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

Consolidated Statements of Income

For the years ended March 31, 2021 and 2020

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2021	2020	**2021**
Net Sales:			
Construction contracts	**¥128,998**	¥120,250	**$1,165,082**
Products	**21,209**	20,956	**191,558**
Real estate, leasing sales and other	**7,590**	7,494	**68,547**
	157,797	148,700	**1,425,187**
Cost of Sales:			
Construction contracts (Note 5 (5))	**115,042**	108,963	**1,039,034**
Products	**16,969**	17,699	**153,258**
Real estate, leasing sales and other	**6,487**	6,171	**58,594**
	138,498	132,833	**1,250,886**
Gross profit	**19,299**	15,867	**174,301**
Selling, general and administrative expenses (Notes 6 (1), (2), 14)	**8,522**	8,351	**76,966**
Operating income	**10,777**	7,516	**97,335**
Non-operating Income (Expenses):			
Interest and dividend income	**263**	310	**2,378**
Interest expense	**(10)**	(12)	**(93)**
Compensation income due to suspension of operations	**47**	-	**427**
Compensation expenses due to suspension of operations	**(44)**	-	**(400)**
Foreign currency transaction gain (loss)	**117**	(92)	**1,055**
Other, net	**143**	132	**1,295**
	516	338	**4,662**
Ordinary income	**11,293**	7,854	**101,997**
Extraordinary Income (Loss):			
Net (loss) gain on sale of tangible fixed assets (Note 6 (3))	**225**	84	**2,034**
Gain on sales of investment securities	**86**	8	**780**
Loss on disposal of tangible fixed assets (Note 6 (4))	**(224)**	(131)	**(2,024)**
Impairment loss on tangible fixed assets (Note 6 (5))	**(243)**	**-**	**(2,197)**
Loss on valuation of investment securities	**0**	(95)	**(5)**
Provision of allowance for loss related to Anti-Monopoly Act	**-**	1,662	**-**
Other, net	**(10)**	(5)	**(89)**
	(166)	1,523	**1,501**
Profit before income taxes	**11,127**	9,377	**100,496**
Provision for Income Taxes (Note 15):			
Current	**3,673**	2,737	**33,177**
Deferred	**(156)**	(147)	**(1,405)**
	3,517	2,590	**31,772**
Profit	**7,610**	6,787	**68,724**
Profit Attributable to :			
Non-controlling interests	**11**	(6)	**96**
Owners of parent (Note 18)	**¥7,599**	¥6,793	**$68,628**

See accompanying notes to consolidated financial statements.