Thousands of U.S. Dollars (Note)
	April 1, 2016 to March 31, 2017	April 1, 2017 to March 31, 2018	April 1, 2017 to March 31, 2018
< STATUS OF NEW CONDOMINIUM SUBDIVISION SALES BUSINESS >			
I Handover Record:			
Newly built condominiums			
① Number of units (Unit)	444	560	—
② Amount	¥27,449	¥34,358	\$324,140
II Contract Amount:			
Newly built condominiums			
① Number of units (Unit)	492	429	—
② Amount	¥32,136	¥23,584	\$222,491
III Outstanding Contracts:			
Newly built condominiums			
① Number of units (Unit)	333	202	—
② Amount	¥20,844	¥10,069	\$94,998
< OTHER BUSINESS CONDITIONS >			
1. Real estate leasing business	¥2,947	¥2,801	\$26,428
2. Real estate management business	2,731	2,400	22,646
3. Other incidental business	2,696	3,297	31,104
Total	¥8,375	¥8,499	\$80,179

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.

(10) KEY FINANCIAL DATA AND TRENDS (CONSOLIDATED)

Year ended	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Thousands of U.S. Dollars (Note)
	March 31, 2018	March 31, 2017	March 31, 2016	March 31, 2015	March 31, 2014	March 31, 2018
Net sales	¥42,857	¥35,824	¥30,079	¥19,691	¥30,247	\$404,320
Ordinary income	12,948	8,491	6,324	2,718	5,011	122,157
Profit (loss) attributable to owners of parent	6,851	5,457	4,227	2,008	3,060	64,639
Net assets	113,795	108,939	105,844	103,139	101,950	1,073,538
Total assets	181,573	186,833	184,641	185,284	158,929	1,712,959
Net cash provided by (used in) operating activities	13,667	18,868	(1,991)	1,786	5,866	128,941
Net cash provided by (used in) investment activities	(118)	(104)	(53)	(10,603)	(11,108)	(1,114)
Net cash provided by (used in) financing activities	(10,543)	(2,412)	(4,657)	10,817	(6,379)	(99,462)
Increase from Newly Consolidated Subsidiary	—	—	—	207	—	—
Cash and cash equivalents at end of year	48,700	45,694	29,342	36,043	33,835	459,439
Number of shares outstanding (Shares)	35,784,000	35,784,000	35,784,000	35,784,000	35,784,000	—
Net assets per share (Yen / U.S. Dollars)	3,227.12	3,089.41	2,967.93	2,874.97	2,858.65	30.44
Primary net income per share (Yen / U.S. Dollars)	194.31	153.35	118.53	56.33	85.82	1.83
Fully diluted net income per share (Yen / U.S. Dollars)	—	—	—	—	—	—
Equity ratio (%)	62.7	58.3	57.3	55.3	64.1	—
Return on equity (%)	6.2	5.1	4.1	2.0	3.0	—
Ratio of ordinary income to sales (%)	30.2	23.7	21.0	13.8	16.6	—
Price earnings ratio (Times)	11.70	13.04	14.19	37.10	25.39	—
Number of employees (Persons)	199	185	168	175	121	—

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥106.