The Nippon Road Co., Ltd. and its Consolidated Subsidiaries

Consolidated Statements of Income

For the years ended March 31, 2020 and 2019

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2020	2019	**2020**
Net Sales:			
Construction contracts	**¥120,250**	¥118,307	**$1,104,935**
Products	**20,956**	20,720	**192,554**
Real estate, leasing sales and other	**7,494**	7,268	**68,859**
	148,700	146,295	**1,366,348**
Cost of Sales:			
Construction contracts (Note 5 (5))	**108,963**	107,214	**1,001,221**
Products	**17,699**	17,158	**162,628**
Real estate, leasing sales and other	**6,171**	5,939	**56,702**
	132,833	130,311	**1,220,551**
Gross profit	**15,867**	15,984	**145,797**
Selling, general and administrative expenses (Notes 6 (1), (2), 14)	**8,351**	8,219	**76,737**
Operating income	**7,516**	7,765	**69,060**
Non-operating Income (Expenses):			
Interest and dividend income	**310**	228	**2,848**
Interest expense	**(12)**	(16)	**(107)**
Foreign currency transaction gain (loss)	**(92)**	52	**(847)**
Other, net	**132**	132	**1,212**
	338	396	**3,106**
Ordinary income	**7,854**	8,161	**72,166**
Extraordinary Income (Loss):			
Net (loss) gain on sale of tangible fixed assets (Note 6 (3))	**84**	52	**775**
Gain on sales of investment securities	**8**	-	**77**
Gain on sales of shares of subsidiaries	**-**	6	**-**
Loss on disposal of tangible fixed assets (Note 6 (4))	**(131)**	(103)	**(1,204)**
Impairment loss on tangible fixed assets (Note 6 (5))	**(95)**	(69)	**(876)**
Provision of allowance for loss related to Anti-Monopoly Act	**1,662**	(871)	**15,270**
Compensation for transfer	**-**	4	**-**
Other, net	**(5)**	(6)	**(45)**
	1,523	(987)	**13,997**
Profit before income taxes	**9,377**	7,174	**86,163**
Provision for Income Taxes (Note 15):			
Current	**2,737**	2,625	**25,154**
Deferred	**(147)**	(7)	**(1,353)**
	2,590	2,618	**23,801**
Profit	**6,787**	4,556	**62,362**
Profit Attributable to :			
Non-controlling interests	**(6)**	(5)	**(55)**
Owners of parent (Note 18)	**¥6,793**	¥4,551	**$62,417**

See accompanying notes to consolidated financial statements.