

Translation

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**Summary of Consolidated Financial Results
for the Three Months Ended June 30, 2015
(Based on Japanese GAAP)**

August 6, 2015

Company name: TOYO CONSTRUCTION CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 1890 URL <http://www.toyo-const.co.jp/>
 Representative: Representative Director, President Kyoji Takezawa
 General Manager, Administration Dept. Masatoshi Maruyama TEL 03-6361-5450
 Business Administration Div.
 Scheduled date to file Quarterly Securities Report: August 6, 2015
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2015	30,881	1.3	2,113	59.1	1,949	79.8	1,090	63.4
Three months ended June 30, 2014	30,477	(14.1)	1,328	266.6	1,084	415.2	667	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2015	11.57		–	
Three months ended June 30, 2014	8.34		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2015	114,751	35,677	30.3	369.04
As of March 31, 2015	123,247	35,351	28.0	365.39

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2015	–	–	–	9.00	9.00
Year ending March 31, 2016	–	–	–	–	–
Year ending March 31, 2016 (Forecast)	–	–	–	9.00	9.00

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2015	77,000	16.2	2,600	(18.8)	2,200	(26.4)	1,300	(22.0)	13.78
Full year	164,000	10.5	6,100	3.0	5,400	17.2	3,500	4.6	37.10

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2015
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2015	94,371,183 shares	As of March 31, 2015	94,371,183 shares
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Number of treasury shares at the end of the period

As of June 30, 2015	41,305 shares	As of March 31, 2015	41,195 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2015	94,329,911 shares	Three months ended June 30, 2014	80,030,173 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	17,646	25,018
Notes receivable, accounts receivable from completed construction contracts and other	54,163	34,363
Costs on uncompleted construction contracts	5,862	8,700
Real estate for sale	211	211
Other	7,822	8,376
Allowance for doubtful accounts	(92)	(87)
Total current assets	85,614	76,582
Non-current assets		
Property, plant and equipment		
Buildings and structures	13,604	13,611
Machinery, vehicles, tools, furniture and fixtures	20,760	20,411
Land	22,991	22,991
Construction in progress	648	844
Accumulated depreciation	(26,533)	(26,423)
Total property, plant and equipment	31,471	31,433
Intangible assets	155	155
Investments and other assets		
Investment securities	2,939	3,065
Other	4,425	4,954
Allowance for doubtful accounts	(1,359)	(1,441)
Total investments and other assets	6,005	6,578
Total non-current assets	37,632	38,168
Total assets	123,247	114,751

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	40,825	33,808
Short-term loans payable	15,061	9,231
Advances received on uncompleted construction contracts	6,515	10,628
Provision for bonuses	832	1,332
Other provision	806	548
Other	9,933	9,618
Total current liabilities	73,975	65,167
Non-current liabilities		
Long-term loans payable	5,632	5,306
Other provision	33	26
Net defined benefit liability	5,419	5,444
Other	2,836	3,128
Total non-current liabilities	13,921	13,906
Total liabilities	87,896	79,073
Net assets		
Shareholders' equity		
Capital stock	14,049	14,049
Capital surplus	5,856	5,856
Retained earnings	12,421	12,663
Treasury shares	(14)	(14)
Total shareholders' equity	32,313	32,555
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	579	639
Deferred gains or losses on hedges	(2)	12
Revaluation reserve for land	2,753	2,753
Foreign currency translation adjustment	32	2
Remeasurements of defined benefit plans	(1,209)	(1,152)
Total accumulated other comprehensive income	2,153	2,256
Non-controlling interests	884	866
Total net assets	35,351	35,677
Total liabilities and net assets	123,247	114,751

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Net sales		
Net sales of completed construction contracts	30,324	30,727
Net sales of side line business	152	154
Total net sales	30,477	30,881
Cost of sales		
Cost of sales of completed construction contracts	27,436	26,877
Cost of sales on side line business	34	30
Total cost of sales	27,470	26,908
Gross profit		
Gross profit on completed construction contracts	2,888	3,849
Gross profit on side line business	118	123
Total gross profit	3,006	3,972
Selling, general and administrative expenses	1,678	1,859
Operating income	1,328	2,113
Non-operating income		
Interest income	6	7
Dividend income	11	13
Other	7	14
Total non-operating income	24	35
Non-operating expenses		
Interest expenses	115	111
Foreign exchange losses	58	-
Other	95	87
Total non-operating expenses	269	199
Ordinary income	1,084	1,949
Extraordinary income		
Gain on abolishment of retirement benefit plan	268	-
Gain on sales of non-current assets	12	9
Total extraordinary income	281	9
Extraordinary losses		
Loss on retirement of non-current assets	-	2
Loss on valuation of investment securities	-	1
Total extraordinary losses	-	3
Income before income taxes and minority interests	1,365	1,954
Income taxes - current	218	763
Income taxes - deferred	396	73
Total income taxes	615	836
Profit	749	1,118
Profit attributable to non-controlling interests	81	27
Profit attributable to owners of parent	667	1,090

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	749	1,118
Other comprehensive income		
Valuation difference on available-for-sale securities	60	64
Deferred gains or losses on hedges	(0)	14
Foreign currency translation adjustment	(27)	(73)
Remeasurements of defined benefit plans, net of tax	559	56
Total other comprehensive income	592	62
Comprehensive income	1,342	1,180
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,275	1,193
Comprehensive income attributable to non-controlling interests	66	(12)