

Year in Review

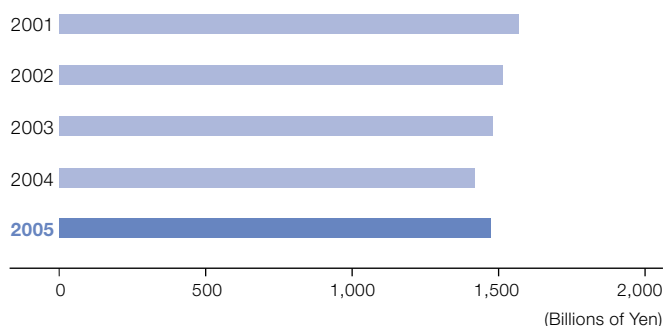
Taisei Corporation's operations are broadly divided into two segments: Construction and Real Estate. Additional operations, primarily financing and leasing, are included in Other.

FY ended March,	Billions of Yen		
	2004	2005	Change
Net sales	¥1,598.5	¥ 1,708.0	109.5
Construction	1,383.9	1,477.4	93.5
Real Estate, Other	214.6	230.6	16.0
Operating income	60.0	49.0	(11.0)
Construction	45.5	33.2	(12.3)
Real Estate, Other	14.5	15.8	1.3

Construction

The construction segment comprises building construction, civil engineering, and housing construction operations. In the year under review, demand from the private sector was strong, supported by investment in construction by the manufacturing industry. However, the environment for public sector projects remained harsh. Group net sales in this segment rose 5.4% year-on-year to ¥1,490.9 billion. Operating income decreased 26.9% year-on-year to ¥33.2 billion, with lower SG&A costs not fully offsetting a decline in gross profit.

Construction Sales (Consolidated)



Orders received

Project	Client
Bosphorus Tube Crossing Tunnels and Stations Project, Turkey (Marmaray Project)	The Republic of Turkey, The Ministry of Transportation, Railways, Harbours and Airports
Tokyo International Airport Runway D	Ministry of Land, Infrastructure and Transport Kanto Regional Development Bureau
Tokyo Mid-town Project (B and E blocks)	RP Beta SPC and nine others
Ushijima Redevelopment (Phase II)	Ushijima Urban Renewal Association
Tokyo Baycourt Club Hotel and Spa Resort	Resorttrust, Inc.

Completed projects

Project	Client
Tokyo International (Haneda) Airport Passenger Terminal 2 (Phase II) (see photo, right)	Japan Airport Terminal Co., Ltd.
Centrair (Central Japan International Airport) Passenger Terminal (Phase I)	Central Japan International Airport Co., Ltd.
Diamond City Lucle Shopping Center	Mitsubishi Corporation
Metropolitan Expressway Kawasaki Tunnel (Phase II)	Metropolitan Expressway Public Corporation
Yung Xuan Taipei Office Building Project, Taiwan	Yung Xuan Ltd.