

CONSOLIDATED BALANCE SHEET

March 31, 2017 and 2018

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2017	2018	2018
Assets:			
Current assets:			
Cash and time deposits	¥ 19,362	¥ 44,013	\$ 414,242
Notes and accounts receivable	22,957	24,071	226,547
Lease receivables and lease investment assets	1,509	1,414	13,308
Merchandise and finished goods	9,257	7,826	73,656
Real estate developments for sale Note 5 (5)	33,332	30,300	285,179
Work in process	789	1,025	9,646
Raw materials and supplies	1,923	2,057	19,363
Deferred tax assets	5,327	5,377	50,608
Other	31,300	34,831	327,821
Allowance for doubtful accounts	(65)	(68)	(645)
Total current assets	125,691	150,846	1,419,725
Noncurrent assets:			
Property and equipment:			
Buildings and structures, net Notes 5 (1)(3)(5)(6)	458,948	477,161	4,490,924
Machinery, equipment, rolling stock, and other vehicles, net Notes 5 (1)(3)(6)	49,061	51,380	483,574
Land Notes 5 (3)(5)(6)(7)	450,089	457,388	4,304,827
Lease assets, net Note 5 (1)	1,469	1,195	11,246
Construction in progress Note 5 (5)	57,084	25,638	241,299
Other, net Notes 5 (1)(3)(6)	8,129	8,939	84,137
Total property and equipment	1,024,780	1,021,701	9,616,007
Intangible fixed assets:			
Goodwill	1,041	1,866	17,567
Lease assets	164	175	1,643
Other	13,350	13,890	130,729
Total intangible assets	14,555	15,931	149,939
Investments and other assets:			
Investment securities Note 5 (2)	82,475	86,889	817,782
Long-term loans receivable	496	716	6,735
Deferred tax assets	5,882	5,651	53,184
Other	17,381	16,505	155,342
Allowance for doubtful accounts	(1,158)	(904)	(8,505)
Total investments and other assets	105,076	108,857	1,024,538
Total noncurrent assets	1,144,411	1,146,489	10,790,484
Total assets	¥1,270,102	¥1,297,335	\$12,210,209

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2017	2018	2018
Liabilities:			
Current liabilities:			
Notes and accounts payable	¥ 28,543	¥ 30,170	\$ 283,950
Short-term loans Note 5 (3)	181,681	198,930	1,872,280
Current portion of long-term corporate bonds	35,000	40,000	376,471
Current portion of lease obligations	1,694	1,511	14,226
Income taxes payable	6,999	8,354	78,623
Advances received	15,360	4,618	43,466
Deferred tax liabilities	0	13	120
Provision for bonuses	7,386	7,674	72,224
Allowance for unredeemed gift certificates and others	1,315	1,380	12,992
Asset retirement obligation	7	27	258
Other current liabilities Note 5 (3)	90,323	95,427	898,133
Total current liabilities	368,308	388,104	3,652,743
Long-term liabilities:			
Long-term bonds	130,000	140,000	1,317,652
Long-term loans Note 5 (3)	255,054	232,545	2,188,655
Long-term liabilities incurred for purchase of railway transport facilities Note 5 (3)	90,747	96,875	911,760
Lease obligations	1,282	1,063	10,005
Deferred tax liabilities	10,328	12,670	119,251
Deferred tax liabilities related to land revaluation Note 5 (7)	954	954	8,980
Net defined benefit liabilities	20,705	18,657	175,595
Asset retirement obligation	1,367	1,117	10,509
Long-term construction contract advances received	12,911	—	—
Other Note 5 (3)	39,743	38,883	365,958
Total long-term liabilities	563,091	542,764	5,108,365
Total liabilities	931,399	930,868	8,761,108
Net assets:			
Shareholders' equity:			
Common stock	60,360	60,360	568,092
Capital surplus	58,418	58,422	549,854
Retained earnings	191,737	213,817	2,012,397
Treasury stock, at cost	(10,527)	(10,552)	(99,315)
Total shareholders' equity	299,988	322,047	3,031,028
Accumulated other comprehensive income:			
Net unrealized gain on securities, net of taxes	33,978	36,198	340,691
Reserve for land revaluation Note 5 (7)	549	549	5,164
Remeasurements of defined benefit plans	(252)	1,186	11,160
Total accumulated other comprehensive income	34,275	37,933	357,015
Non-controlling interests	4,440	6,487	61,058
Total net assets	338,703	366,467	3,449,101
Total liabilities and net assets	¥1,270,102	¥1,297,335	\$12,210,209

See accompanying Notes to Consolidated Financial Statements.