

# Consolidated Financial Statements [Summary]

For the Fiscal Year Ended March 31, 2009

May 14, 2009



(URL : <http://www.toyo-eng.co.jp>)

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The following statements are an English-language translation from the original Japanese-language document.

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

## 1. Business results for the fiscal year ended March 31, 2009

Note: Amounts are rounded down to the nearest million yen.

### (1) Consolidated operating results

(% of changes from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2008	326,248	(0.4)	15,167	10.4	16,141	0.8	6,515	(18.8)
FY2007	327,413	46.3	13,741	99.5	16,005	121.9	8,029	51.7

	Net income per share	Net income per share (diluted)	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
FY2008	33.91	-	11.7	6.7	4.6
FY2007	41.76	-	15.5	5.7	4.2

(Reference) Equity in earnings of affiliates (millions of yen):

FY2008 : 373

FY2007 : 293

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Book value per share
	Millions of yen	Millions of yen	%	Yen
FY2008	199,412	58,509	28.4	294.71
FY2007	280,138	57,331	19.5	283.98

(Reference) Equity at end of term (millions of yen):

FY2008 : 56,620

FY2007 : 54,591

### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents, end of the year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY2008	(8,961)	(4,988)	(8,344)	61,461
FY2007	25,260	(5,249)	(9,086)	86,532

## 2. Dividends

	Cash dividends per share					Total Cash dividends (Annual)	Payout ratio (Consolidated)	Cash dividends as a percentage of net assets (Consolidated)
	Q1	Q2	Q3	Q4	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY2007	-	0.00	-	6.00	6.00	1,153	14.4	2.2
FY2008	-	3.00	-	4.00	7.00	1,344	20.6	2.4
FY2009 (Forecast)	-	2.50	-	2.50	5.00		19.2	

## 3. Forecast of consolidated operating results for FY2009 (April 1, 2009-March 31, 2010)

(% of changes from the corresponding periods of the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	100,000	(44.2)	2,000	(70.9)	2,000	(74.7)	1,500	(60.6)	7.81
Full year	200,000	(38.7)	8,000	(47.3)	8,000	(50.4)	5,000	(23.3)	26.03

#### 4. Others

(1) Significant changes in scope of consolidation : No

(2) Number of shares issued

Number of shares issued at the fiscal year end (including treasury stocks)

FY2008 : 192,792,539                      FY2007 : 192,792,539

Number of treasury stocks at the fiscal year end

FY2008 : 672,540                      FY2007 : 553,293

#### (Reference) Non-consolidated business results

##### 1. Business results for the fiscal year ended March 31, 2009

Notes: Amounts are rounded down to the nearest million yen.

(1) Non-consolidated operating results

(% of the changes from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2008	283,916	0.8	11,470	25.2	13,655	16.5	5,309	(13.6)
FY2007	281,711	51.0	9,163	163.6	11,725	201.1	6,145	61.3

	Net income per share		Net income per share (diluted)	
	Yen	Yen	Yen	Yen
FY2008	27.63	-	-	-
FY2007	31.96	-	-	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Book value per share
	Millions of yen	Millions of yen	%	Yen
FY2008	176,540	61,659	34.9	320.94
FY2007	253,421	59,288	23.4	308.41

(Reference) Equity at end of term (millions of yen):

FY2008 : 61,659

FY2007 : 59,288

\* Reference: The forecast given above are based on information available at the time of compilation and are inherently subject to variety of risks and uncertainties. Actual results may vary significantly from forecasts due to factors including, but not limited to, changes in the economic or business environment and exchange rate fluctuations.

Consolidated Balance Sheets

Toyo Engineering Corporation

	March 31, 2008		March 31, 2009	
	Millions of yen		Millions of yen	
	[ASSETS]			
<b>I Current assets</b>				
1 Cash and deposits		34,311		33,116
2 Notes and accounts receivable		36,312		35,857
3 Marketable securities		52,965		29,989
4 Work in progress		65,025		25,758
5 Deferred tax assets		3,772		1,651
6 Other receivables		28,326		18,775
7 Other		14,394		11,761
Less: Allowance for doubtful accounts		(8,813)		(7,808)
<b>Total current assets</b>		<b>226,295</b>		<b>149,103</b>
<b>II Fixed assets</b>				
(1) Property, plant and equipment				
1 Buildings and structures		31,696		29,200
2 Machinery, vehicle, tools, furniture and fixtures		4,066		3,315
3 Land		17,799		17,509
4 Leased assets		2,048		2,240
5 Construction in progress		23		4
6 Less: Accumulated depreciation and impairment loss		(18,692)		(17,709)
<b>Total property, plant and equipment</b>		<b>36,941</b>		<b>34,561</b>
(2) Intangible assets		1,950		2,178
(3) Investments and other assets				
1 Investment securities		9,617		8,158
2 Long-term loans		149		92
3 Long-term receivables		295		—
4 Deferred tax assets		364		1,446
5 Other		5,257		4,356
Less: Allowance for doubtful accounts		(734)		(484)
<b>Total investments and other assets</b>		<b>14,951</b>		<b>13,570</b>
<b>Total fixed assets</b>		<b>53,843</b>		<b>50,309</b>
<b>Total assets</b>		<b>280,138</b>		<b>199,412</b>
	[LIABILITIES]			
<b>I Current liabilities</b>				
1 Notes and accounts payable		42,276		44,339
2 Short-term loans payable		9,232		5,505
3 Income taxes payable		3,383		419
4 Advance receipts on uncompleted contracts		126,125		48,658
5 Reserve for bonuses		826		1,133
6 Reserve for compensation for completed works		1,079		1,930
7 Reserve for anticipated loss on contract work		683		877
8 Other		8,177		7,600
<b>Total current liabilities</b>		<b>191,784</b>		<b>110,463</b>
<b>II Long-term liabilities</b>				
1 Bonds payable		1,000		1,000
2 Long-term loans payable		21,038		18,916
3 Lease obligations		2,709		2,288
4 Deferred tax liabilities		85		43
5 Reserve for retirement benefits		3,243		3,852
6 Reserve for repairs		371		474
7 Other		2,575		3,863
<b>Total long-term liabilities</b>		<b>31,023</b>		<b>30,439</b>
<b>Total liabilities</b>		<b>222,807</b>		<b>140,903</b>
	[NET ASSETS]			
<b>I Shareholders' Equity</b>				
1 Capital stock		18,198		18,198
2 Capital surplus		20,761		20,760
3 Retained earnings		14,435		19,642
4 Treasury stock		(214)		(294)
<b>Total shareholders' equity</b>		<b>53,181</b>		<b>58,307</b>
<b>II Valuation and Translation Adjustments</b>				
1 Net unrealized gain on securities		1,248		127
2 Deferred gains or losses on hedges		(1)		(5)
3 Foreign currency translation adjustments		162		(1,809)
<b>Total valuation and translation adjustments</b>		<b>1,409</b>		<b>(1,687)</b>
<b>III Minority Interest</b>		2,739		1,888
<b>Total net assets</b>		<b>57,331</b>		<b>58,509</b>
<b>Total liabilities and net assets</b>		<b>280,138</b>		<b>199,412</b>

## Consolidated Statements of Income

		Apr., 2007-Mar., 2008		Apr., 2008-Mar., 2009	
		Millions of yen		Millions of yen	
I	Net sales		327,413		326,248
II	Cost of sales		292,989		291,496
	<b>Gross profit</b>		34,423		34,751
III	Selling, general and administrative expenses		20,681		19,583
	<b>Operating income</b>		13,741		15,167
IV	Non-operating income				
1	Interest income	2,546		1,777	
2	Dividends income	241		182	
3	Equity in earnings of affiliates	293		373	
4	Other	184	3,265	358	2,691
V	Non-operating expenses				
1	Interest expenses	870		750	
2	Foreign exchange losses	—		767	
3	Other	131	1,002	200	1,718
	<b>Ordinary income</b>		16,005		16,141
VI	Extraordinary gain				
1	Gain on sales of fixed assets	109		198	
2	Gain on sales of investment securities	26	136	—	198
VII	Extraordinary loss				
1	Loss on disposal of fixed assets	—		146	
2	Loss on impairment of fixed assets	1,101		584	
3	Loss on sales of investment securities	131		8	
4	Loss on valuation of investment securities	—		2,516	
5	Loss on valuation of memberships	—	1,232	47	3,303
	Income before income taxes and minority interests		14,908		13,036
	Income taxes current	7,569		4,698	
	Income taxes deferred	(1,151)	6,417	1,466	6,164
	Minority interest in income		462		356
	<b>Net income</b>		8,029		6,515

## Consolidated Statement of Changes in Net Assets

From April 1, 2007 through March 31, 2008

	Shareholders' equity					Valuation and translation adjustments				Minority interest	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gain on securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2007 (Millions of yen)	18,198	20,760	6,983	(158)	45,784	3,323	(219)	249	3,353	2,421	51,559
Changes in the fiscal year											
Dividends paid to shareholders			(576)		(576)				—		(576)
Net income			8,029		8,029				—		8,029
Purchase of treasury stock				(58)	(58)				—		(58)
Sale of treasury stock		1		3	4				—		4
Changes of items other than shareholders' equity, net					—	(2,075)	218	(86)	(1,944)	318	(1,626)
Total changes in the fiscal year (Millions of yen)	—	1	7,452	(55)	7,397	(2,075)	218	(86)	(1,944)	318	5,771
Balance at March 31, 2008 (Millions of yen)	18,198	20,761	14,435	(214)	53,181	1,248	(1)	162	1,409	2,739	57,331

From April 1, 2008 through March 31, 2009

	Shareholders' equity					Valuation and translation adjustments				Minority interest	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gain on securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2008 (Millions of yen)	18,198	20,761	14,435	(214)	53,181	1,248	(1)	162	1,409	2,739	57,331
Effect of changes in accounting policies applied to foreign subsidiaries			33		33				—		33
Changes in the fiscal year											
Dividends paid to shareholders			(1,729)		(1,729)				—		(1,729)
Net income			6,515		6,515				—		6,515
Change of scope of consolidation			(265)		(265)				—		(265)
Change of scope of equity method			653		653				—		653
Purchase of treasury stock				(101)	(101)				—		(101)
Sale of treasury stock		(1)		21	20				—		20
Changes of items other than shareholders' equity, net					—	(1,120)	(3)	(1,971)	(3,096)	(850)	(3,947)
Total changes in the fiscal year (Millions of yen)	—	(1)	5,173	(80)	5,092	(1,120)	(3)	(1,971)	(3,096)	(850)	1,144
Balance at March 31, 2009 (Millions of yen)	18,198	20,760	19,642	(294)	58,307	127	(5)	(1,809)	(1,687)	1,888	58,509

## Consolidated Statements of Cash Flows

	Apr., 2007- Mar., 2008	Apr., 2008- Mar., 2009
	Millions of yen	Millions of yen
<b>I Cash flows from operating activities</b>		
1 Income before income taxes and minority interests	14,908	13,036
2 Depreciation and amortization	2,511	2,366
3 Loss on impairment of fixed assets	1,101	584
4 Changes in allowance for doubtful accounts	5,216	(1,234)
5 Changes in accrued retirement benefits	440	721
6 Changes in allowance for anticipated loss on contract work	(773)	193
7 Interest and dividends income	(2,787)	(1,959)
8 Interest expenses	870	750
9 Foreign exchange losses (gains)	3	(18)
10 Equity in earnings of affiliated companies	(293)	(373)
11 Gain on sales of property, plant and equipment	-	(198)
12 Gain on sales of marketable and investment securities, net	(26)	-
13 Loss on valuation of investment securities	10	2,516
14 (Increase) decrease in notes and accounts receivable	(4,843)	(1,756)
15 (Increase) decrease in work in progress	26,417	37,371
16 (Increase) decrease in other receivables	(8,665)	10,396
17 Increase (decrease) in notes and accounts payable	4,368	3,429
18 Increase (decrease) in advance receipts on uncompleted contracts	(7,636)	(74,455)
19 Other, net	(2,109)	5,526
subtotal	28,712	(3,105)
20 Interest and dividends received	3,154	3,417
21 Interest paid	(902)	(777)
22 Income taxes paid	(5,702)	(8,495)
Cash flows from operating activities	25,260	(8,961)
<b>II Cash flows from investing activities</b>		
1 Net decrease (increase) in time deposits	-	(1,040)
2 Purchases of property, plant and equipment	(830)	(513)
3 Proceeds from sales of property, plant and equipment	-	791
4 Purchases of intangible assets	(681)	(1,011)
5 Purchases of investment securities	(535)	(3,135)
6 Proceeds from sales of investment securities	226	48
7 Payments of short-term loans	(3,319)	(757)
8 Proceeds from collection of short-term loans	51	266
9 Proceeds from collection of long-term loans	19	-
10 Other, net	(180)	363
Cash flows from investing activities	(5,249)	(4,988)
<b>III Cash flows from financing activities</b>		
1 Increase (decrease) in short-term payable, net	750	(175)
2 Proceeds from long-term loans payable	1,200	1,200
3 Repayment of long-term loans payable	(7,720)	(6,837)
4 Redemption of bonds payable	(2,000)	-
5 Repayment of lease obligations	(603)	(661)
6 Cash dividends paid	(576)	(1,729)
7 Other, net	(136)	(140)
Cash flows from financing activities	(9,086)	(8,344)
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	(47)	(1,513)
<b>V Net increase (decrease) in cash and cash equivalents</b>	10,876	(23,808)
<b>VI Cash and cash equivalents, beginning of the year</b>	75,655	86,532
<b>VII Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation</b>	-	(1,262)
<b>VIII Cash and cash equivalents, end of the year</b>	86,532	61,461

## Segment Information

### (1) Business Segments

#### Fiscal Year Ended March 31, 2008

	Millions of yen				
	EPC Business	Real Estate	Total	Eliminations and Other	Consolidated
<b>I Net sales and operating income</b>					
Net sales					
(1) Net sales to outside customers	323,574	3,838	327,413	—	327,413
(2) Inter-segment net sales	15	296	311	(311)	—
Total	323,589	4,135	327,725	(311)	327,413
Operating expenses	310,993	2,996	313,990	(318)	313,671
Operating income	12,596	1,138	13,735	6	13,741
<b>II Assets, depreciation and capital expenditures</b>					
Assets	245,109	26,841	271,951	8,187	280,138
Depreciation	1,659	842	2,501	(1)	2,500
Capital expenditures	2,320	1,366	3,686	—	3,686

## Notes:

- The classification of the business segments adopted is based on the similarity of each business.
- The Company and its consolidated subsidiaries' reportable operating segments consist of the following two business groups:  
EPC Business - Engineering, procurement and construction for chemical fertilizer, petrochemical, oil refinery plants, energy-related business, general manufacturing facilities and information technology.  
Real Estate - Rent and administration of real estate.
- All administrative department expenses of the Company and its consolidated subsidiaries are allocated to the corresponding business segments.
- 8,384 million yen of "corporate" assets is included in "Eliminations and Other", which chiefly consists of the Company's investment securities attributed to its administrative department.
- The impairment losses recorded in Real Estate for the year ended March 31, 2008 is 1,101 million yen.
- Effective the year ended March 31, 2008, the Company and its consolidated subsidiaries have adopted "Accounting Standard for Lease Transactions."  
As a result, assets, depreciation and capital expenditures have increased as follows:  
• EPC Business : assets 584 million yen, depreciation 182 million yen and capital expenditure 778 million yen  
• Real Estate : assets 2,685 million yen, depreciation 147 million yen and capital expenditure 1,328 million yen  
In addition, increased amount of capital expenditure includes amount of leased assets which corresponds to lease contracts carried out in or before FY2006. The amounts are 358 million yen in EPC Business and 1,328 million yen in Real Estate, respectively.

#### Fiscal Year Ended March 31, 2009

	Millions of yen				
	EPC Business	Real Estate	Total	Eliminations and Other	Consolidated
<b>I Net sales and operating income</b>					
Net sales					
(1) Net sales to outside customers	322,689	3,558	326,248	—	326,248
(2) Inter-segment net sales	6	265	271	(271)	—
Total	322,696	3,823	326,519	(271)	326,248
Operating expenses	308,637	2,719	311,356	(276)	311,080
Operating income	14,058	1,104	15,163	4	15,167
<b>II Assets, depreciation and capital expenditures</b>					
Assets	170,596	24,308	194,904	4,507	199,412
Depreciation	1,601	765	2,367	(1)	2,366
Capital expenditures	1,668	67	1,735	—	1,735

## Notes:

- The classification of the business segments adopted is based on the Company segmentation which is determined by the similarity of each business.
- The Company and its consolidated subsidiaries' reportable operating segments consist of the following two business groups:  
EPC Business - Engineering, procurement and construction for chemical fertilizer, petrochemical, oil refinery plants, energy-related business, general manufacturing facilities and information technology.  
Real Estate - Rent and administration of real estate.
- All administrative department expenses of the Company and its consolidated subsidiaries are allocated to the corresponding business segments.
- 4,676 million yen of "corporate" assets is included in "Eliminations and Other", which chiefly consists of the Company's investment securities attributed to its administrative department.
- The impairment losses recorded in Real Estate for the year ended March 31, 2009 is 584 million yen.

**(2) Geographic Segments**

Toyo Engineering Corporation

**Fiscal Year Ended March 31, 2008**

	Millions of yen				
	Japan	Others	Total	Eliminations and Other	Consolidated
<b>I Net sales and operating income</b>					
Net sales					
(1) Net sales to outside customers	307,296	20,116	327,413	—	327,413
(2) Inter-segment net sales	222	22,704	22,927	(22,927)	—
Total	307,519	42,821	350,340	(22,927)	327,413
Operating expenses	296,751	40,087	336,839	(23,167)	313,671
Operating income	10,767	2,734	13,501	240	13,741
<b>II Assets</b>	266,454	29,454	295,909	(15,770)	280,138

## Notes:

1. Geographic segmentation is based on geographic proximity.
2. Countries included in "Others":  
Korea, Malaysia, India, Luxembourg, U.S.A., China PR
3. Net sales and assets included in "Eliminations and Other" are mainly due to inter-segment transactions.

**Fiscal Year Ended March 31, 2009**

	Millions of yen				
	Japan	Others	Total	Eliminations and Other	Consolidated
<b>I Net sales and operating income</b>					
Net sales					
(1) Net sales to outside customers	308,688	17,559	326,248	—	326,248
(2) Inter-segment net sales	741	16,309	17,051	(17,051)	—
Total	309,429	33,869	343,299	(17,051)	326,248
Operating expenses	296,269	32,056	328,326	(17,246)	311,080
Operating income	13,160	1,812	14,972	195	15,167
<b>II Assets</b>	187,633	20,548	208,181	(8,769)	199,412

## Notes:

1. Geographic segmentation is based on geographic proximity.
2. Countries included in "Others":  
Korea, Malaysia, India, Luxembourg, U.S.A., China PR
3. Net sales and assets included in "Eliminations and Other" are mainly due to inter-segment transactions.



**(3) Sales to Foreign Customers****Fiscal Year Ended March 31, 2008**

	Millions of yen					
	Southeast Asia	Southwest Asia and Africa	Russia and Central Asia	Central and South America	Others	Total
I Overseas sales	34,073	71,586	35,289	92,830	22,874	256,654
II Consolidated sales						327,413
III Overseas sales ratio to consolidated sales	10.4%	21.9%	10.8%	28.3%	7.0%	78.4%

## Notes:

- "Overseas sales" represents the aggregate sales by the Company and its consolidated subsidiaries to the customers in countries or regions other than Japan, excluding inter-company transactions.
- (1)Geographic segmentation is based on geographic proximity.  
(2)Countries significantly representing each segment are:
  - Southeast Asia: Thailand, Singapore
  - Southwest Asia and Africa: India, Saudi Arabia, Qatar
  - Russia and Central Asia: Russia
  - Central and South America: Brazil
  - Others : China PR, Korea, Australia

**Fiscal Year Ended March 31, 2009**

	Millions of yen					
	Southeast Asia	Southwest Asia and Africa	Russia and Central Asia	Central and South America	Others	Total
I Overseas sales	45,838	74,361	15,711	106,252	12,370	254,534
II Consolidated sales						326,248
III Overseas sales ratio to consolidated sales	14.0%	22.8%	4.8%	32.6%	3.8%	78.0%

## Notes:

- "Overseas sales" represents the aggregate sales by the Company and its consolidated subsidiaries to the customers in countries or regions other than Japan, excluding inter-company transactions.
- (1)Geographic segmentation based on geographic proximity.  
(2)Countries significantly representing each segment are:
  - Southeast Asia: Thailand, Singapore
  - Southwest Asia and Africa: India, Qatar, Saudi Arabia
  - Russia and Central Asia: Russia
  - Central and South America: Venezuela, Brazil
  - Others : China PR, Korea

## Consolidated New Orders, Net Sales and Backlog of Contracts

## (1) New Orders and Backlog of Contracts

			Millions of yen				
			Backlog Beginning of year	New Orders	Total	Net Sales	Backlog End of year
Apr. 1, 2007 - Mar. 31, 2008	Overseas	Chemical fertilizers	9,700	64,706	74,406	6,359	67,618
		Petrochemicals	165,706	27,931	193,637	73,740	117,857
		Oil refinery	59,172	27,309	86,482	22,920	63,948
		Energy-related	194,712	55,581	250,293	134,306	117,965
		General manufacturing facilities	10,107	18,223	28,331	16,255	12,264
		Information technology	33	471	504	251	253
		Others	352	3,367	3,720	2,802	981
		Subtotal	439,786	197,590	637,376	256,636	380,889
	Domestic	Petrochemicals	28,542	10,489	39,032	20,213	18,814
		Oil refinery	8,460	18,480	26,941	6,018	20,916
		Energy-related	12,116	4,381	16,498	8,580	7,918
		General manufacturing facilities	5,060	8,134	13,194	4,110	9,074
		Information technology	4,229	18,951	23,181	17,902	5,263
		Others	1,040	10,664	11,705	10,111	1,556
	Subtotal	59,450	71,101	130,552	66,938	63,543	
	Grand total	*6,151				*(7,099)	
		499,236	268,692	767,929	323,574	444,433	
Apr. 1, 2008 - Mar. 31, 2009	Overseas	Chemical fertilizers	67,618	19,118	86,736	22,488	62,393
		Petrochemicals	117,857	9,760	127,618	81,394	37,503
		Oil refinery	63,948	15,062	79,010	36,393	38,006
		Energy-related	117,965	11,404	129,370	106,566	27,370
		General manufacturing facilities	12,264	5,621	17,885	6,117	6,836
		Information technology	253	167	421	302	111
		Others	981	1,459	2,441	1,250	1,044
		Subtotal	380,889	62,594	443,484	254,514	173,265
	Domestic	Petrochemicals	18,814	9,128	27,942	13,963	13,881
		Oil refinery	20,916	6,896	27,813	9,353	18,426
		Energy-related	7,918	10,325	18,243	7,855	10,387
		General manufacturing facilities	9,074	7,450	16,525	12,608	4,416
		Information technology	5,263	14,510	19,774	15,474	3,041
		Others	1,556	8,358	9,915	8,919	995
	Subtotal	63,543	56,670	120,214	68,175	51,149	
	Grand total	*(7,099)				*(11,633)	
		444,433	119,265	563,698	322,689	224,415	

- Notes : 1. Amounts are rounded down to the nearest million yen and exclude Consumption Tax of Japan  
2. The effects of changes in exchange rates upon the orders in currencies other than Japanese Yen are deducted from figures  
The deducted amounts are (1,201) million yen for Apr., 2007-Mar., 2008 and 9,966 million yen for Apr., 2008-Mar., 2009.  
3. Decreased prices of orders awarded in prior years are deducted from the "Backlog, End of year".  
The deducted amounts are 1,123 million yen for Apr., 2007-Mar., 2008 and 6,626 million yen for Apr., 2008-Mar., 2009.  
4. Asterisks (\*) represent increase (decrease) due to changes in exchange rates

## (2) Net Sales

	Apr.1, 2007-Mar.31, 2008		Apr.1, 2008-Mar.31, 2009	
	Millions of yen	Ratio	Millions of yen	Ratio
EPC Business	323,574	98.8%	322,689	98.9%
Real Estate	3,838	1.2%	3,558	1.1%
Total	327,413	100.0%	326,248	100.0%

## Nonconsolidated Balance Sheets

	March 31, 2008		March 31, 2009	
	Millions of yen		Millions of yen	
	[ASSETS]			
<b>I Current assets</b>				
1 Cash and deposits		25,774		26,294
2 Notes receivable		195		821
3 Accounts receivable		26,105		25,983
4 Marketable securities		52,965		29,989
5 Work in progress		63,014		22,432
6 Short-term loans		11,139		8,987
7 Prepaid expenses		89		557
8 Deferred tax assets		3,081		1,253
9 Other receivables		29,004		19,088
10 Other		1,941		1,507
Less: Allowance for doubtful accounts		(8,788)		(7,718)
<b>Total current assets</b>		204,523		129,198
<b>II Fixed assets</b>				
(1) Property, plant and equipment				
1 Buildings	14,554		13,983	
Less: Accumulated depreciation and impairment loss	(9,176)	5,377	(8,853)	5,129
2 Structures	914		902	
Less: Accumulated depreciation and impairment loss	(787)	126	(794)	108
3 Machinery	254		219	
Less: Accumulated depreciation and impairment loss	(231)	22	(204)	14
4 Vehicles	92		159	
Less: Accumulated depreciation and impairment loss	(35)	57	(74)	84
5 Equipment and tools	1,112		839	
Less: Accumulated depreciation and impairment loss	(979)	133	(706)	132
6 Land		11,958		11,788
7 Leased assets	630		804	
Less: Accumulated depreciation and impairment loss	(140)	489	(266)	537
8 Construction in progress		22		—
<b>Total property, plant and equipment</b>		18,188		17,796
(2) Intangible assets				
1 Leasehold right		14		14
2 Trademark right		1		5
3 Software		528		576
4 Right of using technologies		1		1
5 Right of using facilities		16		13
6 Telephone subscription right		15		15
7 Leased assets		30		22
8 Intangible assets in progress		91		224
<b>Total intangible assets</b>		700		873
(3) Investments and other assets				
1 Investment securities		6,445		3,730
2 Shares in affiliated companies		12,599		13,935
3 Investment in capital		4		7
4 Investment in affiliated companies		833		975
5 Long-term loans		112		96
6 Long-term loans receivable from affiliates		8,869		8,039
7 Long-term receivables		294		—
8 Long-term prepaid expenses		12		25
9 Deferred tax assets		874		2,252
10 Other		1,324		1,211
Less: Allowance for doubtful accounts		(1,361)		(1,599)
<b>Total investments and other assets</b>		30,009		28,673
<b>Total fixed assets</b>		48,897		47,342
<b>Total assets</b>		253,421		176,540

	March 31, 2008		March 31, 2009	
	Millions of yen		Millions of yen	
	[LIABILITIES]			
<b>I Current liabilities</b>				
1 Notes payable		2,393		1,694
2 Accounts payable		38,286		38,755
3 Short-term loans payable		5,512		941
4 Lease obligations		171		171
5 Accounts payable		1,385		1,126
6 Accrued expenses		561		541
7 Income taxes payable		2,875		25
8 Advance receipts on uncompleted contracts		120,326		45,760
9 Deposits received		3,948		4,754
10 Income in advance		1		—
11 Reserve for bonuses		268		346
12 Reserve for compensation for completed works		1,031		1,870
13 Reserve for anticipated loss on contract work		575		710
14 Other		712		475
<b>Total current liabilities</b>		178,050		97,173
<b>II Long-term liabilities</b>				
1 Bonds payable		1,000		1,000
2 Long-term loans payable		11,763		11,272
3 Lease obligations		348		400
4 Reserve for retirement benefits		2,659		3,586
5 Reserve for repairs		172		183
6 Other		139		1,265
<b>Total long-term liabilities</b>		16,082		17,708
<b>Total liabilities</b>		194,133		114,881
	[NET ASSETS]			
<b>I Shareholders' equity</b>				
1 Capital stock		18,198		18,198
2 Capital surplus				
(1)Legal capital surplus	8,418		8,418	
(2)Other capital surplus	12,343		12,341	
<b>Total capital surplus</b>		20,761		20,760
3 Retained earnings				
(1)Other retained earnings				
Reserve for overseas investment loss	1		—	
Reserve for dividends	1,210		2,210	
Reserve for exchange fluctuations	1,000		1,000	
General reserve	9,000		13,000	
Retained earnings brought forward	8,067		6,648	
<b>Total retained earnings</b>		19,278		22,858
4 Treasury stock		(214)		(294)
<b>Total shareholders' equity</b>		58,025		61,523
<b>II Valuation and translation adjustments</b>				
1 Net unrealized gain on securities		1,247		127
2 Deferred gains or losses on hedges		15		8
<b>Total valuation and translation adjustments</b>		1,263		136
<b>Total net assets</b>		59,288		61,659
<b>Total liabilities and net assets</b>		253,421		176,540

### Nonconsolidated Statements of Income

	Apr., 2007-Mar., 2008		Apr., 2008-Mar., 2009	
	Millions of yen		Millions of yen	
I Net sales		281,711		283,916
II Cost of sales		259,393		260,256
<b>Gross profit</b>		22,317		23,659
III Selling, general and administrative expenses		13,154		12,188
<b>Operating income</b>		9,163		11,470
IV Non-operating income				
1 Interest income	2,353		1,599	
2 Interest on securities	237		212	
3 Dividend income	762		1,951	
4 Other	135	3,489	32	3,796
V Non-operating expenses				
1 Interest expense	559		382	
2 Foreign exchange loss	—		650	
3 Provision of allowance for doubtful accounts	283		408	
4 Other	83	926	170	1,611
<b>Ordinary income</b>		11,725		13,655
VI Extraordinary gain				
1 Gain on sales of investment securities	26	26	—	—
VII Extraordinary loss				
1 Loss on disposal of fixed assets	—		125	
2 Loss on impairment of fixed assets	700		176	
3 Loss on sales of investment securities	131		8	
4 Loss on valuation of investment securities	—	831	2,515	2,825
Income before income taxes		10,920		10,830
Income taxes current	5,952		4,376	
Income taxes deferred	(1,177)	4,775	1,144	5,520
<b>Net income</b>		6,145		5,309

## Nonconsolidated New Orders, Net Sales and Backlog of Contracts

			Millions of yen				
			Backlog Beginning of year	New Orders	Total	Net Sales	Backlog End of year
Apr. 1, 2007 - Mar. 31, 2008	Overseas	Chemical fertilizers	9,155	64,700	73,856	5,626	67,857
		Petrochemicals	153,370	22,235	175,605	68,461	106,280
		Oil refinery	55,462	22,953	78,415	21,971	57,005
		Energy-related	180,000	55,577	235,577	125,915	111,974
		General manufacturing facilities	10,153	12,925	23,078	14,104	9,117
		Others	203	486	690	561	115
		Subtotal	408,346	178,876	587,223	236,641	352,349
	Domestic	Petrochemicals	28,463	10,105	38,569	20,042	18,527
		Oil refinery	8,459	18,480	26,940	6,018	20,916
		Energy-related	12,116	4,381	16,498	8,580	7,918
		General manufacturing facilities	5,060	8,300	13,361	4,274	9,079
		Information technology	1,086	5,615	6,701	5,197	1,489
		Others	135	228	364	328	35
		Subtotal	55,322	47,113	102,435	44,442	57,966
		*5,718				*(6,459)	
	Grand total	463,669	225,990	689,659	281,083	410,316	
Apr. 1, 2008 - Mar. 31, 2009	Overseas	Chemical fertilizers	67,857	19,097	86,955	22,715	62,393
		Petrochemicals	106,280	3,021	109,301	74,300	28,827
		Oil refinery	57,005	10,922	67,927	33,795	30,378
		Energy-related	111,974	11,209	123,183	102,005	27,370
		General manufacturing facilities	9,117	4,988	14,106	4,300	5,179
		Others	115	1,036	1,151	593	556
		Subtotal	352,349	50,275	402,625	237,709	154,706
	Domestic	Petrochemicals	18,527	8,922	27,449	13,599	13,869
		Oil refinery	20,916	6,896	27,813	9,353	18,426
		Energy-related	7,918	10,325	18,243	7,855	10,387
		General manufacturing facilities	9,079	7,513	16,593	12,651	4,441
		Information technology	1,489	1,167	2,657	2,018	8
		Others	35	83	119	102	16
		Subtotal	57,966	34,909	92,875	45,581	47,149
		*(6,459)				*(9,677)	
	Grand total	410,316	85,184	495,501	283,290	201,856	

- Notes:
1. Amounts are rounded down to the nearest million yen and exclude Consumption Tax of Japan.
  2. The effects of changes in exchange rates upon the orders in currencies other than Japanese Yen are deducted from figures. The deducted amounts are (1,828) million yen for Apr., 2007-Mar., 2008 and 4,499 million yen for Apr., 2008-Mar., 2009.
  3. Decreased prices of orders awarded in prior years are deducted from the "Backlog, End of year". The deducted amounts are 87 million yen for Apr., 2007-Mar., 2008 and 5,854 million yen for Apr., 2008-Mar., 2009.
  4. Asterisks (\*) represent increase (decrease) due to changes in exchange rates.
  5. Differences between the net sales above and those of the nonconsolidated income statements are sales in Real Estate business segment (nonconsolidated basis), which amounts to 627 million yen for Apr., 2007-Mar., 2008 and 625 million yen for Apr., 2008-Mar., 2009.