



Tokyo, August 9, 2018

# SHIMIZU CORPORATION

## Consolidated Financial Report [Japanese GAAP]

### For the three months ended June 30, 2018



Shares Listed: First section of the Tokyo Stock Exchange and Nagoya Stock Exchange  
 Stock Code: 1803  
 URL: <https://www.shimz.co.jp/english/>  
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Scheduled date to file quarterly securities report: August 10, 2018  
 Supplementary documents on quarterly financial results: Yes(in Japanese)  
 Holding of financial results presentation: Yes(for analysts and institutional investors)

### 1. Consolidated Financial Highlights

(Yen amounts have been rounded down to the nearest million)

#### (1) Consolidated Results of Operations

(Percentage figures are changes from the same period in the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income attributable to shareholders of the Corporation(Millions of Yen)	
Three months ended June 30, 2018	357,176	5.0%	19,886	(24.8%)	22,328	(22.1%)	15,658	(30.0%)
Three months ended June 30, 2017	340,117	(3.9%)	26,461	20.3%	28,675	27.9%	22,379	53.5%

	Net Income per share (Yen)	Diluted Net Income per share (Yen)
Three months ended June 30, 2018	19.96	19.95
Three months ended June 30, 2017	28.53	28.48

#### (2) Consolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Shareholders' Equity attributable to shareholders of the Corporation(Millions of Yen)	Ratio of Shareholders' Equity attributable to shareholders of the Corporation
As of June 30, 2018	1,807,817	668,824	663,421	36.7%
As of March 31, 2018	1,780,943	656,330	650,852	36.5%

### 2. Dividends

	End of 1Q (Yen)	End of 2Q (Yen)	End of 3Q (Yen)	Year-End (Yen)	Total (Yen)
Year ended March 31, 2018	—	10.00	—	16.00	26.00
Year ending March 31, 2019	—				
Year ending March 31, 2019 (Forecast)		13.00	—	13.00	26.00

(Note) Revision of the forecasts of cash dividends since the latest announcement: None

End of 2Q dividend of 10.00Yen for Year ended March 31, 2018 includes a special dividend of 3.00Yen.

Year-End dividend of 16.00Yen for Year ended March 31, 2018 includes a special dividend of 9.00Yen.

End of 2Q dividend and Year-End dividend of 13.00Yen for Year ending March 31, 2019(forecast) each includes a special dividend of 6.00Yen.

### 3. Forecast of Consolidated Results of Operations

#### for the Fiscal Year Ending March 2019(From April 1, 2018 to March 31, 2019)

(Percentage figures are changes from the same period in the previous fiscal year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income attributable to shareholders of the Corporation(Millions of Yen)		Net Income per share(Yen)
Six months ending September 30, 2018	785,000	14.6%	48,000	(4.0%)	50,000	(5.0%)	36,500	(4.6%)	46.52
Year ending March 31, 2019	1,790,000	17.8%	123,000	1.3%	126,000	1.5%	91,000	7.1%	115.99

(Note) Revision of the forecasts of consolidated results since the latest announcement: None

## Explanatory Notes

(1) Changes in major subsidiaries during the period : None

(2) Adoption of accounting methods specific to the preparation of quarterly consolidated financial statements : Yes

(3) Changes in accounting policies and in accounting estimates, and restatements

① Changes in accounting policies due to amendment of accounting standards : None

② Changes in accounting policies other than ① above : None

③ Changes in accounting estimates : None

④ Restatements : None

(4) Number of shares issued (Common stock)

① Number of issued shares at the end of the period (including treasury stock)

First Quarter of FY2018 ended June 30, 2018	788,514,613	FY2017 ended March 31, 2018	788,514,613
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② Number of treasury stocks at the end of the period

First Quarter of FY2018 ended June 30, 2018	3,961,812	FY2017 ended March 31, 2018	3,961,103
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③ Average number of shares issued during the period

First Quarter of FY2018 ended June 30, 2018	784,553,100	First Quarter of FY2017 ended June 30, 2017	784,561,558
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**This report is not subject to quarterly review procedures by certified public accountants or audit firms.**

**Explanation regarding appropriate use of forecasts, and other specific comments**

The forecast figures are based on the information that the Company is able to obtain at the present point. However, actual results may be different due to various factors, including, but not limited to, changes in the future economic conditions.

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## PERFORMANCE RESULTS

### (1) Consolidated

(Billions of Yen)

	Current First Quarter (From: Apr 1, 2018 To: Jun 30, 2018)		Previous First Quarter (From: Apr 1, 2017 To: Jun 30, 2017)		Increase (Decrease) Rate(%)		Forecast (From: Apr 1, 2018 To: Mar 31, 2019)		Progress (%)
	Construction Contracts	316.3		295.6		20.7	7.0	1,620.0	
Gross Profit	10.9%	34.6	12.9%	38.2	(3.6)	(9.4)	11.7%	189.0	18.3
Real Estate and Other		40.7		44.4	(3.6)	(8.3)		170.0	24.0
Gross Profit	12.7%	5.1	16.3%	7.2	(2.0)	(28.6)	11.2%	19.0	27.2
Net Sales		357.1		340.1	17.0	5.0		1,790.0	20.0
Gross Profit	11.1%	39.7	13.4%	45.4	(5.6)	(12.5)	11.6%	208.0	19.1
S,G & A Expenses		19.9		19.0	0.9	4.8		85.0	23.4
Operating Income	5.6%	19.8	7.8%	26.4	(6.5)	(24.8)	6.9%	123.0	16.2
Net Financial Revenue		2.4		2.1	0.2	13.6		2.0	—
Others		(0.0)		0.0	(0.0)	—		1.0	—
Ordinary Income	6.3%	22.3	8.4%	28.6	(6.3)	(22.1)	7.0%	126.0	17.7
Special Gains(Losses)		1.8		4.0	(2.2)	(54.8)		9.0	—
Income Before Taxes		24.1		32.7	(8.5)	(26.2)		135.0	17.9
Income Taxes		8.5		10.4	(1.9)	(18.2)		44.0	—
Net Income Attributable to Non-Controlling Interests		(0.0)		(0.0)	0.0	—		0.0	—
Net Income Attributable to Shareholders of the Corporation	4.4%	15.6	6.6%	22.3	(6.7)	(30.0)	5.1%	91.0	17.2

(Consolidated)	Current First Quarter ( Jun 30, 2018 )	Previous Fiscal Year ( Mar 31, 2018 )	Increase(Decrease)	Rate(%)
Interest-bearing Debt	343.1	338.2	4.9	1.5
[Nonrecourse Borrowings and Bonds]	53.9	56.1	(2.2)	(4.0)

### (2) Nonconsolidated

(Billions of Yen)

	Current First Quarter (From: Apr 1, 2018 To: Jun 30, 2018)		Previous First Quarter (From: Apr 1, 2017 To: Jun 30, 2017)		Increase (Decrease) Rate(%)		Forecast (From: Apr 1, 2018 To: Mar 31, 2019)		Progress (%)
	Construction Contracts	287.3		266.1		21.1	7.9	1,450.0	
[Architectural Construction]	214.8		201.6		13.2	6.6	1,140.0	18.8	
[Civil Engineering]	72.4		64.5		7.9	12.3	310.0	23.4	
Gross Profit	10.7%	30.7	12.8%	34.1	(3.4)	(10.1)	11.4%	165.0	18.6
[Architectural Construction]	9.7%	20.8	14.2%	28.6	(7.7)	(27.1)	10.8%	123.0	17.0
[Civil Engineering]	13.6%	9.8	8.6%	5.5	4.3	77.6	13.5%	42.0	23.5
Real Estate and Other		7.7		7.1	0.6	9.4		65.0	11.9
Gross Profit	23.0%	1.7	22.0%	1.5	0.2	14.4	16.9%	11.0	16.3
Net Sales		295.0		273.2	21.8	8.0		1,515.0	19.5
Gross Profit	11.0%	32.5	13.1%	35.7	(3.2)	(9.0)	11.6%	176.0	18.5
S,G & A Expenses		15.7		14.8	0.8	5.8		67.0	23.5
Operating Income	5.7%	16.7	7.6%	20.8	(4.0)	(19.6)	7.2%	109.0	15.4
Net Financial Revenue		6.4		4.9	1.5	30.8		6.0	—
Others		(0.1)		(0.0)	(0.1)	—		0.0	—
Ordinary Income	7.8%	23.0	9.4%	25.7	(2.6)	(10.4)	7.6%	115.0	20.1
Special Gains(Losses)		1.9		4.0	(2.1)	(53.2)		9.0	—
Income Before Taxes		25.0		29.8	(4.8)	(16.3)		124.0	20.2
Income Taxes		7.8		9.5	(1.6)	(17.6)		39.0	—
Net Income	5.8%	17.1	7.4%	20.3	(3.1)	(15.6)	5.6%	85.0	20.2

(Nonconsolidated)	Current First Quarter ( Jun 30, 2018 )	Previous Fiscal Year ( Mar 31, 2018 )	Increase(Decrease)	Rate(%)
Interest-bearing Debt	249.8	245.8	4.0	1.6

(\* ) Forecasts have not been changed from the announcement made on May 10, 2018.

## PERFORMANCE FORECASTS

### 1. Forecast for the fiscal year ending March 2019

#### (1) Consolidated

(Billions of Yen)

	Current Fiscal Year Forecast 〔 From:Apr 1, 2018 To :Mar 31, 2019 〕		Previous Fiscal Year Result 〔 From:Apr 1, 2017 To :Mar 31, 2018 〕		Increase (Decrease) Rate(%)	
Construction Contracts		1,620.0		1,354.5	265.4	19.6
Gross Profit	11.7%	189.0	13.4%	181.9	7.0	3.9
Real Estate and Other		170.0		164.8	5.1	3.1
Gross Profit	11.2%	19.0	13.0%	21.4	(2.4)	(11.4)
<b>Net Sales</b>		<b>1,790.0</b>		<b>1,519.4</b>	<b>270.5</b>	<b>17.8</b>
Gross Profit	11.6%	208.0	13.4%	203.4	4.5	2.3
S,G & A Expenses		85.0		82.0	2.9	3.6
<b>Operating Income</b>	<b>6.9%</b>	<b>123.0</b>	<b>8.0%</b>	<b>121.3</b>	<b>1.6</b>	<b>1.3</b>
Net Financial Revenue		2.0		3.6	(1.6)	(44.9)
Others		1.0		(0.8)	1.8	—
<b>Ordinary Income</b>	<b>7.0%</b>	<b>126.0</b>	<b>8.2%</b>	<b>124.1</b>	<b>1.8</b>	<b>1.5</b>
Special Gains(Losses)		9.0		4.1	4.8	114.5
Income Before Taxes		135.0		128.3	6.6	5.2
Income Taxes		44.0		43.1	0.8	1.9
Net Income Attributable to Non-Controlling Interests		0.0		0.1	(0.1)	(100.0)
<b>Net Income Attributable to Shareholders of the Corporation</b>	<b>5.1%</b>	<b>91.0</b>	<b>5.6%</b>	<b>84.9</b>	<b>6.0</b>	<b>7.1</b>
<b>Interest-bearing Debt</b>		<b>Less than 330.0</b>		<b>338.2</b>	<b>(8.2)</b>	<b>(2.4)</b>

#### (2) Nonconsolidated

(Billions of Yen)

	Current Fiscal Year Forecast 〔 From:Apr 1, 2018 To :Mar 31, 2019 〕		Previous Fiscal Year Result 〔 From:Apr 1, 2017 To :Mar 31, 2018 〕		Increase (Decrease) Rate(%)	
Construction Contracts		1,450.0		1,197.4	252.5	21.1
[Architectural Construction]		1,140.0		912.6	227.3	24.9
[Civil Engineering]		310.0		284.7	25.2	8.9
Gross Profit	11.4%	165.0	13.2%	158.0	6.9	4.4
[Architectural Construction]	10.8%	123.0	13.2%	120.5	2.4	2.0
[Civil Engineering]	13.5%	42.0	13.2%	37.4	4.5	12.1
Real Estate and Other		65.0		65.1	(0.1)	(0.2)
Gross Profit	16.9%	11.0	22.8%	14.8	(3.8)	(25.9)
<b>Net Sales</b>		<b>1,515.0</b>		<b>1,262.5</b>	<b>252.4</b>	<b>20.0</b>
Gross Profit	11.6%	176.0	13.7%	172.8	3.1	1.8
S,G & A Expenses		67.0		64.6	2.3	3.7
<b>Operating Income</b>	<b>7.2%</b>	<b>109.0</b>	<b>8.6%</b>	<b>108.2</b>	<b>0.7</b>	<b>0.7</b>
Net Financial Revenue		6.0		6.1	(0.1)	(2.0)
Others		0.0		(1.2)	1.2	—
<b>Ordinary Income</b>	<b>7.6%</b>	<b>115.0</b>	<b>9.0%</b>	<b>113.1</b>	<b>1.8</b>	<b>1.7</b>
Special Gains(Losses)		9.0		6.3	2.6	41.9
Income Before Taxes		124.0		119.4	4.5	3.8
Income Taxes		39.0		36.4	2.5	7.0
<b>Net Income</b>	<b>5.6%</b>	<b>85.0</b>	<b>6.6%</b>	<b>83.0</b>	<b>1.9</b>	<b>2.4</b>
<b>Interest-bearing Debt</b>		<b>Less than 230.0</b>		<b>245.8</b>	<b>(15.8)</b>	<b>(6.4)</b>

(\*) Forecasts have not been changed from the announcement made on May 10, 2018.

## 2.Forecast for the six months ending September 2018

### (1) Consolidated

(Billions of Yen)

	Current Six months Forecast 〔 From:Apr 1, 2018 To :Sep 30, 2018 〕		Previous Six months Result 〔 From:Apr 1, 2017 To :Sep 30, 2017 〕		Increase (Decrease) Rate(%)	
Construction Contracts		710.0		601.4	108.5	18.0
Gross Profit	11.3%	80.5	12.9%	77.6	2.8	3.7
Real Estate and Other		75.0		83.5	(8.5)	(10.3)
Gross Profit	9.3%	7.0	12.6%	10.5	(3.5)	(33.6)
<b>Net Sales</b>		<b>785.0</b>		<b>685.0</b>	<b>99.9</b>	<b>14.6</b>
Gross Profit	11.1%	87.5	12.9%	88.1	(0.6)	(0.8)
S,G & A Expenses		39.5		38.1	1.3	3.4
<b>Operating Income</b>	<b>6.1%</b>	<b>48.0</b>	<b>7.3%</b>	<b>49.9</b>	<b>(1.9)</b>	<b>(4.0)</b>
Net Financial Revenue		1.5		1.9	(0.4)	(24.6)
Others		0.5		0.6	(0.1)	(19.4)
<b>Ordinary Income</b>	<b>6.4%</b>	<b>50.0</b>	<b>7.7%</b>	<b>52.6</b>	<b>(2.6)</b>	<b>(5.0)</b>
Special Gains(Losses)		4.0		6.1	(2.1)	(35.0)
Income Before Taxes		54.0		58.7	(4.7)	(8.1)
Income Taxes		17.5		20.5	(3.0)	(14.7)
Net Income Attributable to Non-Controlling Interests		0.0		(0.0)	0.0	—
<b>Net Income Attributable to Shareholders of the Corporation</b>	<b>4.6%</b>	<b>36.5</b>	<b>5.6%</b>	<b>38.2</b>	<b>(1.7)</b>	<b>(4.6)</b>

### (2) Nonconsolidated

(Billions of Yen)

	Current Six months Forecast 〔 From:Apr 1, 2018 To :Sep 30, 2018 〕		Previous Six months Result 〔 From:Apr 1, 2017 To :Sep 30, 2017 〕		Increase (Decrease) Rate(%)	
Construction Contracts		640.0		536.6	103.3	19.3
[Architectural Construction]		495.0		413.1	81.8	19.8
[Civil Engineering]		145.0		123.4	21.5	17.5
Gross Profit	11.1%	71.0	12.7%	68.1	2.8	4.2
[Architectural Construction]	10.4%	51.5	13.6%	56.0	(4.5)	(8.0)
[Civil Engineering]	13.4%	19.5	9.8%	12.1	7.3	60.9
Real Estate and Other		20.0		33.0	(13.0)	(39.5)
Gross Profit	15.0%	3.0	23.9%	7.9	(4.9)	(62.0)
<b>Net Sales</b>		<b>660.0</b>		<b>569.6</b>	<b>90.3</b>	<b>15.9</b>
Gross Profit	11.2%	74.0	13.3%	76.0	(2.0)	(2.7)
S,G & A Expenses		31.0		30.0	0.9	3.1
<b>Operating Income</b>	<b>6.5%</b>	<b>43.0</b>	<b>8.1%</b>	<b>45.9</b>	<b>(2.9)</b>	<b>(6.4)</b>
Net Financial Revenue		5.5		4.6	0.8	17.3
Others		0.0		0.0	(0.0)	(100.0)
<b>Ordinary Income</b>	<b>7.3%</b>	<b>48.5</b>	<b>8.9%</b>	<b>50.6</b>	<b>(2.1)</b>	<b>(4.3)</b>
Special Gains(Losses)		4.0		8.3	(4.3)	(52.2)
Income Before Taxes		52.5		59.0	(6.5)	(11.1)
Income Taxes		16.0		18.8	(2.8)	(15.2)
<b>Net Income</b>	<b>5.5%</b>	<b>36.5</b>	<b>7.0%</b>	<b>40.1</b>	<b>(3.6)</b>	<b>(9.1)</b>

(\*) Forecasts have not been changed from the announcement made on May 10, 2018.

## CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current First Quarter [Jun 30, 2018]	Previous Fiscal Year [Mar 31, 2018]	Increase (Decrease)
<b>(ASSETS)</b>			
<b>Current Assets:</b>			
Cash	138,838	196,158	(57,320)
Notes and accounts receivable-trade	443,472	503,380	(59,908)
Marketable securities(*)	251,000	145,150	105,850
Real estate for sale	22,991	19,228	3,763
Costs on uncompleted construction contracts	89,686	77,779	11,907
Costs on uncompleted real estate development projects	20,643	26,502	(5,859)
PFI projects and other inventories	46,511	47,969	(1,458)
Other current assets	98,698	89,275	9,423
Less: Allowance for doubtful accounts	(807)	(867)	60
<b>Total current assets</b>	<b>1,111,036</b>	<b>1,104,578</b>	<b>6,458</b>
<b>Non-Current Assets:</b>			
<b>Tangible fixed assets:</b>			
Buildings and structures	84,987	86,513	(1,526)
Machinery, vehicles, tools, furniture and fixtures	15,573	16,089	(516)
Land	159,400	157,173	2,227
Construction in progress	13,070	6,014	7,056
<b>Total tangible fixed assets</b>	<b>273,031</b>	<b>265,790</b>	<b>7,241</b>
Intangible fixed assets	6,149	6,081	68
<b>Investments and other assets:</b>			
Investment securities	401,128	387,102	14,026
Other investments	18,527	19,457	(930)
Less: Allowance for doubtful accounts	(2,056)	(2,067)	11
<b>Total investments and other assets</b>	<b>417,599</b>	<b>404,492</b>	<b>13,107</b>
<b>Total non-current assets</b>	<b>696,781</b>	<b>676,365</b>	<b>20,416</b>
<b>Total assets</b>	<b>1,807,817</b>	<b>1,780,943</b>	<b>26,874</b>

(\*) Marketable securities includes following amounts of negotiable certificate of deposits.

As of Jun 30, 2018: 251,000 million yen

As of Mar 31, 2018: 145,000 million yen

(Millions of Yen)

	Current First Quarter [Jun 30, 2018]	Previous Fiscal Year [Mar 31, 2018]	Increase (Decrease)
<b>(LIABILITIES)</b>			
Current Liabilities:			
Notes and accounts payable-trade	352,253	377,469	(25,216)
Short-term borrowings	137,948	130,381	7,567
Current portion of non-recourse borrowings	6,478	6,472	6
Current portion of bonds payable	20,000	10,000	10,000
Current portion of non-recourse bonds payable	879	879	—
Advances received on uncompleted construction contracts	171,329	113,053	58,276
Warranty reserve	2,904	2,887	17
Reserve for expected losses on construction contracts in process	9,920	11,378	(1,458)
Reserve for loss on anti-monopoly act	2,000	2,000	—
Other current liabilities	132,319	159,777	(27,458)
<b>Total current liabilities</b>	<b>836,033</b>	<b>814,299</b>	<b>21,734</b>
Non-Current Liabilities:			
Bonds payable	50,000	60,000	(10,000)
Convertible bond-type bonds with subscription rights to shares	30,068	30,076	(8)
Non-recourse bonds payable	13,840	14,060	(220)
Long-term borrowings	51,245	51,673	(428)
Non-recourse borrowings	32,709	34,722	(2,013)
Net defined benefit liability	57,274	57,385	(111)
Other non-current liabilities	67,821	62,397	5,424
<b>Total non-current liabilities</b>	<b>302,959</b>	<b>310,314</b>	<b>(7,355)</b>
<b>Total liabilities</b>	<b>1,138,993</b>	<b>1,124,613</b>	<b>14,380</b>
<b>(NET ASSETS)</b>			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,116	43,116	—
Retained earnings	369,889	366,805	3,084
[Contingent Reserve]	[229,800]	[167,100]	[ 62,700 ]
Less: Treasury stock, at cost	(1,607)	(1,606)	(1)
<b>Total shareholders' equity</b>	<b>485,764</b>	<b>482,680</b>	<b>3,084</b>
Accumulated Other Comprehensive Income:			
Net unrealized gain (loss) on other securities, net of taxes	159,738	149,282	10,456
Deferred gain (loss) on hedging, net of taxes	(76)	(264)	188
Revaluation reserve for land, net of taxes	25,984	25,984	—
Foreign currency translation adjustments	(2,409)	(937)	(1,472)
Remeasurements of defined benefit plans	(5,579)	(5,893)	314
<b>Total accumulated other comprehensive income</b>	<b>177,657</b>	<b>168,171</b>	<b>9,486</b>
Non-controlling Interests	5,402	5,478	(76)
<b>Total net assets</b>	<b>668,824</b>	<b>656,330</b>	<b>12,494</b>
<b>Total liabilities and net assets</b>	<b>1,807,817</b>	<b>1,780,943</b>	<b>26,874</b>
<b>(Reference)</b>			
Interest-bearing debt	343,170	338,264	4,906
[Nonrecourse borrowings and bonds]	[ 53,907]	[ 56,134]	[ (2,227)]



## CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current First Quarter (From:Apr 1, 2018 To :Jun 30, 2018)		Previous First Quarter (From:Apr 1, 2017 To :Jun 30, 2017)		Increase (Decrease)
<b>Net Sales:</b>					
Construction contracts		316,380		295,642	20,738
Real estate development and other		40,796		44,474	(3,678)
<b>Total net sales</b>		<b>357,176</b>		<b>340,117</b>	<b>17,059</b>
<b>Cost of Sales:</b>					
Construction contracts		281,751		257,414	24,337
Real estate development and other		35,629		37,241	(1,612)
<b>Total cost of sales</b>		<b>317,380</b>		<b>294,655</b>	<b>22,725</b>
<b>Gross profit:</b>					
Construction contracts	[10.9%]	34,628	[12.9%]	38,228	(3,600)
Real estate development and other	[12.7%]	5,167	[16.3%]	7,233	(2,066)
<b>Total gross profit</b>	11.1%	<b>39,795</b>	13.4%	<b>45,462</b>	<b>(5,667)</b>
Selling, General and Administrative Expenses		19,909		19,001	908
<b>Operating income</b>	5.6%	<b>19,886</b>	7.8%	<b>26,461</b>	<b>(6,575)</b>
<b>Non-Operating Income:</b>					
Interest income		297		210	87
Dividend income		2,753		2,573	180
Foreign exchange gain		—		75	(75)
Other non-operating income		340		428	(88)
<b>Total non-operating income</b>		<b>3,391</b>		<b>3,287</b>	<b>104</b>
<b>Non-Operating Expenses:</b>					
Interest expenses		591		618	(27)
Foreign exchange loss		54		—	54
Other non-operating expenses		303		454	(151)
<b>Total non-operating expenses</b>		<b>950</b>		<b>1,073</b>	<b>(123)</b>
<b>Ordinary income</b>	6.3%	<b>22,328</b>	8.4%	<b>28,675</b>	<b>(6,347)</b>
<b>Special Gains:</b>					
Gain on sales of fixed assets		1		97	(96)
Gain on sales of investment securities		1,860		4,002	(2,142)
<b>Total special gains</b>		<b>1,862</b>		<b>4,099</b>	<b>(2,237)</b>
<b>Special Losses:</b>					
Loss on sales of fixed assets		9		—	9
<b>Total special losses</b>		<b>9</b>		<b>—</b>	<b>9</b>
Income before income taxes		24,181		32,774	(8,593)
Income taxes		8,533		10,434	(1,901)
Net income		15,647		22,340	(6,693)
Loss attributable to non-controlling interests		(10)		(39)	29
<b>Net income attributable to shareholders of the Corporation</b>	4.4%	<b>15,658</b>	6.6%	<b>22,379</b>	<b>(6,721)</b>

(Reference)

Interest and dividend income	3,051	2,783	268
Interest expenses	591	618	(27)
Net financial revenue	2,459	2,165	294

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	Current First Quarter (From: Apr 1, 2018 To : Jun 30, 2018)	Previous First Quarter (From: Apr 1, 2017 To : Jun 30, 2017)	Increase (Decrease)
Net income	15,647	22,340	(6,693)
Other comprehensive income:			
Net unrealized gain (loss) on other securities, net of taxes	10,466	13,850	(3,384)
Deferred gain (loss) on hedging, net of taxes	131	(44)	175
Foreign currency translation adjustment	(1,532)	(897)	(635)
Remeasurements of defined benefit plans	306	406	(100)
Share of other comprehensive income of associates accounted for using equity method	58	40	18
Total other comprehensive income	9,429	13,354	(3,925)
<b>Comprehensive income</b>	<b>25,077</b>	<b>35,694</b>	<b>(10,617)</b>
Comprehensive income attributable to:			
Shareholders of the Corporation	25,144	35,741	(10,597)
Non-controlling interests	(67)	(46)	(21)

## NONCONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current First Quarter [Jun 30, 2018]	Previous Fiscal Year [Mar 31, 2018]	Increase (Decrease)
<b>(ASSETS)</b>			
<b>Current Assets:</b>			
Cash	76,987	128,062	(51,075)
Notes receivable and accounts receivable from completed construction contracts	415,783	464,938	(49,155)
Marketable securities(*)	251,000	145,000	106,000
Real estate for sale	4,514	1,691	2,823
Costs on uncompleted construction contracts	80,068	71,133	8,935
Other current assets	92,265	82,902	9,363
Less: Allowance for doubtful accounts	(729)	(768)	39
<b>Total current assets</b>	<b>919,890</b>	<b>892,961</b>	<b>26,929</b>
<b>Non-Current Assets:</b>			
<b>Tangible fixed assets:</b>			
Buildings and structures	74,626	75,931	(1,305)
Machinery, vehicles, tools, furniture and fixtures	5,614	5,643	(29)
Land	129,501	129,501	—
Construction in progress	11,232	4,741	6,491
<b>Total tangible fixed assets</b>	<b>220,974</b>	<b>215,818</b>	<b>5,156</b>
Intangible fixed assets	4,850	4,751	99
<b>Investments and other assets:</b>			
Investment securities	413,311	398,801	14,510
Other investments	14,208	14,803	(595)
Less: Allowance for doubtful accounts	(2,187)	(2,187)	0
<b>Total investments and other assets</b>	<b>425,332</b>	<b>411,418</b>	<b>13,914</b>
<b>Total non-current assets</b>	<b>651,157</b>	<b>631,987</b>	<b>19,170</b>
<b>Total assets</b>	<b>1,571,047</b>	<b>1,524,948</b>	<b>46,099</b>

(\*) Marketable securities includes following amounts of negotiable certificate of deposits.

As of Jun 30, 2018: 251,000 million yen

As of Mar 31, 2018: 145,000 million yen

(Millions of Yen)

	Current First Quarter [Jun 30, 2018]	Previous Fiscal Year [Mar 31, 2018]	Increase (Decrease)
<b>(LIABILITIES)</b>			
Current Liabilities:			
Notes payable and accounts payable for construction contracts	311,612	329,649	(18,037)
Short-term borrowings	101,810	97,560	4,250
Current portion of bonds payable	20,000	10,000	10,000
Advances received on uncompleted construction contracts	146,491	94,046	52,445
Warranty reserve	2,802	2,754	48
Reserve for expected losses on construction contracts in process	9,615	10,977	(1,362)
Reserve for loss on anti-monopoly act	2,000	2,000	—
Other current liabilities	166,586	178,111	(11,525)
<b>Total current liabilities</b>	<b>760,918</b>	<b>725,099</b>	<b>35,819</b>
Non-Current Liabilities:			
Bonds payable	50,000	60,000	(10,000)
Convertible bond-type bonds with subscription rights to shares	30,068	30,076	(8)
Long-term borrowings	47,947	48,184	(237)
Reserve for employees' retirement benefits	43,969	43,732	237
Other non-current liabilities	66,709	61,400	5,309
<b>Total non-current liabilities</b>	<b>238,695</b>	<b>243,394</b>	<b>(4,699)</b>
<b>Total liabilities</b>	<b>999,614</b>	<b>968,493</b>	<b>31,121</b>
<b>(NET ASSETS)</b>			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,144	43,144	—
Retained earnings	271,363	266,794	4,569
[Contingent Reserve]	[229,800]	[167,100]	[62,700]
Less: Treasury stock, at cost	(1,184)	(1,184)	0
<b>Total shareholders' equity</b>	<b>387,688</b>	<b>383,121</b>	<b>4,567</b>
Valuation and Translation Adjustments:			
Net unrealized gain (loss) on other securities, net of taxes	157,768	147,489	10,279
Deferred gain (loss) on hedging, net of taxes	(7)	(139)	132
Revaluation reserve for land, net of taxes	25,984	25,984	—
<b>Total valuation and translation adjustments</b>	<b>183,744</b>	<b>173,334</b>	<b>10,410</b>
<b>Total net assets</b>	<b>571,433</b>	<b>556,455</b>	<b>14,978</b>
<b>Total liabilities and net assets</b>	<b>1,571,047</b>	<b>1,524,948</b>	<b>46,099</b>

(Reference)

Interest-bearing debt	249,827	245,821	4,006
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## NONCONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current First Quarter (From:Apr 1, 2018 To :Jun 30, 2018)		Previous First Quarter (From:Apr 1, 2017 To :Jun 30, 2017)		Increase (Decrease)
<b>Net Sales:</b>					
Construction contracts		287,312		266,169	21,143
Real estate development and other		7,765		7,101	664
<b>Total net sales</b>		<b>295,077</b>		<b>273,270</b>	<b>21,807</b>
<b>Cost of Sales:</b>					
Construction contracts		256,587		231,996	24,591
Real estate development and other		5,976		5,537	439
<b>Total cost of sales</b>		<b>262,563</b>		<b>237,534</b>	<b>25,029</b>
<b>Gross profit:</b>					
Construction contracts	[10.7%]	30,725	[12.8%]	34,172	(3,447)
Real estate development and other	[23.0%]	1,788	[22.0%]	1,563	225
<b>Total gross profit</b>	11.0%	<b>32,513</b>	13.1%	<b>35,736</b>	<b>(3,223)</b>
Selling, General and Administrative Expenses		15,736		14,871	865
<b>Operating income</b>	5.7%	<b>16,777</b>	7.6%	<b>20,865</b>	<b>(4,088)</b>
<b>Non-Operating Income:</b>					
Interest income		140		91	49
Dividend income		6,759		5,336	1,423
Foreign exchange gain		—		101	(101)
Other non-operating income		157		313	(156)
<b>Total non-operating income</b>		<b>7,057</b>		<b>5,842</b>	<b>1,215</b>
<b>Non-Operating Expenses:</b>					
Interest expenses		463		507	(44)
Foreign exchange loss		35		—	35
Other non-operating expenses		242		425	(183)
<b>Total non-operating expenses</b>		<b>741</b>		<b>933</b>	<b>(192)</b>
<b>Ordinary income</b>	7.8%	<b>23,093</b>	9.4%	<b>25,774</b>	<b>(2,681)</b>
<b>Special Gains:</b>					
Gain on sales of fixed assets		151		88	63
Gain on sales of investment securities		1,772		4,002	(2,230)
<b>Total special gains</b>		<b>1,924</b>		<b>4,090</b>	<b>(2,166)</b>
<b>Special Losses:</b>					
Loss on sales of fixed assets		9		—	9
<b>Total special losses</b>		<b>9</b>		<b>—</b>	<b>9</b>
Income before income taxes		25,008		29,864	(4,856)
Provision for income taxes		7,866		9,545	(1,679)
<b>Net income</b>	5.8%	<b>17,142</b>	7.4%	<b>20,319</b>	<b>(3,177)</b>

(Reference)

Interest and dividend income	6,900	5,427	1,473
Interest expenses	463	507	(44)
<b>Net financial revenue</b>	<b>6,436</b>	<b>4,919</b>	<b>1,517</b>

## BREAKDOWN OF ORDERS (NONCONSOLIDATED)

(Millions of Yen)

	Current First Quarter Result (From:Apr 1, 2018 To :Jun 30, 2018)		Previous First Quarter Result (From:Apr 1, 2017 To :Jun 30, 2017)		Increase (Decrease)		Current Fiscal Year Forecast (From:Apr 1, 2018 To :Mar 31, 2019)	Progress (%)
		Proportion (%)		Proportion (%)		Rate (%)		
Construction business (orders)								
Architectural Construction								
Domestic	191,398	69.8	199,589	54.3	(8,191)	(4.1)	1,080,000	17.7
Overseas	6,535	2.4	85,340	23.2	(78,805)	(92.3)	40,000	16.3
Sub total	197,934	72.2	284,930	77.5	(86,996)	(30.5)	1,120,000	17.7
Civil Engineering								
Domestic	70,675	25.8	80,105	21.8	(9,430)	(11.8)	200,000	35.3
Overseas	5,361	2.0	2,423	0.7	2,938	121.3	40,000	13.4
Sub total	76,037	27.8	82,529	22.5	(6,492)	(7.9)	240,000	31.7
Domestic	262,074	95.6	279,695	76.1	(17,621)	(6.3)	1,280,000	20.5
Overseas	11,897	4.4	87,763	23.9	(75,866)	(86.4)	80,000	14.9
Total	273,971	100	367,459	100	(93,488)	(25.4)	1,360,000	20.1
Real Estate and Other	17,491		7,101		10,390	146.3	65,000	26.9
Grand Total	291,462		374,560		(83,098)	(22.2)	1,425,000	20.5

### (Reference: Overseas Construction Orders)

(Millions of Yen)

	Current First Quarter Result (From:Apr 1, 2018 To :Jun 30, 2018)		Current First Quarter Result (From:Apr 1, 2017 To :Jun 30, 2017)		Increase (Decrease)		Current Fiscal Year Forecast (From:Apr 1, 2018 To :Mar 31, 2019)	Progress (%)
						Rate (%)		
Shimizu Corporation	11,897		87,763		(75,866)	(86.4)	80,000	14.9
Subsidiaries	6,849		8,410		(1,561)	(18.6)	50,000	13.7
Total	18,746		96,174		(77,428)	(80.5)	130,000	14.4

(\*) Forecasts have not been changed from the announcement made on May 10, 2018.

**ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)**  
**for the three months ended June 30, 2017 and 2018**

(1) Construction orders awarded and contracts

(Millions of Yen)

		Current First Quarter 〔 From:Apr 1, 2018 To :Jun 30, 2018 〕	Previous First Quarter 〔 From:Apr 1, 2017 To :Jun 30, 2017 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	191,398	199,589	(8,191)	(4.1)
	Overseas	6,535	85,340	(78,805)	(92.3)
	Sub total	197,934	284,930	(86,996)	(30.5)
Civil Engineering	Domestic	70,675	80,105	(9,430)	(11.8)
	Overseas	5,361	2,423	2,938	121.3
	Sub total	76,037	82,529	(6,492)	(7.9)
Construction business (orders)		273,971	367,459	(93,488)	(25.4)
Real estate development and other (contracts)		17,491	7,101	10,390	146.3
Total		291,462	374,560	(83,098)	(22.2)

(2) Net sales

(Millions of Yen)

		Current First Quarter 〔 From:Apr 1, 2018 To :Jun 30, 2018 〕	Previous First Quarter 〔 From:Apr 1, 2017 To :Jun 30, 2017 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	204,768	193,317	11,451	5.9
	Overseas	10,068	8,295	1,773	21.4
	Sub total	214,836	201,613	13,223	6.6
Civil Engineering	Domestic	68,995	56,350	12,645	22.4
	Overseas	3,480	8,205	(4,725)	(57.6)
	Sub total	72,475	64,556	7,919	12.3
Construction business		287,312	266,169	21,143	7.9
Real estate development and other		7,765	7,101	664	9.4
Total		295,077	273,270	21,807	8.0

(3) Backlog

(Millions of Yen)

		Current First Quarter [ Jun 30, 2018 ]	Previous First Quarter [ Jun 30, 2017 ]	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,163,525	1,014,871	148,654	14.6
	Overseas	106,994	116,523	(9,529)	(8.2)
	Sub total	1,270,520	1,131,395	139,125	12.3
Civil Engineering	Domestic	469,649	471,573	(1,924)	(0.4)
	Overseas	26,953	34,349	(7,396)	(21.5)
	Sub total	496,603	505,922	(9,319)	(1.8)
Construction business		1,767,123	1,637,318	129,805	7.9
Real estate development and other		49,007	40,694	8,313	20.4
Total		1,816,131	1,678,012	138,119	8.2

## ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED) for the fiscal year ending March 2019

(1) For the fiscal year ending March 2019

(Billions of Yen)

		Current Fiscal Year Forecast (From:Apr 1, 2018 To :Mar 31, 2019)	Previous Fiscal Year Result (From:Apr 1, 2017 To :Mar 31, 2018)	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,080.0	1,031.6	48.4	4.7
	Overseas	40.0	120.3	(80.3)	(66.7)
	Sub total	1,120.0	1,151.9	(31.9)	(2.8)
Civil Engineering	Domestic	200.0	280.7	(80.7)	(28.7)
	Overseas	40.0	9.0	31.0	344.4
	Sub total	240.0	289.8	(49.8)	(17.2)
Construction business (orders)		1,360.0	1,441.8	(81.8)	(5.7)
Real estate development and other (contracts)		65.0	63.7	1.3	2.0
Total		1,425.0	1,505.5	(80.5)	(5.3)

(Reference: Overseas Construction Orders)

(Billions of Yen)

		Current Fiscal Year Forecast (From:Apr 1, 2018 To :Mar 31, 2019)	Previous Fiscal Year Result (From:Apr 1, 2017 To :Mar 31, 2018)	Increase (Decrease)	
					Rate(%)
Shimizu Corporation		80.0	129.3	(49.3)	(38.1)
Subsidiaries		50.0	62.6	(12.6)	(20.1)
Total		130.0	191.9	(61.9)	(32.3)

(2) For the six months ending September 2018

(Billions of Yen)

		Current Six months Forecast (From:Apr 1, 2018 To :Sep 30, 2018)	Previous Six months Result (From:Apr 1, 2017 To :Sep 30, 2017)	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	430.0	459.9	(29.9)	(6.5)
	Overseas	25.0	92.7	(67.7)	(73.0)
	Sub total	455.0	552.6	(97.6)	(17.7)
Civil Engineering	Domestic	100.0	129.8	(29.8)	(23.0)
	Overseas	15.0	3.4	11.6	341.2
	Sub total	115.0	133.2	(18.2)	(13.7)
Construction business (orders)		570.0	685.9	(115.9)	(16.9)
Real estate development and other (contracts)		25.0	36.8	(11.8)	(32.1)
Total		595.0	722.8	(127.8)	(17.7)

(\*) Forecasts have not been changed from the announcement made on May 10, 2018.