

**Consolidated Financial Results**  
**For the Fiscal Year Ended March 31, 2013**  
**(Based on Japanese GAAP)**  
**(Translation of Japanese Flash Report, Released on May 10, 2013)**

Company name: Sun Frontier Fudousan Co., Ltd.  
 Stock listing: Tokyo Stock Exchange 1st Section  
 Code number: 8934  
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\*Amounts under one million yen have been rounded down.

**1. Consolidated Performance in the Fiscal Year Ended March 31, 2013**

(1) Operating results

\*Percentage figures shown under net sales, operating income, ordinary income, and net income columns indicate year-on-year changes for those items.

(Millions of yen, except for per share figures)

	Net Sales	Operating Income	Ordinary Income
FY ended March 31, 2013	¥10,580 (52.8%)	¥2,156 (150.5%)	¥2,039 (155.1%)
FY ended March 31, 2012	¥6,923 (61.4%)	¥861 (30.0%)	¥799 (47.6%)

Note)Comprehensive Income:FY Ended March,2013:¥2,484 million(167.7%) FY Ended March,2012:¥927 million(155.4%)

	Net Income	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
FY ended March 31, 2013	¥2,483 (167.7%)	¥6,650.35	¥6,650.21
FY ended March 31, 2012	¥928 (155.4%)	¥2,498.02	¥2,497.91

Reference)Income on investments based on equity method: FY Ended March, 2013: ¥404 million  
 FY Ended March,2012: ¥- million

(2) Financial Position (at end of the term)

(Millions of yen, except for per share figures)

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
FY ended March 31, 2013	¥21,265	¥14,561	68.5%	¥34,057.38
FY ended March 31, 2012	¥11,247	¥6,463	57.5%	¥17,399.10

Reference) Equity at term-end: FY ended March 31, 2013: ¥14,561 million FY ended March 31,2012 : ¥6,463 million

(3) Cash Flows

(Millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at Year-End
FY Ended March, 2013	¥(2,161)	¥1,543	¥(2,694)	¥3,619
FY Ended March, 2012	¥743	¥3,829	¥(203)	¥1,740

## 2. Cash Dividends

	Cash Dividends per Share (Yen)					Total Dividends (Millions of yen)	Payout ratio (Consolidated)	Net asset dividend rate (Consolidated)
	1st quarter period	2nd quarter period	3rd quarter period	Year end	Annual total			
FY Ended March, 2012	-	¥0.00	-	¥350.00	¥350.00	¥130	14.0%	2.0%
FY Ended March, 2013	-	¥0.00	-	¥850.00	¥850.00	¥363	12.8%	3.3%
FY Ended March, 2014 (Projections)	-	¥0.00	-	¥850.00	¥850.00		14.0%	

## 3. Projections for Consolidated Performance in the Fiscal Year Ending March 31, 2014

(From April 1, 2013 to March 31, 2014) \*Percentage figures are indicated year-on year changes for those items.

(Millions of yen, except for per share figures)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share
1st Half of FY Ended March, 2013	-	-	-	-	-
FY Ended March, 2013	¥16,000 (51.2%)	¥2,950 (36.8%)	¥2,800 (37.3%)	¥2,600 (4.7%)	¥6,081.08

## 4. Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None

Newly companies: —

Excluded companies: —

(2) Changes in accounting principles, procedures and presentation methods

1) Changes caused by revision of accounting standards: Yes

2) Changes other than those included in 1): None

3) Changes in accounting estimates: Yes

4) Restatement of corrections: None

(3) Number of shares issued and outstanding (common shares)

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

FY ended March 31, 2013: 427,555 shares

FY ended March 31, 2012: 371,495 shares

2) Number of treasury stock at the end of period:

FY ended March 31, 2013: — shares

FY ended March 31, 2012: — shares

3) Weighted average number of shares for the period:

FY ended March 31, 2013: 373,495 shares

FY ended March 31, 2012: 371,495 shares

## Reference: Overview of Non-consolidated Performance

1. Non-consolidated Performance in FY ended March 31, 2013 (from April 1, 2012 to March 31, 2013)

(1) Operating Results

\*Percentage figures shown in the net sales, operating income, ordinary income, and net income columns indicate year-on year changes for those items.

(Millions of yen, except for per share figures)

	Net Sales	Operating Income	Ordinary Income	Net Income
FY Ended March, 2013	¥9,621 (42.2%)	¥2,028 (145.4%)	¥1,910 (149.9%)	¥2,434 (170.6%)
FY Ended March, 2012	¥6,766 (64.4%)	¥826 (35.2%)	¥764 (55.9%)	¥899 (167.4%)

	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
FY Ended March, 2013	¥6,518.20	¥6,518.06
FY Ended March, 2012	¥2,421.59	¥2,421.48

## (2) Financial Position

(Millions of yen, except for per share figures)

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
FY Ended March, 2013	¥20,812	¥14,465	69.5%	¥33,833.51
FY Ended March, 2012	¥10,862	¥6,415	59.1%	¥17,269.88

Reference: Equity at term-end: FY Ended March, 2013: ¥14,465 million

FY Ended March, 2012: ¥6,415 million

### ※Indication of audit procedure implementation status

This financial results report is exempt from audit procedure based upon the Financial Instruments and Exchange Act. It is under the audit procedure process at the time of disclosure of this report.

### ※Appropriate use of projections for performance, other notes

The projections for performance in this report contain forward-looking statements based on information available to the Company at the date of publication, and on certain set assumptions that have been deemed reasonable. Actual earnings may vary greatly in accordance with a wide range of factors. Refer to section 1. Analysis results of Operations and Financial conditions (1) Analysis of the Results of Operations on page 3 for assumptions used for projections and the notes on the use of the projections.

## 1. Analysis results of Operations and Financial conditions

### (1) Analysis of Results of Operations

In this consolidated fiscal year, the Japanese economy was weakened due to the slowdown of the global economy, but since the new government in the end of last year there have been signs of a correction to the high value of the yen and increasing stock prices, bringing increasing hopes for an economic recovery after the turn of the year.

In the real estate industry, the supply of large office buildings that peaked in 2012 has settled down, putting a brake on vacancy rates and decreases in rent for the office building market in Tokyo. In the real estate investment market, there has been clear signs of recovery for the market with an increase in real estate investment needs for the wealthy and active trading, on the background of hopes that easing of monetary policy will lead to an influx of capital into real estate.

In this circumstance, the Group continued to improve approaches to building owners in central Tokyo. By responding to a wide variety of issues building owners face with property, from rental negotiations to sales, construction and revitalization, the Company worked on creating a range of business opportunities.

As a result, our operating results for the fiscal year ending March 2013 were as follows:

sales of ¥10,580 million (up by 52.8% from the previous fiscal year), operating income of ¥2,156 million (up by 150.5%), and ordinary income of ¥2,039 million (up by 155.1%). Net income was ¥2,483 million (up by 167.7%).

Business performance by segment is as follows.

#### ***Real Estate Revitalization***

In the replanning business, 10 buildings were sold. Because the scale of each building increased while the number of buildings sold was the same as the previous year, sales increased as compared to the previous year. Further, as we put various ideas into the process of merchandizing the enticement of tenants and remodeling, etc., the buildings were occupied quickly, and adding to this the backing from the real estate market conditions, the results were a great increase in income.

In the rental building business, despite selling one of our rental buildings in September of last year, both sales and income increased as compared to the previous year due to the increase in rental income from the replanning properties undergoing merchandizing.

In real estate securitization business, in addition to the asset management fees from existing items, there was investment distribution income from the sale of large scale properties that were handled as joint investment items. Because of this, both sales and income increased a great deal as compared to the previous year.

As a result of the above activities, sales were ¥7,320 million (up 49.6% from the previous fiscal year) and segment income was ¥2,172 million (up by 116.1%).

#### ***Real Estate Brokerage***

In our sales brokerage business, we strengthened our efforts to take on property introductions from internal

departments and financial institutions, etc. Due to the recovery of the real estate investment market, etc., the number and amount of transactions increased this fiscal year and sales and income increased from the previous year.

In the rental brokerage business, we focused our efforts on building owners. By cooperating with internal departments, and putting our efforts into resolving the various concerns held by owners regarding building management, we worked to increase fee income including peripheral business.

As a result of the above activities, sales were ¥1,412 million (up by 24% from the previous fiscal year) and segment income was ¥1,242 million (up by 35.0%).

### ***Property Management***

In the property management business, we aimed to create business opportunities from taking on the sales, construction, and revitalization needs arising from administrative tasks, and put our efforts in increasing the number of rental properties. Also, adding to the increase in rental operations, we put our efforts into increasing the occupancy rate of rental properties as well as preventing vacancies by aiming to increase customer satisfaction through smooth tenant communications.

Regarding building maintenance business that is run by Yubi Co., Ltd. which we acquired at the end of the previous fiscal year, we put our efforts into increasing the number of properties in cooperation with the existing business, particularly the property management business. Also, by focusing on high-rise cleaning business that is our expertise, we saw an increase in profitability.

As a result, in the current fiscal year, the profits and losses of building maintenance business consolidated, and by combining with this segment, sales and segment income expanded greatly.

As a result of the above activities, sales were ¥1,142 million (up by 151.1% from the previous fiscal year) and segment income was ¥459 million (up by 38.4%).

### ***Other Businesses***

In the construction planning field, as a result of proactively engaging in taking on construction management of building improvements through cooperation with internal departments of real estate brokerage business, both sales and income increased over the previous fiscal year.

In the delinquent rent guarantee business, adding to the existing service menu, we focused on digging up potential needs of customers through proposing new product plans with the result of both sales and income transitioning to steady.

As a result of the above activities, sales were ¥706 million (up by 61.6% from the previous fiscal year), and segment income was ¥282 million (up by 22.2%).

### ***Outlook for Next Year***

Although there are concerns about the downside risk from international economy such as the European Debt Problem, it is anticipated that the Japanese economic conditions will slowly change for the better due to the effects of various political measures aimed at getting out of deflation from the new political administration that emerged at the end of last year.

In the realty field, having economic policies and drastic monetary easing measures from the government and Bank of Japan in the background, we expect further increase in activity in trade transactions from expected price increases, and the current firm market environment is expected to continue. Even in the real estate rental market, we can see signs of reversal in the vacancy rate increase and rent decrease trends that lasted a long time due to negative effects in supply and demand, and we anticipate that this is heading toward recovery.

In this situation, our group will continue to strengthen our efforts into owners who have buildings in the heart of Tokyo. We will widely scoop out the concerns related to real estate from building owners, and by taking on a variety of needs such as management, trade, construction, and revitalization, that arise from rental brokerage transactions, we will put our strength into creating versatile business opportunities. Further, by using the funds from the equity finance that was carried out in March of this year, we should aim to perfect even more services for customers, and will aim for further growth while putting our sights on taking on new business, along with aiming to strengthen buying up of replanning properties.

In the real estate revitalization business, with the early high volume revitalization of small to medium-sized properties in the replanning business as the main shaft, we will proactively put our efforts into items from the revitalization of medium-sized properties at a ¥1-2 billion level and joint investment style, using the funds from equity finance.

In the brokerage business, we will strengthen the personnel and organizational systems and strengthen partnerships with building owners by taking care of resolving concerns from a customer viewpoint. In addition, we will enrich the networks with investors and wealthy people, and cultivate overseas investors with Asia as the focus through working with our Taiwan location that we opened in March of this year.

In the property management business, we will place it as the platform (foundation) of our operations and improve the synergetic effects with brokerage business and building maintenance business while working to further increase the assets we are entrusted with, in order to expand our business further.

Through pursuing the various measures mentioned above, we will further grow business and improve results. As for the consolidated earnings forecast for the term ending March 2014, we estimate sales of ¥16,000 million (51.2% increase), operating income of ¥2,950 million (36.8% increase), ordinary income of ¥2,800 million (37.3% increase), and current net income of ¥2,600 million (4.7% increase).

## (2) Analysis of Financial Position

### i) Assets, Liabilities, and Net Assets

The current assets at the end of this consolidated fiscal year were ¥18,873 million, increasing ¥12,352 million from the end of the previous consolidated fiscal year, as cash and deposits, as well as inventory assets increased.

Cash and deposits were ¥11,008 million, increasing ¥7,096 million from the end of the previous consolidated fiscal year, as there were expenditures of ¥2,161 million in the cash flow from operating activities, income of ¥1,543 million from the cash flow from investing activities, and income of ¥6,991 million from the cash flow from financial activities, and the fixed deposit, whose deposit term is over 3 months, increased ¥724 million.

Inventory assets were ¥6,425 million, increasing ¥4,728 million from the end of the previous consolidated fiscal year, as they are mainly real estate for sale and sale in process in the replanning business and by focusing on promoting acquiring properties.

Noncurrent assets were ¥2,391 million, decreasing ¥2,334 million from the end of the previous consolidated fiscal year, due to a decrease in property, plant and equipment.

Total liabilities at the end of this consolidated fiscal year were ¥6,704 million, increasing ¥1,919 million from the end of the previous consolidated fiscal year, as long-term loans payable and long-term guarantee deposited increased. Total net assets were ¥14,561 million, increasing ¥8,097 million from the end of the previous consolidated fiscal year, as capital stock and surplus increased from the capital increase, and as the current net income were ¥2,483 million.

Consequently, net assets per share were ¥34,057.38.

Total assets as of the end of this consolidated fiscal year were ¥21,265 million, increasing ¥10,017 million from the end of the previous consolidated fiscal year.

### ii) Cash Flow

Cash and cash equivalents (hereinafter called “cash”) as of the end of this consolidated fiscal year were ¥9,991 million, increasing ¥6,371 million from the beginning of this consolidated fiscal year. This is mainly the result of inventory assets increasing in value by ¥4,148 million, expenditures of ¥4,195 million to repayment of long-term loans payable, ¥5,525 million of proceeds from long-term loans payable, ¥5,715 million of proceeds from issuance of common stock, and ¥2,315 million of income before income taxes and minority interests.

Each cash flow for this consolidated fiscal year and related factors are as follows:

#### *Cash flow from operating activity*

Cash used for operating activity were ¥2,161 million (previous term: income of ¥ 743 million). This was mainly because inventory assets increased in value by ¥4,148 million and there was equity in earnings of affiliates of ¥404 million, although there was an income before income taxes and minority interests of ¥2,315 million.

#### *Cash flow from investing activity*

The cash obtained through investing activities was ¥1,543 million (previous term: income of ¥3,829 million). This was mainly due to ¥1,845 million of proceeds from sales of property, plant and equipment, and ¥520 million of proceeds from sales of investment securities, although there was ¥875 million of payments into time deposits.

#### *Cash flow from financing activity*

Cash obtained from financing activity was ¥6,991 million (previous term: expenditures of ¥2,694 million). This was mainly due to ¥5,525 million of proceeds from long-term loans and ¥5,715 million of proceeds from issuance of common stock, although there was ¥4,195 million of repayment of long-term loans payable.

(Reference) Changes in Cash Flow Related Indices

	FY Ended March 31, 2009	FY Ended March 31, 2010	FY Ended March 31, 2011	FY Ended March 31, 2012	FY Ended March 31, 2013
Equity ratio (%)	28.7	38.7	43.3	57.5	68.5
Equity ratio on market price basis (%)	23.2	33.5	25.8	57.8	246.9
Debt repayment period (years)	3.2	0.5	-	4.4	-
Interest coverage ratio (times)	11.1	31.1	-	7.9	-

Equity ratio: equity capital/total assets  
Market value basis equity ratio: total market value of stock/total assets  
Debt repayment period: interest-bearing debt/operating cash flow  
Interest coverage ratio: operating cash flow/interest payments

(Note 1) Stock Market Capitalization is calculated as Term End Stock Closing Price x Number of Issued Shares at Term End.

(Note 2) Operating Cash Flow uses the cash flow from operating activity of the Consolidated Cash Flow Statement of Accounts.

(Note 3) Interest Bearing Liabilities include all liabilities on which interest is being paid of the liabilities included on the Consolidated Balance Sheet. Further, regarding interest payments, the payment amount of interest from the Consolidated Cash Flow Statement of Accounts is used.

(Note 4) For the Cash Flow to Interest Bearing Liabilities Ratio and Interest Coverage Ratio for Fiscal Years ended March 31, 2011 and March 31, 2013, they are not recorded because the operating cash flow is negative.

(3) Basic Policy for Profit Allocation and the Dividends for the Current and Next Terms

Our company has the basic policy of returning profits to shareholders in a long-term, stable basis and enriching retained earnings to respond to the changes in the business environment flexibly.

The term-end dividend for the term ended March 2013 is ¥850 per share under the above mentioned policy.

This matter is to be discussed at the annual meeting of shareholders scheduled in June 2013.

The dividend for the next term ending March 2014 is planned to be ¥850 per share.

### 3. Consolidated Financial Statements

\*Amounts under one thousand yen have been rounded down.

#### (1) Consolidated Balance Sheets

(Thousands of yen)

	FY ended March 31, 2012 (As of March 31,2012)	FY ended March 31, 2013 (As of March 31,2013)
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and deposits	3,912,155	11,008,528
Accounts receivable-trade	287,204	324,426
Operational investment securities	180,000	
Real estate for sale	57,143	589,712
Real estate for sale in process	1,633,325	5,834,510
Work in process construction	6,500	
Supplies		916
Deferred tax assets	166,669	481,722
Other	287,131	640,490
Allowance for doubtful accounts	△8,577	△6,347
<b>Total current assets</b>	<b>6,521,551</b>	<b>18,873,960</b>
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings	2,176,800	549,034
Accumulated depreciation	△275,890	△101,760
Buildings, net	1,900,909	447,273
Vehicles	11,290	12,368
Accumulated depreciation	△9,440	△10,136
Vehicles, net	1,849	2,232
Land	1,936,846	1,167,307
Other	64,693	69,480
Accumulated depreciation	△54,885	△58,674
Other, net	9,808	10,806
<b>Total property, plant and equipment</b>	<b>3,849,414</b>	<b>1,627,618</b>
<b>Intangible assets</b>		
Goodwill	445,701	396,068
Other	5,542	2,993
<b>Total intangible assets</b>	<b>451,243</b>	<b>399,062</b>
<b>Investments and other assets</b>		
Investment securities	204,716	163,920
Deferred tax assets	11,067	
Other	219,074	207,494
Allowance for doubtful accounts	△9,107	△6,417
<b>Total investments and other assets</b>	<b>425,749</b>	<b>364,997</b>
<b>Total noncurrent assets</b>	<b>4,726,408</b>	<b>2,391,678</b>
<b>Total assets</b>	<b>11,247,959</b>	<b>21,265,638</b>

(Thousands of yen)

	FY ended March 31, 2012 (As of March 31, 2012)	FY ended March 31, 2013 (As of March 31, 2013)
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable-trade	265,393	380,782
Short-term loans payable		130,000
Current portion of bonds	54,000	
Current portion of long-term loans payable	234,907	274,320
Income taxes payable	22,971	114,639
Provision for bonuses	45,056	90,555
Construction warranty reserve	3,635	26,955
Provision for loss on guarantees for rent	5,251	2,700
Provision for office transfer expenses		3,140
Other	747,369	823,943
<b>Total current liabilities</b>	<b>1,378,585</b>	<b>1,847,036</b>
<b>Noncurrent liabilities</b>		
Long-term loans payable	2,957,050	4,246,860
Deferred tax liabilities		30,646
Other	448,643	579,691
<b>Total noncurrent liabilities</b>	<b>3,405,693</b>	<b>4,857,197</b>
<b>Total liabilities</b>	<b>4,784,279</b>	<b>6,704,234</b>
<b>NET ASSETS</b>		
<b>Shareholders' equity</b>		
Capital stock	5,515,443	8,387,211
Capital surplus		2,871,767
Retained earnings	947,614	3,301,465
<b>Total shareholders' equity</b>	<b>6,463,057</b>	<b>14,560,445</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	622	2,606
Foreign currency translation adjustment		△1,647
<b>Total accumulated other comprehensive income</b>	<b>622</b>	<b>959</b>
<b>Total net assets</b>	<b>6,463,679</b>	<b>14,561,404</b>
<b>Total liabilities and net assets</b>	<b>11,247,959</b>	<b>21,265,638</b>

**(2) Consolidated Statements of Income and Consolidated Statements of comprehensive income**  
**Consolidated Statements of Income**

(Thousands of yen)

	FY ended March 31, 2012 (April 1, 2011- March 31, 2012)	FY ended March 31, 2013 (April 1, 2012- March 31, 2013)
Net sales	6,923,522	10,580,554
Cost of sales	4,304,845	6,180,898
Gross profit	2,618,677	4,399,656
Selling, general and administrative expenses	1,757,483	2,242,750
Operating income	861,193	2,156,905
<b>Non-operating income</b>		
Interest income	1,841	1,242
Dividends income	422	430
Interest on refund	2,236	66
Subsidy income		845
Commission fee	499	1,637
Compensation income	4,200	
Gain on forfeiture of unclaimed dividends	2,045	
Other	489	454
<b>Total non-operating income</b>	<b>11,734</b>	<b>4,677</b>
<b>Non-operating expenses</b>		
Interest expenses	64,763	73,412
Finance costs	8,242	8,230
Stock issuance cost		39,947
Other	424	632
<b>Total non-operating expenses</b>	<b>73,431</b>	<b>122,222</b>
<b>Ordinary income</b>	<b>799,496</b>	<b>2,039,360</b>
<b>Extraordinary income</b>		
Gain on sales of noncurrent assets	2,702	298,273
Gain on reversal of subscription rights to shares	18,893	
Other		2,800
<b>Total extraordinary income</b>	<b>21,595</b>	<b>301,073</b>
<b>Extraordinary loss</b>		
Loss on retirement of noncurrent assets	207	40
Lump-sum payments due to withdrawal from employees' pension fund		20,787
Provision for loss Office transfer expenses		3,140
Loss on derivatives cancellation	41,510	
Other	1,388	934
<b>Total extraordinary losses</b>	<b>43,107</b>	<b>24,902</b>
<b>Income before income taxes and minority interests</b>	<b>777,985</b>	<b>2,315,531</b>
Income taxes-current	19,026	106,095
Income taxes-deferred	△169,046	△274,438
<b>Total income taxes</b>	<b>△150,020</b>	<b>△168,343</b>
<b>Income before minority interests</b>	<b>928,005</b>	<b>2,483,874</b>
<b>Net income</b>	<b>928,005</b>	<b>2,483,874</b>

## Consolidated Statements of comprehensive income

(Thousands of yen)

	FY ended March 31, 2012 (April 1-December 31, 2012)	FY ended March 31, 2013 (April 1-December 31, 2013)
<b>Consolidated statements of comprehensive income</b>		
Income before minority interests	928,005	2,483,874
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	△36	1,984
Foreign currency translation adjustment		△1,647
Total other comprehensive income	△36	337
<b>Comprehensive income</b>	<b>927,969</b>	<b>2,484,212</b>
<b>Comprehensive income attributable to</b>		
Comprehensive income attributable to owners of the parent	927,969	2,484,212

## (3) Consolidated Statements of Changes in Net Assets

(Thousands of yen)

	FY ended March 31, 2012 (April 1, 2011-March 31, 2012)	FY ended March 31, 2013 (April 1, 2012-March 31, 2013)
<b>Shareholders' equity</b>		
Capital stock		
Balance at the beginning of current period	7,728,308	5,515,443
Changes of items during the period		
Issuance of new shares		2,871,768
Capital reduction	△2,212,865	
Total changes of items during the period	△2,212,865	2,871,768
Balance at the end of current period	5,515,443	8,387,211
Capital surplus		
Balance at the beginning of current period	500,000	
Changes of items during the period		
Issuance of new shares		2,871,767
Capital reduction	2,212,865	
Deficit disposition	△2,712,865	
Total changes of items during the period	△500,000	2,871,767
Balance at the end of current period		2,871,767
Retained earnings		
Balance at the beginning of current period	△2,693,256	947,614
Changes of items during the period		
Dividends from surplus		△130,023
Deficit disposition	2,712,865	
Net income	928,005	2,483,874
Total changes of items during the period	3,640,870	2,353,851
Balance at the end of current period	947,614	3,301,465
Total shareholders' equity		
Balance at the beginning of current period	5,535,052	6,463,057
Changes of items during the period		
Issuance of new shares		5,743,536
Dividends from surplus		△130,023
Capital reduction		
Deficit disposition		
Net income	928,005	2,483,874
Total changes of items during the period	928,005	8,097,387
<b>Balance at the end of current period</b>	<b>6,463,057</b>	<b>14,560,445</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities		
Balance at the beginning of current period	658	622
Changes of items during the period		
Net changes of items other than shareholders' eq	△36	1,984
Total changes of items during the period	△36	1,984
Balance at the end of current period	622	2,606
Foreign currency translation adjustment		
Balance at the beginning of current period		
Changes of items during the period		
Net changes of items other than shareholders' equity		△1,647
Total changes of items during the period		△1,647
Balance at the end of current period		△1,647
Total accumulated other comprehensive income		
Balance at the beginning of current period	658	622
Changes of items during the period		
Net changes of items other than shareholders' eq	△36	337
Total changes of items during the period	△36	337
<b>Balance at the end of current period</b>	<b>622</b>	<b>959</b>

(Thousands of yen)

FY ended March 31, 2012      FY ended March 31, 2013  
(April 1, 2011-March 31, 2012)    (April 1, 2012-March 31, 2013)

<b>Subscription rights to shares</b>		
Balance at the beginning of current period	18,893	
<b>Changes of items during the period</b>		
Net changes of items other than shareholders' equi	△18,893	
Total changes of items during the period	△18,893	
<b>Balance at the end of current period</b>		
<b>Total net assets</b>		
Balance at the beginning of current period	5,554,603	6,463,679
<b>Changes of items during the period</b>		
Issuance of new shares		5,743,536
Dividends from surplus		△130,023
Net income	928,005	2,483,874
Net changes of items other than shareholders' equi	△18,929	337
Total changes of items during the period	909,076	8,097,724
<b>Balance at the end of current period</b>	<b>6,463,679</b>	<b>14,561,404</b>

#### (4) Consolidated Statements of Cash Flows

(Thousands of yen)

	FY ended March 31, 2012 (April 1, 2011-March 31, 2012)	FY ended March 31, 2013 (April 1, 2012-March 31, 2013)
<b>Net cash provided by (used in) operating activities</b>		
Income before income taxes and minority interests	777,985	2,315,531
Depreciation and amortization	126,216	120,720
Amortization of goodwill	7,500	49,632
Increase (decrease) in stock acquisition	△18,893	
Increase (decrease) in allowance for doubtful accounts	4,750	△4,920
Increase (decrease) in provision for bonuses	395	45,499
Increase (decrease) in construction warranty reserve	2,835	23,319
Increase (decrease) in provision for loss on guarantees for rent	△1,645	△2,551
Increase (decrease) in Provision for office transfer		3,140
Equity in (earnings) losses of affiliates		△404,620
Loss (gain) on investments in silent partnership	3,152	
Interest and dividends income	△2,263	△1,673
Interest expenses	64,763	73,412
Stock issuance cost		39,947
Loss (gain) on sales of noncurrent assets	△2,702	△297,365
Loss on retirement of noncurrent assets	207	40
Loss on derivatives cancellation	41,510	
Decrease (increase) in notes and accounts receivable-trade	△2,329	6,257
Decrease (increase) in inventories	89,390	△4,148,716
Decrease (increase) in investment securities for sale	△180,000	180,000
Increase (decrease) in notes and accounts payable-trade	△39,567	△167,832
Increase (decrease) in accrued consumption taxes	92,141	△96,083
Decrease (increase) in consumption taxes refund receivable	113,796	△71,655
Increase (decrease) in guarantee deposits received	△178,651	132,248
Other, net	18,189	164,175
Subtotal	916,781	△2,041,493
Interest and dividends income received	2,266	1,673
Interest expenses paid	△93,607	△70,787
Amount of payment by the derivative business cancellation of a contract	△41,510	
Income taxes (paid) refund	△40,269	△50,901
<b>Net cash provided by (used in) operating activities</b>	<b>743,660</b>	<b>△2,161,509</b>

(Thousands of yen)

	FY ended March 31, 2012 (April 1, 2011-March 31, 2012)	FY ended March 31, 2013 (April 1, 2012-March 31, 2013)
<b>Net cash provided by (used in) investing activities</b>		
Payments into time deposits	△1,172,621	△875,280
Proceeds from withdrawal of time deposits	1,411,480	157,459
Purchase of property, plant and equipment	△1,388,966	△28,789
Proceeds from sales of property, plant and equipment	5,413,951	1,845,902
Purchase of intangible assets	△327	△1,150
Purchase of investment securities	△3,152	△71,500
Refund of investment securities		520,000
Purchase of investments in subsidiaries resulting in change in scope of consolidatio	△430,392	
Other, net	△702	△3,207
<b>Net cash provided by (used in) investing activities</b>	<b>3,829,269</b>	<b>1,543,433</b>
<b>Net cash provided by (used in) financing activities</b>		
Net increase (decrease) in short-term loans payable	△600,000	130,000
Proceeds from long-term loans payable	2,830,000	5,525,000
Repayment of long-term loans payable	△4,815,980	△4,195,778
Redemption of bonds	△108,000	△54,000
Proceeds from issuance of common stock		5,715,892
Cash dividends paid	△45	△129,540
<b>Net cash provided by (used in) financing activities</b>	<b>△2,694,025</b>	<b>6,991,574</b>
Effect of exchange rate change on cash and cash equivalents		△1,647
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>1,878,904</b>	<b>6,371,852</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,740,676</b>	<b>3,619,580</b>
<b>Cash and cash equivalents at end of period</b>	<b>3,619,580</b>	<b>9,991,433</b>