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May 13, 2022

Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (Under Japanese GAAP)

Company name: DAIHO CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 1822
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 Scheduled date of annual general meeting of shareholders: June 29, 2022
 Scheduled date to commence dividend payments: June 30, 2022
 Scheduled date to file annual securities report: June 29, 2022
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: Yes (for analysts and institutional investors)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2022	156,520	(3.2)	8,857	(2.3)	9,316	(1.1)	5,987	(4.4)
March 31, 2021	161,697	(0.7)	9,066	6.5	9,420	9.8	6,262	(5.8)

Note: Comprehensive income For the fiscal year ended March 31, 2022: ¥5,348 million [(26.6)%]
 For the fiscal year ended March 31, 2021: ¥7,283 million [38.0%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2022	346.28	326.36	8.2	5.5	5.7
March 31, 2021	362.23	326.37	9.1	5.8	5.6

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2022: ¥— million
 For the fiscal year ended March 31, 2021: ¥— million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2022	169,621	74,493	43.3	4,204.58
March 31, 2021	170,899	74,130	42.8	4,061.98

Reference: Equity
 As of March 31, 2022: ¥73,381 million
 As of March 31, 2021: ¥73,170 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2022	5,537	(2,194)	(11,971)	19,751
March 31, 2021	(4,357)	(8,892)	11,054	28,203

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2021	—	—	—	110.00	110.00	1,993	30.4	2.8
Fiscal year ended March 31, 2022	—	—	—	243.00	243.00	4,263	70.2	5.9
Fiscal year ending March 31, 2023 (Forecast)	—	—	—	230.00	230.00		70.4	

3. Consolidated Financial Forecast for the Year Ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022	74,000	8.7	2,400	28.5	2,200	14.7	1,500	19.0	85.95
Full year	165,000	5.4	8,600	(2.9)	8,600	(7.7)	5,700	(4.8)	326.60

4. Others

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of March 31, 2022	18,433,163 shares
As of March 31, 2021	18,433,163 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2022	980,528 shares
As of March 31, 2021	419,521 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2022	17,291,830 shares
Fiscal year ended March 31, 2021	17,288,114 shares

(Note) The Company has introduced a share distribution trust system for delivering shares to the Company's Directors, etc. via a trust. The Company's shares that are owned by the trust (93,800 shares) are included in "number of treasury shares at the end of the period," and in calculating and presenting "average number of shares outstanding during the period," the Company has considered the shares owned by said trust to be included.

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2022	118,453	(3.1)	5,909	(6.9)	12,477	83.3	10,365	120.9
March 31, 2021	122,284	1.1	6,349	5.8	6,806	9.1	4,693	(9.7)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended		
March 31, 2022	599.47	564.95
March 31, 2021	271.46	244.60

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of				
March 31, 2022	138,602	63,013	45.3	3,595.28
March 31, 2021	136,680	58,396	42.5	3,224.68

Reference: Equity

As of March 31, 2022: ¥62,747 million

As of March 31, 2021: ¥58,088 million

2. Non-consolidated earnings forecasts for the fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022	55,000	8.5	1,300	121.0	1,100	30.5	700	7.2	40.11
Full year	125,000	5.5	6,200	4.9	6,300	(49.5)	4,200	(59.5)	240.65

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Forward-looking statements, including the consolidated forecasts stated in these materials, are based on information currently available to the Company and certain assumptions deemed reasonable. Results may differ materially from the consolidated forecasts due to various factors.

3. Consolidated financial statements and significant notes thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	28,213	19,780
Notes receivable, accounts receivable from completed construction contracts and other	89,097	100,889
Electronically recorded monetary claims - operating	1,974	301
Costs on construction contracts in progress	3,081	2,303
Short-term loans receivable	2	2
Advances paid	16,506	13,367
Income taxes refund receivable	50	525
Other	2,033	3,003
Allowance for doubtful accounts	(4)	(6)
Total current assets	140,955	140,167
Non-current assets		
Property, plant and equipment		
Buildings and structures	10,881	10,880
Machinery, vehicles, tools, furniture and fixtures	7,559	8,053
Land	8,868	8,662
Leased assets	188	145
Construction in progress	11	214
Accumulated depreciation	(10,325)	(10,804)
Total property, plant and equipment	17,184	17,151
Intangible assets	189	231
Investments and other assets		
Investment securities	8,904	8,044
Long-term loans receivable	2,236	2,659
Deferred tax assets	906	850
Other	607	623
Allowance for doubtful accounts	(85)	(106)
Total investments and other assets	12,569	12,071
Total non-current assets	29,944	29,454
Total assets	170,899	169,621

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	32,882	34,991
Electronically recorded obligations - operating	11,376	10,409
Short-term borrowings	7,950	2,950
Current portion of long-term borrowings	—	3,150
Income taxes payable	2,198	558
Advances received on construction contracts in progress	8,344	9,959
Deposits received	16,415	21,174
Provision for warranties for completed construction	2,022	687
Provision for bonuses	806	821
Provision for loss on construction contracts	290	855
Other	959	888
Total current liabilities	83,245	86,445
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	3,196	1,463
Long-term borrowings	3,150	—
Deferred tax liabilities	21	8
Provision for share awards	125	162
Retirement benefit liability	6,179	6,267
Other	850	781
Total non-current liabilities	13,523	8,683
Total liabilities	96,769	95,128
Net assets		
Shareholders' equity		
Share capital	10,549	10,549
Capital surplus	9,564	9,059
Retained earnings	52,765	56,753
Treasury shares	(1,288)	(3,725)
Total shareholders' equity	71,590	72,636
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,641	747
Foreign currency translation adjustment	(22)	(31)
Remeasurements of defined benefit plans	(37)	28
Total accumulated other comprehensive income	1,580	744
Share acquisition rights	307	266
Non-controlling interests	651	845
Total net assets	74,130	74,493
Total liabilities and net assets	170,899	169,621

(2) Consolidated statement of income and consolidated statement of comprehensive income**Consolidated statement of income**

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales	161,697	156,520
Cost of sales	146,600	141,329
Gross profit	15,097	15,191
Selling, general and administrative expenses	6,031	6,333
Operating profit	9,066	8,857
Non-operating income		
Interest income	54	66
Dividend income	110	124
Foreign exchange gains	347	532
Other	98	88
Total non-operating income	610	812
Non-operating expenses		
Interest expenses	67	52
Guarantee commission	68	72
Commission expenses	68	194
Other	51	33
Total non-operating expenses	256	352
Ordinary profit	9,420	9,316
Extraordinary income		
Gain on sale of non-current assets	12	334
Gain on sale of investment securities	179	221
Other	—	18
Total extraordinary income	191	573
Extraordinary losses		
Loss on sale and retirement of non-current assets	31	178
Loss on sale of investment securities	48	—
Loss on litigation	13	18
Impairment losses	3	297
Other	2	0
Total extraordinary losses	99	494
Profit before income taxes	9,513	9,395
Income taxes - current	3,233	2,782
Income taxes - deferred	(105)	429
Total income taxes	3,128	3,211
Profit	6,385	6,184
Profit attributable to non-controlling interests	122	196
Profit attributable to owners of parent	6,262	5,987

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	6,385	6,184
Other comprehensive income		
Valuation difference on available-for-sale securities	814	(893)
Foreign currency translation adjustment	(3)	(8)
Remeasurements of defined benefit plans, net of tax	86	66
Total other comprehensive income	898	(836)
Comprehensive income	7,283	5,348
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,160	5,151
Comprehensive income attributable to non-controlling interests	122	196

(3) Consolidated statement of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	9,039	7,998	48,188	(1,825)	63,401
Changes during period					
Issuance of new shares	1,509	1,509			3,019
Dividends of surplus			(1,685)		(1,685)
Profit attributable to owners of parent			6,262		6,262
Purchase of treasury shares				(1,256)	(1,256)
Disposal of treasury shares		56		1,792	1,849
Net changes in items other than shareholders' equity					-
Total changes during period	1,509	1,566	4,576	536	8,188
Balance at end of period	10,549	9,564	52,765	(1,288)	71,590

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	826	(19)	(124)	682	372	532	64,988
Changes during period							
Issuance of new shares							3,019
Dividends of surplus							(1,685)
Profit attributable to owners of parent							6,262
Purchase of treasury shares							(1,256)
Disposal of treasury shares							1,849
Net changes in items other than shareholders' equity	814	(3)	86	898	(64)	119	953
Total changes during period	814	(3)	86	898	(64)	119	9,142
Balance at end of period	1,641	(22)	(37)	1,580	307	651	74,130

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,549	9,564	52,765	(1,288)	71,590
Changes during period					
Issuance of new shares					–
Dividends of surplus			(1,993)		(1,993)
Profit attributable to owners of parent			5,987		5,987
Purchase of treasury shares				(4,755)	(4,755)
Disposal of treasury shares		(511)		2,318	1,806
Transfer of the negative balance of other capital surplus		6	(6)		–
Net changes in items other than shareholders' equity					–
Total changes during period	–	(505)	3,988	(2,437)	1,045
Balance at end of period	10,549	9,059	56,753	(3,725)	72,636

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	1,641	(22)	(37)	1,580	307	651	74,130
Changes during period							
Issuance of new shares							–
Dividends of surplus							(1,993)
Profit attributable to owners of parent							5,987
Purchase of treasury shares							(4,755)
Disposal of treasury shares							1,806
Transfer of the negative balance of other capital surplus							–
Net changes in items other than shareholders' equity	(893)	(8)	66	(835)	(41)	193	(683)
Total changes during period	(893)	(8)	66	(835)	(41)	193	362
Balance at end of period	747	(31)	28	744	266	845	74,493

(4) Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	9,513	9,395
Depreciation	1,038	1,432
Impairment losses	0	297
Loss on litigation	13	18
Increase (decrease) in allowance for doubtful accounts	(50)	23
Increase (decrease) in provision for warranties for completed construction	239	(1,334)
Increase (decrease) in provision for bonuses	4	15
Increase (decrease) in retirement benefit liability	221	153
Increase (decrease) in provision for loss on construction contracts	(71)	564
Increase (decrease) in provision for share awards	73	69
Loss (gain) on sale and retirement of non-current assets	18	(156)
Interest and dividend income	(164)	(191)
Interest expenses	67	52
Foreign exchange losses (gains)	(122)	(189)
Loss (gain) on sale of investment securities	(130)	(221)
Decrease (increase) in trade receivables	(9,335)	(10,118)
Decrease (increase) in inventories	1,605	781
Increase (decrease) in trade payables	(5,258)	1,139
Increase (decrease) in advances received on construction contracts in progress	1,008	1,615
Decrease (increase) in other assets	(4,309)	2,150
Increase (decrease) in other liabilities	3,510	4,577
Other loss (gain)	100	194
Subtotal	(2,028)	10,270
Interest and dividends received	160	188
Interest paid	(66)	(52)
Income taxes paid	(2,392)	(4,859)
Payments for loss on litigation	(30)	(9)
Net cash provided by (used in) operating activities	(4,357)	5,537

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from investing activities		
Payments into time deposits	(10)	(10)
Proceeds from withdrawal of time deposits	20	10
Purchase of property, plant and equipment	(7,270)	(2,072)
Proceeds from sale of property, plant and equipment	22	610
Payments for retirement of property, plant and equipment	(29)	(12)
Purchase of intangible assets	(111)	(100)
Purchase of securities	(500)	—
Proceeds from sale of securities	500	—
Purchase of investment securities	(1,297)	(657)
Proceeds from sale of investment securities	429	459
Decrease (increase) in short-term loans receivable	14	3
Long-term loan advances	(670)	(605)
Proceeds from collection of long-term loans receivable	70	180
Payments for asset retirement obligations	(57)	—
Purchase of membership	(5)	—
Net cash provided by (used in) investing activities	(8,892)	(2,194)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	6,100	(5,000)
Proceeds from issuance of bonds	7,973	—
Purchase of treasury shares	(1,256)	(4,769)
Dividends paid	(1,680)	(1,995)
Dividends paid to non-controlling interests	(2)	(2)
Repayments of lease liabilities	(8)	(4)
Other, net	(70)	(198)
Net cash provided by (used in) financing activities	11,054	(11,971)
Effect of exchange rate change on cash and cash equivalents	123	176
Net increase (decrease) in cash and cash equivalents	(2,071)	(8,451)
Cash and cash equivalents at beginning of period	30,274	28,203
Cash and cash equivalents at end of period	28,203	19,751

4. Non-consolidated financial statements and significant notes thereto

(1) Non-consolidated balance sheet

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	19,121	15,033
Notes receivable - trade	2,842	195
Electronically recorded monetary claims - operating	1,969	276
Accounts receivable from completed construction contracts	63,401	75,313
Costs on construction contracts in progress	2,084	1,722
Short-term loans receivable	919	856
Advances paid	15,755	13,357
Income taxes refund receivable	-	466
Other	1,481	2,684
Allowance for doubtful accounts	(17)	(21)
Total current assets	107,557	109,885
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,888	9,802
Accumulated depreciation	(3,254)	(3,243)
Buildings and structures, net	6,633	6,559
Machinery and vehicles	5,660	6,174
Accumulated depreciation	(4,870)	(5,401)
Machinery and vehicles, net	790	773
Tools, furniture and fixtures	1,247	1,301
Accumulated depreciation	(1,104)	(1,118)
Tools, furniture and fixtures, net	143	183
Land	8,118	7,889
Leased assets	166	128
Accumulated depreciation	(161)	(126)
Leased assets, net	4	1
Construction in progress	11	214
Total property, plant and equipment	15,701	15,621
Intangible assets		
Software	75	121
Leased assets	0	-
Other	54	53
Total intangible assets	130	175
Investments and other assets		
Investment securities	7,705	7,016
Shares of subsidiaries and associates	2,138	2,138
Long-term loans receivable from subsidiaries and associates	2,571	3,008
Long-term prepaid expenses	14	10
Deferred tax assets	612	587
Other	411	438
Allowance for doubtful accounts	(165)	(278)
Total investments and other assets	13,290	12,920
Total non-current assets	29,122	28,717
Total assets	136,680	138,602

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Notes payable - trade	1,260	930
Electronically recorded obligations - operating	7,828	7,813
Accounts payable for construction contracts	24,321	26,938
Short-term borrowings	7,650	2,650
Lease liabilities	3	1
Current portion of long-term borrowings from subsidiaries and associates	–	3,150
Income taxes payable	1,574	–
Advances received on construction contracts in progress	6,251	7,546
Deposits received	14,974	17,483
Provision for warranties for completed construction	1,950	642
Provision for bonuses	563	574
Provision for loss on construction contracts	55	744
Other	731	695
Total current liabilities	67,167	69,169
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	3,196	1,463
Long-term borrowings	3,150	–
Lease liabilities	1	–
Provision for retirement benefits	4,423	4,553
Provision for share awards	125	162
Other	220	241
Total non-current liabilities	11,117	6,419
Total liabilities	78,284	75,588
Net assets		
Shareholders' equity		
Share capital	10,549	10,549
Capital surplus		
Legal capital surplus	9,059	9,059
Other capital surplus	505	–
Total capital surplus	9,564	9,059
Retained earnings		
Legal retained earnings	1,105	1,105
Other retained earnings		
Reserve for tax purpose reduction entry of non-current assets	121	118
General reserve	6,915	6,915
Retained earnings brought forward	29,733	38,102
Total retained earnings	37,875	46,241
Treasury shares	(1,288)	(3,725)
Total shareholders' equity	56,700	62,124
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,387	622
Total valuation and translation adjustments	1,387	622
Share acquisition rights	307	266
Total net assets	58,396	63,013
Total liabilities and net assets	136,680	138,602

(2) Non-consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales		
Net sales of completed construction contracts	122,284	118,453
Total net sales	122,284	118,453
Cost of sales		
Cost of sales of completed construction contracts	112,020	108,371
Total cost of sales	112,020	108,371
Gross profit		
Gross profit on completed construction contracts	10,264	10,082
Total gross profit	10,264	10,082
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	157	144
Employees' salaries and allowances	1,570	1,690
Provision for bonuses	92	102
Retirement benefit expenses	88	95
Provision for share awards	73	69
Legal welfare expenses	263	283
Welfare expenses	55	57
Repair and maintenance expenses	37	16
Stationery expenses	41	54
Communication and transportation expenses	147	159
Power utilities expenses	22	25
Research study expenses	110	170
Advertising expenses	63	67
Provision of allowance for doubtful accounts	(72)	–
Entertainment expenses	35	46
Donations	12	16
Rent expenses on land and buildings	89	124
Depreciation	222	248
Taxes and dues	399	385
Insurance expenses	47	53
Miscellaneous expenses	456	360
Total selling, general and administrative expenses	3,915	4,172
Operating profit	6,349	5,909
Non-operating income		
Interest income	71	89
Dividend income	294	6,309
Foreign exchange gains	345	532
Other	62	59
Total non-operating income	773	6,991
Non-operating expenses		
Interest expenses	67	53
Guarantee commission	48	55
Commission expenses	68	194
Provision of allowance for doubtful accounts	103	117
Other	29	4
Total non-operating expenses	316	424
Ordinary profit	6,806	12,477

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Extraordinary income		
Gain on sale of non-current assets	6	334
Gain on sale of investment securities	174	221
Total extraordinary income	180	555
Extraordinary losses		
Loss on sale and retirement of non-current assets	33	177
Loss on sale of investment securities	48	–
Loss on litigation	8	10
Impairment losses	0	297
Other	0	0
Total extraordinary losses	91	485
Profit before income taxes	6,894	12,547
Income taxes - current	2,304	1,817
Income taxes - deferred	(102)	363
Total income taxes	2,201	2,181
Profit	4,693	10,365

(3) Non-consolidated statement of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity								Total shareholders' equity
	Share capital	Capital surplus		Legal retained earnings	Retained earnings			Treasury shares	
		Legal capital surplus	Other capital surplus		Other retained earnings				
					Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward		
Balance at beginning of period	9,039	7,549	448	1,105	124	6,915	26,722	(1,825)	50,080
Changes during period									
Reversal of reserve for tax purpose reduction entry of non-current assets					(3)		3		-
Issuance of new shares	1,509	1,509							3,019
Dividends of surplus							(1,685)		(1,685)
Profit							4,693		4,693
Purchase of treasury shares								(1,256)	(1,256)
Disposal of treasury shares			56					1,792	1,849
Net changes in items other than shareholders' equity									-
Total changes during period	1,509	1,509	56	-	(3)	-	3,010	536	6,619
Balance at end of period	10,549	9,059	505	1,105	121	6,915	29,733	(1,288)	56,700

	Valuation and translation adjustments		Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of period	543	543	372	50,996
Changes during period				
Reversal of reserve for tax purpose reduction entry of non-current assets				-
Issuance of new shares				3,019
Dividends of surplus				(1,685)
Profit				4,693
Purchase of treasury shares				(1,256)
Disposal of treasury shares				1,849
Net changes in items other than shareholders' equity	844	844	(64)	779
Total changes during period	844	844	(64)	7,399
Balance at end of period	1,387	1,387	307	58,396

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity								
	Share capital	Capital surplus		Retained earnings				Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Legal retained earnings	Other retained earnings				
					Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward		
Balance at beginning of period	10,549	9,059	505	1,105	121	6,915	29,733	(1,288)	56,700
Changes during period									
Reversal of reserve for tax purpose reduction entry of non-current assets					(3)		3		-
Issuance of new shares									-
Dividends of surplus							(1,993)		(1,993)
Profit							10,365		10,365
Purchase of treasury shares								(4,755)	(4,755)
Disposal of treasury shares			(511)					2,318	1,806
Transfer of the negative balance of other capital surplus			6				(6)		-
Net changes in items other than shareholders' equity									-
Total changes during period	-	-	(505)	-	(3)	-	8,369	(2,437)	5,424
Balance at end of period	10,549	9,059	-	1,105	118	6,915	38,102	(3,725)	62,124

	Valuation and translation adjustments		Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of period	1,387	1,387	307	58,396
Changes during period				
Reversal of reserve for tax purpose reduction entry of non-current assets				-
Issuance of new shares				-
Dividends of surplus				(1,993)
Profit				10,365
Purchase of treasury shares				(4,755)
Disposal of treasury shares				1,806
Transfer of the negative balance of other capital surplus				-
Net changes in items other than shareholders' equity	(765)	(765)	(41)	(806)
Total changes during period	(765)	(765)	(41)	4,617
Balance at end of period	622	622	266	63,013

5. Others

(1) Non-consolidated net sales of completed construction contracts and status of orders received

Net sales of completed construction contracts by segment

(Millions of yen)

Segment	Fiscal year ended March 31, 2021		Fiscal year ended March 31, 2022		YoY change	
	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
		%		%		%
Civil Engineering	65,109	53.2	66,086	55.8	977	1.5
Building construction	57,175	46.8	52,366	44.2	(4,808)	(8.4)
Public	68,974	56.4	62,632	52.9	(6,342)	(9.2)
Private	53,310	43.6	55,821	47.1	2,510	4.7
Total	122,284	100.0	118,453	100.0	(3,831)	(3.1)

Status of orders received

(Millions of yen)

Segment	Fiscal year ended March 31, 2021		Fiscal year ended March 31, 2022		YoY change	
	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
		%		%		%
(Orders received)						
Civil Engineering	63,604	50.4	58,608	51.9	(4,996)	(7.9)
Building construction	62,661	49.6	54,402	48.1	(8,259)	(13.2)
Public	57,146	45.3	56,658	50.1	(488)	(0.9)
Private	69,119	54.7	56,352	49.9	(12,767)	(18.5)
Total	126,266	100.0	113,010	100.0	(13,255)	(10.5)
(Backlog of orders received)						
Civil Engineering	151,687	65.7	144,208	64.0	(7,478)	(4.9)
Building construction	79,217	34.3	81,253	36.0	2,035	2.6
Total	230,904	100.0	225,461	100.0	(5,442)	(2.4)

(2) Overview of financial results

(Millions of yen)

	Fiscal year ended March 31, 2021			Fiscal year ended March 31, 2022			Change		
	Consolidated	DAIHO CORPO- RATION	Morimoto Corporation	Consolidated	DAIHO CORPO- RATION	Morimoto Corporation	Consolidated	DAIHO CORPO- RATION	Morimoto Corporation
Orders received	164,447	126,266	37,264	148,367	113,010	34,717	(16,079)	(13,255)	(2,546)
Civil engineering	85,319	63,604	21,714	79,423	58,608	20,815	(5,896)	(4,996)	(899)
Building construction	78,544	62,661	15,549	68,424	54,402	13,902	(10,120)	(8,259)	(1,646)
Others	583	–	–	520	–	–	(63)	–	–
Net sales	161,697	122,284	35,334	156,520	118,453	34,157	(5,177)	(3,831)	(1,177)
Civil Engineering	86,090	65,109	20,980	86,324	66,086	20,237	234	977	(743)
Building construction	72,077	57,175	14,354	66,513	52,366	13,920	(5,564)	(4,808)	(433)
Other	3,529	–	–	3,682	–	–	152	–	–
Gross profit	15,097	10,264	3,836	15,191	10,082	4,066	93	(181)	230
Civil Engineering	8,106	5,566	2,531	8,769	5,881	2,871	663	314	340
Building construction	6,053	4,697	1,304	5,392	4,200	1,194	(661)	(496)	(110)
Other	937	–	–	1,029	–	–	91	–	–
Operating profit	9,066	6,349	2,416	8,857	5,909	2,555	(208)	(439)	139
Ordinary profit	9,420	6,806	2,435	9,316	12,477	2,546	(104)	5,671	111
Profit attributable to owners of parent or profit	6,262	4,693	1,645	5,987	10,365	1,675	(274)	5,672	29