

Tokyo, November 8, 2021

SHIMIZU CORPORATION

Consolidated Financial Report [Japanese GAAP]

For the six months ended September 30, 2021



Shares Listed: First section of the Tokyo Stock Exchange and Nagoya Stock Exchange
Stock Code: 1803
URL: <https://www.shimz.co.jp/en/>
Representative: Kazuyuki Inoue, President and Director
Inquiries: Michiho Yamaguchi, General Manager, Accounting Department
TEL: +81-3-3561-1111

Scheduled date to file quarterly securities report: November 9, 2021
Scheduled date to commence dividend payments: December 2, 2021
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)	
		(%)		(%)		(%)		(%)
Six months ended September 30, 2021	645,601	(5.5%)	10,473	(77.2%)	12,807	(73.9%)	10,651	(72.2%)
Six months ended September 30, 2020	683,276	(18.2%)	46,034	(26.2%)	48,997	(24.9%)	38,331	(19.6%)

	Net Income per share (Yen)	Diluted Net Income per share (Yen)
Six months ended September 30, 2021	14.19	—
Six months ended September 30, 2020	50.25	48.67

(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 September 30, 2021	1,855,337	804,347	798,324	43.0%
As of March 31, 2021	1,908,674	821,446	815,288	42.7%

2. Dividends

	End of 1Q (Yen)	End of 2Q (Yen)	End of 3Q (Yen)	Year-End (Yen)	Total (Yen)
Year ended March 31, 2021	—	12.00	—	18.00	30.00
Year ending March 31, 2022	—	11.50	—	—	—
Year ending March 31, 2022(Forecast)	—	—	—	11.50	23.00

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

End of 2Q dividend of 12.00Yen for Year ended March 31, 2021 includes a special dividend of 2.00Yen.

Year-End dividend of 18.00Yen for Year ended March 31, 2021 includes a special dividend of 8.00Yen.

End of 2Q dividend of 11.50Yen for Year ending March 31, 2022 and Year-End dividend of 11.50Yen for Year ending March 31, 2022 (forecast) include a special dividend of 1.50Yen each.

3. Forecast of Consolidated Results of Operations

for the Fiscal Year Ending March 2022 (From April 1, 2021 to March 31, 2022)

(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)
		(%)		(%)		(%)		(%)	
Year ending March 31, 2022	1,550,000	6.4%	76,500	(23.6%)	77,000	(27.0%)	58,000	(24.8%)	77.82

(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 : Yes

② Changes in accounting policies other than ① above : None

③ Changes in accounting estimates : None

④ Restatements : None

The Group has applied "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29, March 31, 2020) and "Accounting Standard for Fair Value Measurement" (ASBJ Statement No.30, July 4, 2019) effective from the beginning of the year ending March 31, 2022.

(4) Number of shares issued (Common stock)

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

Second Quarter of FY2021 ended September 30, 2021	788,514,613	FY2020 ended March 31, 2021	788,514,613
--	-------------	--------------------------------	-------------

② Number of treasury stocks at the end of the period

Second Quarter of FY2021 ended September 30, 2021	48,810,927	FY2020 ended March 31, 2021	25,661,068
--	------------	--------------------------------	------------

③ Average number of shares issued during the period

Second Quarter of FY2021 ended September 30, 2021	750,906,575	Second Quarter of FY2020 ended September 30, 2020	762,855,881
--	-------------	--	-------------

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.

Contents

PERFORMANCE RESULTS	2
PERFORMANCE FORECASTS	3
BREAKDOWN OF SALES AND GROSS PROFIT (NONCONSOLIDATED)	5
CONSOLIDATED BALANCE SHEETS	7
CONSOLIDATED STATEMENTS OF INCOME	9
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME	10
CONSOLIDATED STATEMENTS OF CASH FLOWS	11
NONCONSOLIDATED BALANCE SHEETS	13
NONCONSOLIDATED STATEMENTS OF INCOME	15
BREAKDOWN OF ORDERS (NONCONSOLIDATED)	16
ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)	17
ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED)	18

PERFORMANCE RESULTS

The forecasts of Construction Contracts and Real Estate and Other together with Gross Profit have been modified. For details, please refer to pages 4 and 6.

(1) Consolidated

(Billions of Yen)

	Current Second Quarter 〔From:Apr 1, 2021 To :Sep 30, 2021〕		Previous Second Quarter 〔From:Apr 1, 2020 To :Sep 30, 2020〕		Increase (Decrease) Rate(%)		Forecast 〔From:Apr 1, 2021 To :Mar 31, 2022〕		Progress (%)
	Construction Contracts	588.5	610.9	(22.3)	(3.7)	1,365.0	43.1		
Gross Profit	7.3% 43.1	12.3% 75.0	(31.8)	(42.5)	8.4% 115.0	37.5			
Real Estate and Other	57.0	72.3	(15.2)	(21.1)	185.0	30.9			
Gross Profit	19.6% 11.1	16.6% 12.0	(0.8)	(7.0)	31.1% 57.5	19.5			
Net Sales	645.6	683.2	(37.6)	(5.5)	1,550.0	41.7			
Gross Profit	8.4% 54.3	12.7% 87.0	(32.7)	(37.6)	11.1% 172.5	31.5			
S, G & A Expenses	43.8	41.0	2.8	6.9	96.0	45.7			
Operating Income	1.6% 10.4	6.7% 46.0	(35.5)	(77.2)	4.9% 76.5	13.7			
Net Financial Revenue	2.3	1.9	0.3	17.7	1.0	—			
Others	0.0	0.9	(0.9)	(98.6)	(0.5)	—			
Ordinary Income	2.0% 12.8	7.2% 48.9	(36.1)	(73.9)	5.0% 77.0	16.6			
Special Gains (Losses)	6.4	7.1	(0.7)	(10.3)	10.0	—			
Income Before Taxes	19.2	56.1	(36.9)	(65.8)	87.0	22.1			
Income Taxes	8.7	17.7	(9.0)	(50.8)	29.0	—			
Net Income Attributable to Non-Controlling Interests	(0.1)	0.0	(0.2)	—	0.0	—			
Net Income Attributable to Shareholders of the Corporation	1.6% 10.6	5.6% 38.3	(27.6)	(72.2)	3.7% 58.0	18.4			

(Consolidated)	Current Second Quarter 〔 Sep 30, 2021 〕	Previous Fiscal Year 〔 Mar 31, 2021 〕	Increase(Decrease) Rate(%)	
	Interest-bearing Debt [Nonrecourse Borrowings and Bonds]	421.6 [109.2]	422.6 [97.6]	(1.0) [11.6]

(2) Nonconsolidated

(Billions of Yen)

	Current Second Quarter 〔From:Apr 1, 2021 To :Sep 30, 2021〕		Previous Second Quarter 〔From:Apr 1, 2020 To :Sep 30, 2020〕		Increase (Decrease) Rate(%)		Forecast 〔From:Apr 1, 2021 To :Mar 31, 2022〕		Progress (%)
	Construction Contracts	529.8	554.1	(24.2)	(4.4)	1,215.0	43.6		
[Architectural Construction]	[421.8]	[428.0]	[(6.2)]	[(1.5)]	[985.0]	[42.8]			
[Civil Engineering]	[107.9]	[126.0]	[(18.0)]	[(14.3)]	[230.0]	[46.9]			
Gross Profit	6.6% 34.7	12.3% 67.9	(33.1)	(48.9)	7.6% 92.0	37.8			
[Architectural Construction]	[5.6% 23.5]	[9.9% 42.5]	[(19.0)]	[(44.7)]	[6.1% 60.5]	[38.9]			
[Civil Engineering]	[10.4% 11.2]	[20.2% 25.4]	[(14.1)]	[(55.8)]	[13.7% 31.5]	[35.6]			
Real Estate and Other	30.1	30.3	(0.1)	(0.6)	120.0	25.1			
Gross Profit	21.3% 6.4	23.6% 7.1	(0.7)	(10.0)	39.6% 47.5	13.5			
Net Sales	560.0	584.4	(24.4)	(4.2)	1,335.0	41.9			
Gross Profit	7.4% 41.1	12.8% 75.0	(33.9)	(45.2)	10.4% 139.5	29.5			
S, G & A Expenses	35.0	32.8	2.1	6.6	76.5	45.8			
Operating Income	1.1% 6.1	7.2% 42.2	(36.0)	(85.4)	4.7% 63.0	9.8			
Net Financial Revenue	5.9	5.4	0.4	8.1	5.5	—			
Others	(0.2)	0.3	(0.5)	—	(1.0)	—			
Ordinary Income	2.1% 11.8	8.2% 48.0	(36.2)	(75.4)	5.1% 67.5	17.5			
Special Gains (Losses)	13.0	7.0	6.0	85.8	16.5	—			
Income Before Taxes	24.8	55.0	(30.2)	(54.9)	84.0	29.6			
Income Taxes	7.1	16.2	(9.1)	(56.2)	24.0	—			
Net Income	3.2% 17.7	6.6% 38.8	(21.0)	(54.3)	4.5% 60.0	29.6			

(Nonconsolidated)	Current Second Quarter 〔 Sep 30, 2021 〕	Previous Fiscal Year 〔 Mar 31, 2021 〕	Increase(Decrease) Rate(%)	
	Interest-bearing Debt [Nonrecourse Borrowings]	306.8 [28.7]	319.3 [29.3]	(12.5) [(0.6)]

PERFORMANCE FORECASTS

(1) Comparison with Previous Fiscal Year Result

The forecasts of Construction Contracts and Real Estate and Other together with Gross Profit have been modified. For details, please refer to pages 4 and 6.

① Consolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Rate(%)	
Construction Contracts		1,365.0		1,301.3	63.6	4.9
Gross Profit	8.4%	115.0	12.5%	162.4	(47.4)	(29.2)
Real Estate and Other		185.0		155.1	29.8	19.3
Gross Profit	31.1%	57.5	18.0%	27.9	29.5	105.8
Net Sales		1,550.0		1,456.4	93.5	6.4
Gross Profit	11.1%	172.5	13.1%	190.4	(17.9)	(9.4)
S, G & A Expenses		96.0		90.2	5.7	6.4
Operating Income	4.9%	76.5	6.9%	100.1	(23.6)	(23.6)
Net Financial Revenue		1.0		2.6	(1.6)	(62.5)
Others		(0.5)		2.6	(3.1)	—
Ordinary Income	5.0%	77.0	7.2%	105.4	(28.4)	(27.0)
Special Gains (Losses)		10.0		5.3	4.6	85.9
Income Before Taxes		87.0		110.8	(23.8)	(21.5)
Income Taxes		29.0		33.5	(4.5)	(13.5)
Net Income Attributable to Non-Controlling Interests		0.0		0.1	(0.1)	(100.0)
Net Income Attributable to Shareholders of the Corporation	3.7%	58.0	5.3%	77.1	(19.1)	(24.8)

Interest-bearing Debt	Less than 480.0	422.6	57.3	13.6
-----------------------	-----------------	-------	------	------

② Nonconsolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Fiscal Year Result		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2020 To :Mar 31, 2021 〕		Rate(%)	
Construction Contracts		1,215.0		1,177.1	37.8	3.2
[Architectural Construction]		985.0		917.1	67.8	7.4
[Civil Engineering]		230.0		259.9	(29.9)	(11.5)
Gross Profit	7.6%	92.0	12.3%	144.2	(52.2)	(36.2)
[Architectural Construction]	6.1%	60.5	8.7%	80.2	(19.7)	(24.6)
[Civil Engineering]	13.7%	31.5	24.6%	64.0	(32.5)	(50.8)
Real Estate and Other		120.0		72.8	47.1	64.7
Gross Profit	39.6%	47.5	24.9%	18.1	29.3	161.9
Net Sales		1,335.0		1,249.9	85.0	6.8
Gross Profit	10.4%	139.5	13.0%	162.3	(22.8)	(14.1)
S, G & A Expenses		76.5		72.3	4.1	5.8
Operating Income	4.7%	63.0	7.2%	90.0	(27.0)	(30.0)
Net Financial Revenue		5.5		6.6	(1.1)	(17.5)
Others		(1.0)		1.8	(2.8)	—
Ordinary Income	5.1%	67.5	7.9%	98.6	(31.1)	(31.6)
Special Gains (Losses)		16.5		3.0	13.4	438.8
Income Before Taxes		84.0		101.6	(17.6)	(17.4)
Income Taxes		24.0		29.3	(5.3)	(18.1)
Net Income	4.5%	60.0	5.8%	72.3	(12.3)	(17.1)

Interest-bearing Debt	Less than 330.0	319.3	10.6	3.3
-----------------------	-----------------	-------	------	-----

(2) Comparison with Previous Forecast

① Consolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Forecast (announced on Jul 30, 2021)		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		Rate(%)	
Construction Contracts		1,365.0		1,400.0	(35.0)	(2.5)
Gross Profit	8.4%	115.0	10.0%	140.0	(25.0)	(17.9)
Real Estate and Other		185.0		150.0	35.0	23.3
Gross Profit	31.1%	57.5	21.7%	32.5	25.0	76.9
Net Sales		1,550.0		1,550.0	—	—
Gross Profit	11.1%	172.5	11.1%	172.5	—	—
S, G & A Expenses		96.0		96.0	—	—
Operating Income	4.9%	76.5	4.9%	76.5	—	—
Net Financial Revenue		1.0		1.0	—	—
Others		(0.5)		(0.5)	—	—
Ordinary Income	5.0%	77.0	5.0%	77.0	—	—
Special Gains(Losses)		10.0		10.0	—	—
Income Before Taxes		87.0		87.0	—	—
Income Taxes		29.0		29.0	—	—
Net Income Attributable to Non-Controlling Interests		0.0		0.0	—	—
Net Income Attributable to Shareholders of the Corporation	3.7%	58.0	3.7%	58.0	—	—

Interest-bearing Debt	Less than 480.0	Less than 480.0	—	—
-----------------------	-----------------	-----------------	---	---

② Nonconsolidated

(Billions of Yen)

	Current Fiscal Year Forecast		Previous Forecast (announced on Jul 30, 2021)		Increase (Decrease)	
	〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		〔 From:Apr 1, 2021 To :Mar 31, 2022 〕		Rate(%)	
Construction Contracts		1,215.0		1,250.0	(35.0)	(2.8)
[Architectural Construction]		985.0		1,020.0	(35.0)	(3.4)
[Civil Engineering]		230.0		230.0	—	—
Gross Profit	7.6%	92.0	9.4%	117.0	(25.0)	(21.4)
[Architectural Construction]	6.1%	60.5	8.4%	85.5	(25.0)	(29.2)
[Civil Engineering]	13.7%	31.5	13.7%	31.5	—	—
Real Estate and Other		120.0		85.0	35.0	41.2
Gross Profit	39.6%	47.5	26.5%	22.5	25.0	111.1
Net Sales		1,335.0		1,335.0	—	—
Gross Profit	10.4%	139.5	10.4%	139.5	—	—
S, G & A Expenses		76.5		76.5	—	—
Operating Income	4.7%	63.0	4.7%	63.0	—	—
Net Financial Revenue		5.5		5.5	—	—
Others		(1.0)		(1.0)	—	—
Ordinary Income	5.1%	67.5	5.1%	67.5	—	—
Special Gains(Losses)		16.5		16.5	—	—
Income Before Taxes		84.0		84.0	—	—
Income Taxes		24.0		24.0	—	—
Net Income	4.5%	60.0	4.5%	60.0	—	—

Interest-bearing Debt	Less than 330.0	Less than 330.0	—	—
-----------------------	-----------------	-----------------	---	---

BREAKDOWN OF SALES AND GROSS PROFIT (NONCONSOLIDATED)

(1) Performance Results

(Billions of Yen)

	Current Second Quarter Result 〔 From:Apr 1, 2021 To :Sep 30, 2021 〕			Previous Second Quarter Result 〔 From:Apr 1, 2020 To :Sep 30, 2020 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	405.8	6.9%	27.9	416.5	11.2%	46.6	(10.6)	(2.6%)	(18.7)	(40.1%)	
Overseas	15.9	(27.7)	(4.4)	11.5	(35.8)	(4.1)	4.4	38.3	(0.2)	—	
Sub total	421.8	5.6	23.5	428.0	9.9	42.5	(6.2)	(1.5)	(19.0)	(44.7)	
Civil Engineering											
Domestic	97.5	10.7	10.4	117.0	21.8	25.5	(19.4)	(16.6)	(15.1)	(59.2)	
Overseas	10.4	7.9	0.8	9.0	(1.3)	(0.1)	1.4	15.6	0.9	—	
Sub total	107.9	10.4	11.2	126.0	20.2	25.4	(18.0)	(14.3)	(14.1)	(55.8)	
Domestic	503.3	7.6	38.3	533.5	13.5	72.1	(30.1)	(5.6)	(33.8)	(46.9)	
Overseas	26.4	(13.7)	(3.6)	20.5	(20.7)	(4.2)	5.8	28.3	0.6	—	
Total	529.8	6.6	34.7	554.1	12.3	67.9	(24.2)	(4.4)	(33.1)	(48.9)	
Real Estate and Other	30.1	21.3	6.4	30.3	23.6	7.1	(0.1)	(0.6)	(0.7)	(10.0)	
Grand Total	560.0	7.4	41.1	584.4	12.8	75.0	(24.4)	(4.2)	(33.9)	(45.2)	

(2) Performance Forecasts (Comparison with Previous Fiscal Year Result)

(Billions of Yen)

	Current Fiscal Year Forecast 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Previous Fiscal Year Result 〔 From:Apr 1, 2020 To :Mar 31, 2021 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	935.0	7.0%	65.5	886.7	9.9%	87.4	48.2	5.4%	(21.9)	(25.1%)	
Overseas	50.0	(10.0)	(5.0)	30.4	(24.0)	(7.2)	19.5	64.5	2.2	—	
Sub total	985.0	6.1	60.5	917.1	8.7	80.2	67.8	7.4	(19.7)	(24.6)	
Civil Engineering											
Domestic	205.0	14.4	29.5	241.1	26.6	64.1	(36.1)	(15.0)	(34.6)	(54.0)	
Overseas	25.0	8.0	2.0	18.8	(0.4)	(0.0)	6.1	32.5	2.0	—	
Sub total	230.0	13.7	31.5	259.9	24.6	64.0	(29.9)	(11.5)	(32.5)	(50.8)	
Domestic	1,140.0	8.3	95.0	1,127.8	13.4	151.6	12.1	1.1	(56.6)	(37.3)	
Overseas	75.0	(4.0)	(3.0)	49.2	(15.0)	(7.3)	25.7	52.2	4.3	—	
Total	1,215.0	7.6	92.0	1,177.1	12.3	144.2	37.8	3.2	(52.2)	(36.2)	
Real Estate and Other	120.0	39.6	47.5	72.8	24.9	18.1	47.1	64.7	29.3	161.9	
Grand Total	1,335.0	10.4	139.5	1,249.9	13.0	162.3	85.0	6.8	(22.8)	(14.1)	

(3) Performance Forecasts (Comparison with Previous Forecast)

(Billions of Yen)

	Current Fiscal Year Forecast 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Previous Forecast (announced on Jul 30, 2021) 〔 From:Apr 1, 2021 To :Mar 31, 2022 〕			Increase (Decrease)				
	Sales	Gross Profit		Sales	Gross Profit		Sales		Gross Profit		
		Profit Rate (%)			Profit Rate (%)		Rate (%)		Rate (%)		
Construction business											
Architectural Construction											
Domestic	935.0	7.0%	65.5	970.0	9.0%	87.5	(35.0)	(3.6%)	(22.0)	(25.1%)	
Overseas	50.0	(10.0)	(5.0)	50.0	(4.0)	(2.0)	—	—	(3.0)	—	
Sub total	985.0	6.1	60.5	1,020.0	8.4	85.5	(35.0)	(3.4)	(25.0)	(29.2)	
Civil Engineering											
Domestic	205.0	14.4	29.5	205.0	14.4	29.5	—	—	—	—	
Overseas	25.0	8.0	2.0	25.0	8.0	2.0	—	—	—	—	
Sub total	230.0	13.7	31.5	230.0	13.7	31.5	—	—	—	—	
Domestic	1,140.0	8.3	95.0	1,175.0	10.0	117.0	(35.0)	(3.0)	(22.0)	(18.8)	
Overseas	75.0	(4.0)	(3.0)	75.0	0.0	0.0	—	—	(3.0)	—	
Total	1,215.0	7.6	92.0	1,250.0	9.4	117.0	(35.0)	(2.8)	(25.0)	(21.4)	
Real Estate and Other	120.0	39.6	47.5	85.0	26.5	22.5	35.0	41.2	25.0	111.1	
Grand Total	1,335.0	10.4	139.5	1,335.0	10.4	139.5	—	—	—	—	

CONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Second Quarter [Sep 30, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	143,804	214,321	(70,516)
Notes and accounts receivable-trade	553,773	484,445	69,328
Marketable securities (*)	68,000	62,000	6,000
Real estate for sale	2,168	3,158	(989)
Costs on uncompleted construction contracts	37,244	69,538	(32,294)
Costs on uncompleted real estate development projects	18,130	17,143	986
PFI projects and other inventories	1,900	52,086	(50,185)
Other current assets	106,853	112,062	(5,209)
Less: Allowance for doubtful accounts	(1,131)	(1,157)	26
Total current assets	930,743	1,013,598	(82,854)
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	190,681	182,473	8,208
Machinery, vehicles, tools, furniture and fixtures	32,358	24,378	7,980
Land	258,478	250,111	8,367
Construction in progress	49,515	44,936	4,579
Total tangible fixed assets	531,034	501,899	29,135
Intangible fixed assets	19,353	19,140	212
Investments and other assets:			
Investment securities	355,551	355,679	(128)
Other investments	20,576	20,292	283
Less: Allowance for doubtful accounts	(1,921)	(1,936)	14
Total investments and other assets	374,205	374,035	169
Total non-current assets	924,593	895,076	29,517
Total assets	1,855,337	1,908,674	(53,337)

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

As of Sep 30, 2021: 68,000 million yen

As of Mar 31, 2021: 62,000 million yen

(Millions of Yen)

	Current Second Quarter [Sep 30, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes and accounts payable-trade	237,915	280,980	(43,064)
Short-term borrowings	108,645	143,705	(35,059)
Current portion of non-recourse borrowings	8,731	7,851	880
Commercial papers	30,000	—	30,000
Current portion of bonds payable	10,000	10,000	—
Current portion of non-recourse bonds payable	13,962	1,265	12,697
Advances received on uncompleted construction contracts	105,998	99,340	6,658
Warranty reserve	3,259	3,305	(45)
Reserve for expected losses on construction contracts in process	16,172	14,441	1,730
Other current liabilities	146,054	154,018	(7,963)
Total current liabilities	680,742	714,908	(34,166)
Non-Current Liabilities:			
Bonds payable	100,000	100,000	—
Non-recourse bonds payable	8,640	21,969	(13,329)
Long-term borrowings	63,697	71,323	(7,626)
Non-recourse borrowings	77,938	66,573	11,365
Net defined benefit liability	55,470	53,029	2,441
Other non-current liabilities	64,500	59,423	5,077
Total non-current liabilities	370,247	372,319	(2,072)
Total liabilities	1,050,989	1,087,227	(36,238)
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,116	43,116	0
Retained earnings	563,611	563,628	(16)
[Contingent Reserve]	[405,100]	[355,600]	[49,500]
Less: Treasury stock, at cost	(41,617)	(21,615)	(20,001)
Total shareholders' equity	639,476	659,494	(20,018)
Accumulated Other Comprehensive Income:			
Net unrealized gain (loss) on other securities, net of taxes	135,648	133,863	1,784
Deferred gain (loss) on hedging, net of taxes	242	236	5
Revaluation reserve for land, net of taxes	25,831	25,831	—
Foreign currency translation adjustments	(1,868)	(3,556)	1,688
Remeasurements of defined benefit plans	(1,006)	(581)	(425)
Total accumulated other comprehensive income	158,847	155,794	3,053
Non-controlling Interests	6,023	6,157	(134)
Total net assets	804,347	821,446	(17,099)
Total liabilities and net assets	1,855,337	1,908,674	(53,337)

(Reference)

Interest-bearing debt	421,616	422,688	(1,072)
[Nonrecourse borrowings and bonds]	[109,272]	[97,659]	[11,612]

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Second Quarter 〔 From:Apr 1, 2021 〕 〔 To :Sep 30, 2021 〕		Previous Second Quarter 〔 From:Apr 1, 2020 〕 〔 To :Sep 30, 2020 〕		Increase (Decrease)
Net Sales:					
Construction contracts		588,514		610,904	(22,390)
Real estate development and other		57,087		72,371	(15,284)
Total net sales		645,601		683,276	(37,674)
Cost of Sales:					
Construction contracts		545,352		535,853	9,498
Real estate development and other		45,892		60,340	(14,447)
Total cost of sales		591,245		596,194	(4,948)
Gross profit:					
Construction contracts	[7.3%]	43,161	[12.3%]	75,050	(31,889)
Real estate development and other	[19.6%]	11,194	[16.6%]	12,031	(836)
Total gross profit	8.4%	54,356	12.7%	87,082	(32,725)
Selling, General and Administrative Expenses		43,883		41,047	2,835
Operating income	1.6%	10,473	6.7%	46,034	(35,561)
Non-Operating Income:					
Interest income		354		583	(228)
Dividend income		3,280		2,809	471
Foreign exchange gain		—		868	(868)
Other non-operating income		983		1,222	(239)
Total non-operating income		4,619		5,483	(864)
Non-Operating Expenses:					
Interest expenses		1,314		1,420	(105)
Foreign exchange loss		119		—	119
Other non-operating expenses		851		1,100	(249)
Total non-operating expenses		2,285		2,521	(236)
Ordinary income	2.0%	12,807	7.2%	48,997	(36,190)
Special Gains:					
Gain on sales of fixed assets		5		186	(180)
Gain on sales of investment securities		6,451		11,792	(5,341)
Total special gains		6,456		11,978	(5,522)
Special Losses:					
Loss on sales of fixed assets		2		7	(4)
Loss on sales of investment securities		17		4	13
Loss on devaluation of investment securities		18		787	(769)
Loss related to infectious diseases		—		4,027	(4,027)
Total special losses		39		4,826	(4,787)
Income before income taxes		19,224		56,149	(36,924)
Income taxes		8,729		17,739	(9,010)
Net income		10,495		38,409	(27,914)
Net income (loss) attributable to non-controlling interests		(156)		77	(234)
Net income attributable to shareholders of the Corporation	1.6%	10,651	5.6%	38,331	(27,679)

(Reference)

Interest and dividend income	3,635	3,392	242
Interest expenses	1,314	1,420	(105)
Net financial revenue	2,320	1,972	348

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	Current Second Quarter 〔 From:Apr 1, 2021 To :Sep 30, 2021 〕	Previous Second Quarter 〔 From:Apr 1, 2020 To :Sep 30, 2020 〕	Increase (Decrease)
Net income	10,495	38,409	(27,914)
Other comprehensive income:			
Net unrealized gain (loss) on other securities, net of taxes	1,779	(377)	2,157
Deferred gain (loss) on hedging, net of taxes	5	227	(221)
Foreign currency translation adjustment	1,683	(1,245)	2,928
Remeasurements of defined benefit plans	(422)	533	(955)
Share of other comprehensive income of associates accounted for using equity method	7	99	(91)
Total other comprehensive income	3,053	(762)	3,816
Comprehensive income	13,548	37,646	(24,098)
Comprehensive income attributable to:			
Shareholders of the Corporation	13,705	37,679	(23,974)
Non-controlling interests	(156)	(32)	(123)

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of Yen)

	Current Second Quarter 〔 From:Apr 1, 2021 To :Sep 30, 2021 〕	Previous Second Quarter 〔 From:Apr 1, 2020 To :Sep 30, 2020 〕	Increase (Decrease)
Cash Flows from Operating Activities:			
Income before income taxes	19,224	56,149	(36,924)
Adjustments for:			
Depreciation and amortization	9,601	7,790	1,811
Increase (decrease) in allowance for doubtful accounts	(43)	(103)	60
Increase (decrease) in reserve for expected losses on construction contracts in process	1,711	(483)	2,194
Increase (decrease) in net defined benefit liability	1,818	627	1,191
Loss (gain) on sales of fixed assets	(2)	(178)	176
Loss (gain) on valuation of investment securities	18	787	(769)
Loss (gain) on sales of investment securities	(6,433)	(11,788)	5,354
Interest and dividend income	(3,635)	(3,392)	(242)
Interest expenses	1,314	1,420	(105)
(Increase) decrease in notes and accounts receivable-trade	23,182	134,767	(111,585)
(Increase) decrease in real estate for sale	1,376	440	935
(Increase) decrease in costs on uncompleted construction contracts	(5,475)	1,455	(6,930)
(Increase) decrease in uncompleted real estate development projects	(986)	8,512	(9,499)
(Increase) decrease in PFI projects and other inventories	511	(1,304)	1,815
Increase (decrease) in notes and accounts payable-trade	(42,522)	(57,437)	14,914
Increase (decrease) in advances received on uncompleted construction contracts	9,620	(16,215)	25,836
Other, net	407	(37,347)	37,755
Subtotal	9,687	83,699	(74,011)
Interest and dividends received	4,269	3,813	456
Interest paid	(1,403)	(1,290)	(113)
Income taxes paid	(10,462)	(24,952)	14,490
Net cash provided by (used in) operating activities	2,091	61,269	(59,178)

(Millions of Yen)

	Current Second Quarter 〔 From:Apr 1, 2021 To :Sep 30, 2021 〕	Previous Second Quarter 〔 From:Apr 1, 2020 To :Sep 30, 2020 〕	Increase (Decrease)
Cash Flows from Investing Activities:			
Acquisition of tangible fixed assets	(40,132)	(46,090)	5,958
Proceeds from sales of tangible fixed assets	80	217	(136)
Acquisition of marketable securities and investment securities	(132)	(735)	602
Proceeds from sales of marketable securities and investment securities	8,816	14,573	(5,757)
Other, net	(202)	(1,836)	1,633
Net cash provided by (used in) investing activities	(31,570)	(33,870)	2,300
Cash Flows from Financing Activities:			
Net increase (decrease) in short-term borrowings	(34,079)	32,677	(66,756)
Net increase (decrease) in commercial papers	30,000	(80,000)	110,000
Repayments of long-term borrowings	(9,178)	(9,359)	181
Proceeds from non-recourse borrowings	15,819	30,000	(14,180)
Repayments of non-recourse borrowings	(4,151)	(3,515)	(635)
Proceeds from issuance of bonds	—	50,000	(50,000)
Redemption of non-recourse bonds	(632)	(2,132)	1,499
Purchase of treasury shares	(20,001)	(1)	(20,000)
Dividends	(13,755)	(15,283)	1,528
Other, net	(227)	(232)	5
Net cash provided by (used in) financing activities	(36,206)	2,152	(38,358)
Effect of exchange rate changes on Cash and Cash Equivalents	1,168	(749)	1,917
Net increase (decrease) in Cash and Cash Equivalents	(64,516)	28,801	(93,318)
Cash and Cash Equivalents at beginning of year	276,321	352,722	(76,400)
Cash and Cash Equivalents at end of period	211,804	381,524	(169,719)

NONCONSOLIDATED BALANCE SHEETS

(Millions of Yen)

	Current Second Quarter [Sep 30, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(ASSETS)			
Current Assets:			
Cash	86,856	155,279	(68,422)
Notes receivable and accounts receivable from completed construction contracts	466,372	462,173	4,199
Marketable securities (*)	68,000	62,000	6,000
Real estate for sale	0	0	(0)
Costs on uncompleted construction contracts	33,320	64,419	(31,099)
Costs on uncompleted real estate development projects	6,464	5,360	1,104
Other current assets	99,966	104,526	(4,559)
Less: Allowance for doubtful accounts	(1,062)	(1,092)	30
Total current assets	759,919	852,666	(92,747)
Non-Current Assets:			
Tangible fixed assets:			
Buildings and structures	158,425	150,841	7,584
Machinery, vehicles, tools, furniture and fixtures	12,985	12,417	567
Land	202,488	193,527	8,961
Construction in progress	44,707	33,762	10,945
Total tangible fixed assets	418,606	390,547	28,058
Intangible fixed assets	14,164	13,681	482
Investments and other assets:			
Investment securities	364,612	364,571	40
Other investments	13,028	13,516	(487)
Less: Allowance for doubtful accounts	(1,985)	(2,011)	26
Total investments and other assets	375,654	376,076	(421)
Total non-current assets	808,425	780,305	28,120
Total assets	1,568,344	1,632,972	(64,627)

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

As of Sep 30, 2021: 68,000 million yen

As of Mar 31, 2021: 62,000 million yen

(Millions of Yen)

	Current Second Quarter [Sep 30, 2021]	Previous Fiscal Year [Mar 31, 2021]	Increase (Decrease)
(LIABILITIES)			
Current Liabilities:			
Notes payable and accounts payable for construction contracts	203,361	239,814	(36,453)
Short-term borrowings	90,205	125,070	(34,864)
Current portion of non-recourse borrowings	1,300	1,300	—
Commercial papers	30,000	—	30,000
Current portion of bonds payable	10,000	10,000	—
Advances received on uncompleted construction contracts	91,758	90,085	1,672
Warranty reserve	3,112	3,178	(65)
Reserve for expected losses on construction contracts in process	15,745	13,932	1,812
Other current liabilities	160,498	169,244	(8,746)
Total current liabilities	605,982	652,626	(46,644)
Non-Current Liabilities:			
Bonds payable	100,000	100,000	—
Long-term borrowings	47,935	54,966	(7,030)
Non-recourse borrowings	27,400	28,050	(650)
Reserve for employees' retirement benefits	47,157	45,472	1,685
Other non-current liabilities	56,927	54,815	2,112
Total non-current liabilities	279,420	283,303	(3,883)
Total liabilities	885,402	935,929	(50,527)
(NET ASSETS)			
Shareholders' Equity:			
Common stock, no par value	74,365	74,365	—
Additional paid-in capital	43,145	43,144	0
Retained earnings	446,267	442,265	4,001
[Contingent Reserve]	[405,100]	[355,600]	[49,500]
Less: Treasury stock, at cost	(41,195)	(21,193)	(20,001)
Total shareholders' equity	522,582	538,582	(15,999)
Valuation and Translation Adjustments:			
Net unrealized gain (loss) on other securities, net of taxes	134,284	132,391	1,893
Deferred gain (loss) on hedging, net of taxes	242	236	5
Revaluation reserve for land, net of taxes	25,831	25,831	—
Total valuation and translation adjustments	160,359	158,459	1,899
Total net assets	682,941	697,042	(14,100)
Total liabilities and net assets	1,568,344	1,632,972	(64,627)

(Reference)

Interest-bearing debt	306,841	319,386	(12,545)
[Non-recourse borrowings]	[28,700]	[29,350]	[(650)]

NONCONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	Current Second Quarter 〔From:Apr 1, 2021〕 〔To :Sep 30, 2021〕		Previous Second Quarter 〔From:Apr 1, 2020〕 〔To :Sep 30, 2020〕		Increase (Decrease)
Net Sales:					
Construction contracts		529,823		554,119	(24,295)
Real estate development and other		30,179		30,364	(184)
Total net sales		560,003		584,483	(24,479)
Cost of Sales:					
Construction contracts		495,091		486,194	8,896
Real estate development and other		23,746		23,211	534
Total cost of sales		518,837		509,406	9,430
Gross profit:					
Construction contracts	[6.6%]	34,732	[12.3%]	67,924	(33,191)
Real estate development and other	[21.3%]	6,433	[23.6%]	7,152	(718)
Total gross profit	7.4%	41,166	12.8%	75,076	(33,909)
Selling, General and Administrative Expenses		35,001		32,826	2,175
Operating income	1.1%	6,164	7.2%	42,249	(36,084)
Non-Operating Income:					
Interest income		173		259	(85)
Dividend income		6,530		6,121	408
Foreign exchange gain		—		777	(777)
Other non-operating income		580		490	90
Total non-operating income		7,284		7,649	(364)
Non-Operating Expenses:					
Interest expenses		768		888	(120)
Foreign exchange loss		103		—	103
Other non-operating expenses		769		964	(195)
Total non-operating expenses		1,641		1,853	(211)
Ordinary income	2.1%	11,807	8.2%	48,045	(36,237)
Special Gains:					
Gain on sales of fixed assets		3		—	3
Gain on sales of investment securities		6,426		11,779	(5,353)
Gain on extinguishment of tie-in shares		6,662		—	6,662
Total special gains		13,091		11,779	1,312
Special Losses:					
Loss on sales of fixed assets		2		1	1
Loss on sales of investment securities		17		4	13
Loss on devaluation of investment securities		18		787	(769)
Loss related to infectious diseases		—		3,962	(3,962)
Total special losses		39		4,756	(4,716)
Income before income taxes		24,860		55,068	(30,208)
Provision for income taxes		7,103		16,217	(9,114)
Net income	3.2%	17,757	6.6%	38,851	(21,094)

(Reference)

Interest and dividend income	6,703	6,380	322
Interest expenses	768	888	(120)
Net financial revenue	5,935	5,492	443

BREAKDOWN OF ORDERS (NONCONSOLIDATED)

(Millions of Yen)

	Current Second Quarter Result 〔From:Apr 1, 2021〕 〔To :Sep 30, 2021〕		Previous Second Quarter Result 〔From:Apr 1, 2020〕 〔To :Sep 30, 2020〕		Increase (Decrease)		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Progress (%)
		Proportion (%)		Proportion (%)		Rate (%)		
Construction business (orders)								
Architectural Construction								
Domestic	449,649	79.0	298,498	67.4	151,150	50.6	1,030,000	43.7
Overseas	3,465	0.6	8,790	2.0	(5,325)	(60.6)	15,000	23.1
Sub total	453,114	79.6	307,289	69.4	145,825	47.5	1,045,000	43.4
Civil Engineering								
Domestic	107,186	18.8	132,007	29.8	(24,821)	(18.8)	220,000	48.7
Overseas	9,009	1.6	3,448	0.8	5,561	161.3	35,000	25.7
Sub total	116,195	20.4	135,455	30.6	(19,259)	(14.2)	255,000	45.6
Domestic	556,835	97.8	430,505	97.2	126,329	29.3	1,250,000	44.5
Overseas	12,475	2.2	12,239	2.8	235	1.9	50,000	25.0
Total	569,310	100	442,745	100	126,565	28.6	1,300,000	43.8
Real Estate and Other	25,809		26,036		(226)	(0.9)	125,000	20.6
Grand Total	595,120		468,781		126,338	27.0	1,425,000	41.8

(Reference: Overseas Construction Orders)

(Millions of Yen)

	Current Second Quarter Result 〔From:Apr 1, 2021〕 〔To :Sep 30, 2021〕		Previous Second Quarter Result 〔From:Apr 1, 2020〕 〔To :Sep 30, 2020〕		Increase (Decrease)		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Progress (%)
						Rate (%)		
Shimizu Corporation	12,475		12,239		235	1.9	50,000	25.0
Subsidiaries	20,030		10,772		9,257	85.9	50,000	40.1
Total	32,505		23,011		9,493	41.3	100,000	32.5

(*) The current fiscal year forecast of real estate and other has been revised from the announcement made on Jul 30, 2021. For details, please refer to "ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED)" on page 18.

ORDERS, SALES AND BACKLOG (NONCONSOLIDATED)
for the six months ended September 30, 2020 and 2021

(1) Construction orders awarded and contracts

(Millions of Yen)

		Current Second Quarter 〔From:Apr 1, 2021〕 〔To :Sep 30, 2021〕	Previous Second Quarter 〔From:Apr 1, 2020〕 〔To :Sep 30, 2020〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	449,649	298,498	151,150	50.6
	Overseas	3,465	8,790	(5,325)	(60.6)
	Sub total	453,114	307,289	145,825	47.5
Civil Engineering	Domestic	107,186	132,007	(24,821)	(18.8)
	Overseas	9,009	3,448	5,561	161.3
	Sub total	116,195	135,455	(19,259)	(14.2)
Construction business (orders)		569,310	442,745	126,565	28.6
Real estate development and other (contracts)		25,809	26,036	(226)	(0.9)
Total		595,120	468,781	126,338	27.0

(2) Net sales

(Millions of Yen)

		Current Second Quarter 〔From:Apr 1, 2021〕 〔To :Sep 30, 2021〕	Previous Second Quarter 〔From:Apr 1, 2020〕 〔To :Sep 30, 2020〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	405,858	416,519	(10,660)	(2.6)
	Overseas	15,998	11,567	4,430	38.3
	Sub total	421,857	428,087	(6,229)	(1.5)
Civil Engineering	Domestic	97,537	117,009	(19,471)	(16.6)
	Overseas	10,428	9,022	1,406	15.6
	Sub total	107,966	126,031	(18,065)	(14.3)
Construction business		529,823	554,119	(24,295)	(4.4)
Real estate development and other		30,179	30,364	(184)	(0.6)
Total		560,003	584,483	(24,479)	(4.2)

(3) Backlog

(Millions of Yen)

		Current Second Quarter 〔 Sep 30, 2021 〕	Previous Second Quarter 〔 Sep 30, 2020 〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,261,473	1,191,880	69,593	5.8
	Overseas	80,101	103,188	(23,086)	(22.4)
	Sub total	1,341,575	1,295,068	46,506	3.6
Civil Engineering	Domestic	431,953	368,664	63,289	17.2
	Overseas	108,968	123,513	(14,545)	(11.8)
	Sub total	540,921	492,177	48,743	9.9
Construction business		1,882,496	1,787,246	95,249	5.3
Real estate development and other		89,315	92,324	(3,009)	(3.3)
Total		1,971,811	1,879,570	92,240	4.9

ORDERS AND CONTRACTS FORECAST (NONCONSOLIDATED)
for the fiscal year ending March 2022

(1) Comparison with Previous Fiscal Year Result

(Billions of Yen)

		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Fiscal Year Result 〔From:Apr 1, 2020〕 〔To :Mar 31, 2021〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,030.0	800.5	229.4	28.7
	Overseas	15.0	17.1	(2.1)	(12.5)
	Sub total	1,045.0	817.7	227.2	27.8
Civil Engineering	Domestic	220.0	312.8	(92.8)	(29.7)
	Overseas	35.0	0.1	34.8	—
	Sub total	255.0	312.9	(57.9)	(18.5)
Construction business (orders)		1,300.0	1,130.7	169.2	15.0
Real estate development and other (contracts)		125.0	70.2	54.7	77.9
Total		1,425.0	1,200.9	224.0	18.7

(Reference: Overseas Construction Orders)

(Billions of Yen)

		Current Fiscal Year Forecast	Previous Fiscal Year Result	Increase (Decrease)	
					Rate(%)
Shimizu Corporation		50.0	17.3	32.6	188.9
Subsidiaries		50.0	31.9	18.0	56.3
Total		100.0	49.2	50.7	102.8

(2) Comparison with Previous Forecast announced on Jul 30, 2021

(Billions of Yen)

		Current Fiscal Year Forecast 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Previous Forecast (announced on Jul 30, 2021) 〔From:Apr 1, 2021〕 〔To :Mar 31, 2022〕	Increase (Decrease)	
					Rate(%)
Architectural Construction	Domestic	1,030.0	1,030.0	—	—
	Overseas	15.0	15.0	—	—
	Sub total	1,045.0	1,045.0	—	—
Civil Engineering	Domestic	220.0	220.0	—	—
	Overseas	35.0	35.0	—	—
	Sub total	255.0	255.0	—	—
Construction business (orders)		1,300.0	1,300.0	—	—
Real estate development and other (contracts)		125.0	90.0	35.0	38.9
Total		1,425.0	1,390.0	35.0	2.5

(Reference: Overseas Construction Orders)

(Billions of Yen)

		Current Fiscal Year Forecast	Previous Forecast (announced on Jul 30, 2021)	Increase (Decrease)	
					Rate(%)
Shimizu Corporation		50.0	50.0	—	—
Subsidiaries		50.0	50.0	—	—
Total		100.0	100.0	—	—