

CONSOLIDATED BALANCE SHEETS

March 31, 2015 and 2016

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2015	2016	2016
Assets:			
Current assets:			
Cash and time deposits	¥ 19,466	¥ 27,394	\$ 243,484
Notes and accounts receivable	22,488	23,895	212,379
Lease receivables and lease investment assets	1,131	1,482	13,170
Merchandise and finished goods	9,665	9,597	85,299
Real estate developments for sale Notes 6 (5)(7)	37,311	32,673	290,407
Work in process	1,311	967	8,596
Raw materials and supplies	1,913	1,918	17,046
Deferred tax assets	5,290	6,164	54,789
Other	29,360	29,550	262,642
Allowance for doubtful accounts	(91)	(80)	(712)
Total current assets	127,844	133,560	1,187,100
Noncurrent assets:			
Property and equipment:			
Buildings and structures, net Notes 6 (1)(3)(5)(6)	474,468	467,360	4,153,941
Machinery, equipment, rolling stock, and other vehicles, net Notes 6 (1)(3)(6)	48,295	49,686	441,611
Land Notes 6 (3)(5)(6)(7)	431,906	432,650	3,845,434
Lease assets, net Note 6 (1)	1,261	1,027	9,127
Construction in progress Note 6 (5)	38,576	45,403	403,550
Other, net Notes 6 (1)(3)(5)(6)	9,008	8,736	77,646
Total property and equipment	1,003,514	1,004,862	8,931,309
Intangible fixed assets:			
Goodwill	1,205	1,127	10,016
Lease assets	204	162	1,446
Other	12,683	13,455	119,588
Total intangible assets	14,092	14,744	131,050
Investments and other assets:			
Investment securities Note 6 (2)	86,067	80,977	719,734
Long-term loans receivable	359	468	4,157
Deferred tax assets	6,301	6,024	53,538
Other	16,566	17,621	156,621
Allowance for doubtful accounts	(894)	(924)	(8,215)
Total investments and other assets	108,399	104,166	925,835
Total noncurrent assets	1,126,005	1,123,772	9,988,194
Total assets	¥1,253,849	¥1,257,332	\$11,175,294

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2015	2016	2016
Liabilities:			
Current liabilities:			
Notes and accounts payable	¥ 29,250	¥ 28,769	\$ 255,706
Short-term loans Note 6 (3)	191,228	185,583	1,649,484
Current portion of long-term corporate bonds	45,000	50,000	444,405
Current portion of lease obligations	1,422	1,811	16,094
Income taxes payable	8,431	6,914	61,456
Advances received	7,037	11,140	99,012
Deferred tax liabilities	0	0	1
Provision for bonuses	7,134	7,522	66,852
Allowance for unredeemed gift certificates and others	741	1,250	11,106
Asset retirement obligation	37	5	40
Other current liabilities Note 6 (3)	92,114	90,983	808,668
Total current liabilities	382,394	383,977	3,412,824
Long-term liabilities:			
Long-term bonds	145,000	135,000	1,199,893
Long-term loans Note 6 (3)	228,453	234,450	2,083,818
Long-term liabilities incurred for purchase of railway transport facilities Note 6 (3)	110,964	100,965	897,387
Lease obligations	956	647	5,753
Deferred tax liabilities	13,965	9,373	83,308
Deferred tax liabilities related to land revaluation Note 6 (7)	1,064	960	8,529
Net defined benefit liabilities	15,177	24,110	214,295
Asset retirement obligation	1,324	1,375	12,219
Long-term construction contract advances received	5,572	9,508	84,505
Other Note 6 (3)	40,770	39,944	355,025
Total long-term liabilities	563,245	556,332	4,944,732
Total liabilities	945,639	940,309	8,357,556
Net assets:			
Shareholders' equity:			
Common stock	60,360	60,360	536,484
Capital surplus	58,535	58,537	520,282
Retained earnings	151,127	172,192	1,530,464
Treasury stock, at cost	(10,345)	(10,480)	(93,147)
Total shareholders' equity	259,677	280,609	2,494,083
Accumulated other comprehensive income:			
Net unrealized gain on securities, net of taxes	38,895	34,656	308,027
Reserve for land revaluation Note 6 (7)	578	543	4,829
Remeasurements of defined benefit plans	5,382	(2,960)	(26,310)
Total accumulated other comprehensive income	44,855	32,239	286,546
Non-controlling interests	3,678	4,175	37,109
Total net assets	308,210	317,023	2,817,738
Total liabilities and net assets	¥1,253,849	¥1,257,332	\$11,175,294

See accompanying Notes to Consolidated Financial Statements.