

(1) CONSOLIDATED BALANCE SHEETS 1

	Millions of Yen Balance at March 31, 2016	Millions of Yen Balance at Dec. 31, 2016	Thousands of U.S. Dollars (Note) Balance at Dec. 31, 2016
<ASSETS>			
I Current Assets:			
1. Cash and deposits	¥29,350	¥37,292	\$321,485
2. Accounts receivable-trade	633	288	2,486
3. Real estate for sale	37,384	32,207	277,654
4. Real estate for sale in process	78,732	75,150	647,848
5. Other current assets	1,928	2,093	18,046
6. Allowance for doubtful accounts	(0)	(0)	(0)
Total current assets	148,028	147,032	1,267,520
II Noncurrent Assets:			
1. Property, plant and equipment	33,503	33,030	284,747
2. Intangible assets			
① Goodwill	1,784	1,591	13,723
② Other intangible assets	20	32	278
Total intangible assets	1,805	1,624	14,001
3. Investments and other assets	1,303	1,276	11,005
Total noncurrent assets	36,613	35,931	309,754
Total assets	¥184,641	¥182,963	\$1,577,275

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥116.

(2) CONSOLIDATED BALANCE SHEETS 2

	Millions of Yen Balance at March 31, 2016	Millions of Yen Balance at Dec. 31, 2016	Thousands of U.S. Dollars (Note) Balance at Dec. 31, 2016
<LIABILITIES>			
I Current Liabilities:			
1. Notes and accounts payable-trade	¥5,350	¥2,533	\$21,842
2. Current portion of bonds	3,550	3,550	30,603
3. Current portion of long-term loans payable	800	800	6,896
4. Income taxes payable	2,017	1,090	9,402
5. Advances received	1,593	2,048	17,656
6. Provision for bonuses	47	15	133
7. Other current liabilities	1,684	1,225	10,562
Total current liabilities	15,043	11,263	97,096
II Noncurrent Liabilities:			
1. Bonds payable	51,350	51,312	442,349
2. Long-term loans payable	6,000	6,000	51,724
3. Deferred tax liabilities	4,368	4,379	37,755
4. Provision for directors' retirement benefits	603	626	5,397
5. Net defined benefit liability	122	127	1,101
6. Other noncurrent liabilities	1,308	1,237	10,671
Total noncurrent liabilities	63,754	63,683	548,999
Total liabilities	78,797	74,947	646,096
<NET ASSETS>			
Shareholders' Equity:			
1. Capital stock	12,499	12,499	107,750
2. Capital surplus	12,708	12,708	109,554
3. Retained earnings	80,860	83,249	717,667
4. Treasury stock	(220)	(438)	(3,782)
Total shareholders' equity	105,847	108,018	931,190
Accumulated Other Comprehensive Income:			
1. Valuation Difference on Available-for-Sale Securities	(2)	(1)	(11)
Total accumulated other comprehensive income	(2)	(1)	(11)
Total net assets	105,844	108,016	931,178
Total liabilities and net assets	¥184,641	¥182,963	\$1,577,275

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥116.

(3) CONSOLIDATED STATEMENTS OF INCOME

	Millions of Yen April 1, 2015 to Dec. 31, 2015	Millions of Yen April 1, 2016 to Dec. 31, 2016	Thousands of U.S. Dollars (Note) April 1, 2016 to Dec. 31, 2016
I Net Sales	¥20,776	¥26,685	\$230,044
II Cost of Sales	12,342	16,037	138,257
Gross profit	8,434	10,647	91,786
III Selling, General and Administrative Expenses	4,018	4,211	36,304
Operating income	4,415	6,435	55,482
IV Other Income (Expenses)			
1. Interest income	1	0	3
2. Interest expenses	(394)	(303)	(2,617)
3. Other, net	33	48	415
Total other income (expenses)	(359)	(285)	(2,463)
Income before income taxes	4,056	6,180	53,284
V Income Taxes—current	1,529	2,283	19,687
VI Income Taxes—deferred	(21)	10	88
Profit (loss)	¥2,547	¥3,886	\$33,508
VII Profit (loss) attributable to non-controlling interests	9	—	—
Profit (loss) attributable to owners of parent	¥2,538	¥3,886	\$33,508
Net Income per Share	Yen	Yen	(Note)
1. Primary	¥71.18	¥109.00	\$0.94
2. Fully diluted	—	—	—

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥116.

(4) STATUS OF NEW CONDOMINIUM SUBDIVISION SALES BUSINESS

	<u>Millions of Yen</u> April 1, 2015 to Dec. 31, 2015	<u>Millions of Yen</u> April 1, 2016 to Dec. 31, 2016	<u>Millions of Yen</u> April 1, 2015 to March 31, 2016	Thousands of U.S. Dollars (Note) April 1, 2016 to Dec. 31, 2016
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I Handover Record:

Newly built condominiums

① Number of units (Unit)	216	318	341	—
② Amount	¥14,704	¥20,778	¥21,649	\$179,121

II Contract Amount:

Newly built condominiums

① Number of units (Unit)	424	327	597	—
② Amount	¥27,448	¥23,109	¥36,327	\$199,216

III Outstanding Contracts:

Newly built condominiums

① Number of units (Unit)	237	294	285	—
② Amount	¥14,222	¥18,488	¥16,157	\$159,383

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥116.

(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, 2016	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012	March 31, 2016
Net sales	¥30,079	¥19,691	¥30,247	¥37,921	¥47,484	\$268,567
Ordinary income	6,324	2,718	5,011	5,845	6,611	56,469
Profit (loss) attributable to owners of parent	4,227	2,008	3,060	3,605	3,772	37,743
Net assets	105,844	103,139	101,950	100,320	98,146	945,038
Total assets	184,641	185,284	158,929	163,225	173,254	1,648,588
Net cash provided by (used in) operating activities	(1,991)	1,786	5,866	10,396	22,431	(17,780)
Net cash provided by (used in) investment activities	(53)	(10,603)	(11,108)	(119)	(13)	(473)
Net cash provided by (used in) financing activities	(4,657)	10,817	(6,379)	(3,550)	(9,675)	(41,581)
Increase from Newly Consolidated Subsidiary	—	207	—	—	—	—
Cash and cash equivalents at end of year	29,342	36,043	33,835	45,457	38,730	261,984
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)	2,967.93	2,874.97	2,858.65	2,812.82	2,751.60	26.50
Primary net income per share (Yen / U.S. Dollars)	118.53	56.33	85.82	101.09	105.76	1.06
Fully diluted net income per share (Yen / U.S. Dollars)	—	—	—	—	—	—
Equity ratio (%)	57.3	55.3	64.1	61.5	56.6	—
Return on equity (%)	4.1	2.0	3.0	3.6	3.9	—
Ratio of ordinary income to sales (%)	21.0	13.8	16.6	15.4	13.9	—
Price earnings ratio (Times)	14.19	37.10	25.39	22.54	14.30	—
Number of employees (Persons)	168	175	121	122	143	—

Note : U.S. Dollar amounts are translated from yen, for convenience only, at the rate of US\$1=¥112.