

Financial Section

Consolidated Statements of Income

TAISEI CORPORATION and Consolidated Subsidiaries
Years Ended March 31, 2007 and 2008

	Millions of Yen		Thousands of U.S. Dollars
	2007	2008	(Note 1) 2008
Revenue:			
Net sales (Note 13):			
Construction	¥ 1,673,576	¥ 1,517,770	\$ 15,148,917
Real estate (including other)	199,749	193,944	1,935,762
	1,873,325	1,711,714	17,084,679
Costs and expenses (Note 13):			
Cost of sales (Note 18)	1,708,751	1,567,091	15,641,192
Selling, general and administrative expenses (Note 18)	106,901	95,767	955,854
	1,815,652	1,662,858	16,597,046
Operating income	57,673	48,856	487,633
Other income (expense):			
Interest and dividend income	4,883	4,679	46,701
Income from investments in silent partnership	3,356	-	-
Interest expense	(8,208)	(8,792)	(87,753)
Miscellaneous taxes	(1,700)	(1,422)	(14,193)
Gains on sale of investment securities	5,141	6,077	60,655
Gains on sale of property and equipment	378	1,960	19,563
Gains on sale of a business	19,928	-	-
Losses on investments in related companies	(1,110)	(1,319)	(13,165)
Impairment losses on fixed assets (Note 19)	(3,607)	(3,450)	(34,435)
Losses on revaluation of inventories	(23,898)	-	-
Other, net	(4,138)	(4,417)	(44,086)
	(8,975)	(6,684)	(66,713)
Income before income taxes and other items	48,698	42,172	420,920
Income taxes (Note 8):			
Current	(11,541)	(7,218)	(72,043)
Deferred	(8,707)	(6,660)	(66,474)
	(20,248)	(13,878)	(138,517)
Income before minority interests	28,450	28,294	282,403
Minority interest in net income of consolidated subsidiaries	(2,228)	(3,847)	(38,397)
Net income	¥ 26,222	¥ 24,447	\$ 244,006

	Yen		U.S. Dollars
			(Note 1)
Amounts per share of common stock:			
Net income (Note 20)	¥ 24.64	¥ 22.97	\$ 0.229
Cash dividends applicable to the year	6.00	6.00	0.060

See accompanying notes.

Consolidated Statements of Changes in Net Assets

TAISEI CORPORATION and Consolidated Subsidiaries
Years Ended March 31, 2007 and 2008

	Millions of Yen											
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized holding gains on securities, net of taxes	Unrealized gains on hedging derivatives, net of taxes	Revaluation reserve for land	Foreign currency translation adjustments	Total valuation and translation adjustments	Minority interests	Total net assets
Balance at March 31, 2006	¥ 112,448	¥ 79,475	¥ 54,143	¥ (158)	¥ 245,908	¥ 101,252	¥ -	¥ (980)	¥ (1,029)	¥ 99,243	¥ 28,837	¥ 373,988
Dividends	-	-	(6,386)	-	(6,386)	-	-	-	-	-	-	(6,386)
Bonuses to directors and corporate auditors	-	-	(82)	-	(82)	-	-	-	-	-	-	(82)
Net income.....	-	-	26,222	-	26,222	-	-	-	-	-	-	26,222
Sale of treasury stock	-	0	-	13	13	-	-	-	-	-	-	13
Acquisition of treasury stock	-	-	-	(34)	(34)	-	-	-	-	-	-	(34)
Reversal of revaluation reserve for land	-	-	19	-	19	-	-	(19)	-	(19)	-	0
Increase due to revaluation of assets of consolidated overseas subsidiaries	-	-	977	-	977	-	-	-	-	-	-	977
Foreign currency translation adjustments of consolidated overseas subsidiaries	-	-	0	-	0	-	-	-	-	-	-	0
Changes other than shareholders' equity, net	-	-	-	-	-	22,988	136	-	268	23,392	3,641	27,033
Balance at March 31, 2007	112,448	79,475	74,893	(179)	266,637	124,240	136	(999)	(761)	122,616	32,478	421,731
Dividends	-	-	(6,386)	-	(6,386)	-	-	-	-	-	-	(6,386)
Net income.....	-	-	24,447	-	24,447	-	-	-	-	-	-	24,447
Sale of treasury stock	-	(1)	-	11	10	-	-	-	-	-	-	10
Acquisition of treasury stock	-	-	-	(36)	(36)	-	-	-	-	-	-	(36)
Reversal of revaluation reserve for land	-	-	(17)	-	(17)	-	-	17	-	17	-	-
Increase due to revaluation of assets of consolidated overseas subsidiaries	-	-	(1,520)	-	(1,520)	-	-	-	-	-	-	(1,520)
Foreign currency translation adjustments of consolidated overseas subsidiaries	-	-	0	-	0	-	-	-	-	-	-	0
Changes other than shareholders' equity, net	-	-	-	-	-	(66,584)	(530)	-	(83)	(67,197)	2,939	(64,258)
Balance at March 31, 2008	¥ 112,448	¥ 79,474	¥ 91,417	¥ (204)	¥ 283,135	¥ 57,656	¥ (394)	¥ (982)	¥ (844)	¥ 55,436	¥ 35,417	¥ 373,988

	Thousands of U.S. Dollars (Note 1)											
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized holding gains on securities, net of taxes	Unrealized gains on hedging derivatives, net of taxes	Revaluation reserve for land	Foreign currency translation adjustments	Total valuation and translation adjustments	Minority interests	Total net assets
Balance at March 31, 2007	\$1,122,348	\$793,243	\$747,510	\$(1,787)	\$2,661,314	\$1,240,044	\$ 1,357	\$(9,971)	\$(7,595)	\$1,223,835	\$324,163	\$4,209,312
Dividends	-	-	(63,739)	-	(63,739)	-	-	-	-	-	-	(63,739)
Net income.....	-	-	244,006	-	244,006	-	-	-	-	-	-	244,006
Sale of treasury stock	-	(10)	-	110	100	-	-	-	-	-	-	100
Acquisition of treasury stock	-	-	-	(359)	(359)	-	-	-	-	-	-	(359)
Reversal of revaluation reserve for land	-	-	(170)	-	(170)	-	-	170	-	170	-	-
Increase due to revaluation of assets of consolidated overseas subsidiaries	-	-	(15,171)	-	(15,171)	-	-	-	-	-	-	(15,171)
Foreign currency translation adjustments of consolidated overseas subsidiaries	-	-	0	-	0	-	-	-	-	-	-	0
Changes other than shareholders' equity, net	-	-	-	-	-	(664,577)	(5,290)	-	(829)	(670,696)	29,335	(641,361)
Balance at March 31, 2008	\$1,122,348	\$793,233	\$912,436	\$(2,036)	\$2,825,981	\$ 575,467	\$(3,933)	\$(9,801)	\$(8,424)	\$ 553,309	\$353,498	\$3,732,788