

(1) CONSOLIDATED BALANCE SHEETS 1

	Millions of Yen Balance at March 31, 2018	Millions of Yen Balance at Dec. 31, 2018	Thousands of U.S. Dollars (Note) Balance at Dec. 31, 2018
<ASSETS>			
I Current Assets:			
1. Cash and deposits	¥48,706	¥42,165	\$384,860
2. Accounts receivable-trade	434	313	2,857
3. Real estate for sale	22,384	17,119	156,254
4. Real estate for sale in process	72,300	75,198	686,372
5. Other current assets	1,219	1,252	11,429
Total current assets	145,046	136,048	1,241,774
II Noncurrent Assets:			
1. Property, plant and equipment	32,781	33,355	304,446
2. Intangible assets			
① Goodwill	1,326	1,167	10,655
② Other intangible assets	24	21	195
Total intangible assets	1,350	1,188	10,851
3. Investments and other assets	2,395	2,258	20,612
Total noncurrent assets	36,527	36,802	335,910
Total assets	¥181,573	¥172,851	\$1,577,684

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥109.

(2) CONSOLIDATED BALANCE SHEETS 2

	Millions of Yen Balance at March 31, 2018	Millions of Yen Balance at Dec. 31, 2018	Thousands of U.S. Dollars (Note) Balance at Dec. 31, 2018
<LIABILITIES>			
I Current Liabilities:			
1. Notes and accounts payable-trade	¥3,082	¥521	\$4,760
2. Current portion of bonds	15,300	12,762	116,488
3. Income taxes payable	3,474	299	2,732
4. Advances received	1,053	2,765	25,238
5. Provision for bonuses	52	21	200
6. Other current liabilities	659	862	7,869
Total current liabilities	23,623	17,232	157,288
II Noncurrent Liabilities:			
1. Bonds payable	33,000	30,500	278,386
2. Long-term loans payable	4,800	4,800	43,811
3. Deferred tax liabilities	4,394	4,402	40,184
4. Provision for directors' retirement benefits	663	688	6,286
5. Net defined benefit liability	132	139	1,274
6. Other noncurrent liabilities	1,164	1,162	10,612
Total noncurrent liabilities	44,154	41,693	380,555
Total liabilities	67,778	58,926	537,844
<NET ASSETS>			
Shareholders' Equity:			
1. Capital stock	12,499	12,499	114,084
2. Capital surplus	12,372	12,372	112,926
3. Retained earnings	90,013	90,147	822,812
4. Treasury stock	(1,085)	(1,086)	(9,917)
Total shareholders' equity	113,799	113,932	1,039,905
Accumulated Other Comprehensive Income:			
1. Valuation Difference on Available-for-Sale Securities	(4)	(7)	(65)
Total accumulated other comprehensive income	(4)	(7)	(65)
Total net assets	113,795	113,924	1,039,840
Total liabilities and net assets	¥181,573	¥172,851	\$1,577,684

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥109.

(3) CONSOLIDATED STATEMENTS OF INCOME

	Millions of Yen April 1, 2017 to Dec. 31, 2017	Millions of Yen April 1, 2018 to Dec. 31, 2018	Thousands of U.S. Dollars (Note) April 1, 2018 to Dec. 31, 2018
I Net Sales	¥31,699	¥14,711	\$134,281
II Cost of Sales	16,694	7,369	67,265
Gross profit	15,004	7,342	67,015
III Selling, General and Administrative Expenses	4,539	4,053	37,002
Operating income	10,465	3,288	30,013
IV Other Income (Expenses)			
1. Interest income	1	0	4
2. Interest expenses	(331)	(231)	(2,112)
3. Other, net	75	37	343,852
Total other income (expenses)	(254)	(193)	(1,775,549)
Income before income taxes	10,210	3,094	28,246
V Income Taxes—current	3,887	1,062	9,694
VI Income Taxes—deferred	(93)	136	1,243
Profit (loss)	¥6,417	¥1,896	\$17,309
Profit (loss) attributable to owners of parent	¥6,417	¥1,896	\$17,309
Net Income per Share	Yen	Yen	(Note)
1. Primary	¥181.99	¥53.78	\$0.49
2. Fully diluted	—	—	—

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥109.

(4) STATUS OF NEW CONDOMINIUM SUBDIVISION SALES BUSINESS

	<u>Millions of Yen</u> <u>April 1, 2017</u> to <u>Dec. 31, 2017</u>	<u>Millions of Yen</u> <u>April 1, 2018</u> to <u>Dec. 31, 2018</u>	<u>Millions of Yen</u> <u>April 1, 2017</u> to <u>March 31, 2018</u>	Thousands of U.S. Dollars (Note) <u>April 1, 2018</u> to <u>Dec. 31, 2018</u>
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I Handover Record:

Newly built condominiums

① Number of units (Unit)	399	125	560	—
② Amount	¥25,534	¥8,344	¥34,358	\$76,559

II Contract Amount:

Newly built condominiums

① Number of units (Unit)	297	299	429	—
② Amount	¥16,212	¥15,571	¥23,584	\$142,861

III Outstanding Contracts:

Newly built condominiums

① Number of units (Unit)	231	376	202	—
② Amount	¥11,523	¥17,296	¥10,069	\$158,685

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥109.

(5) 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.