

Consolidated Financial Statements
for the Second Quarter of the Fiscal Year Ending March 31, 2011 [J-GAAP]

November 5, 2010

NIPPON KANZAI Co., Ltd.

Listed Exchanges: Tokyo Stock Exchange and Osaka Securities Exchange, First Section
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*Amounts under one million yen have been rounded down.

1. Consolidated results for the second quarter ended September 30, 2010 (April 1, 2010 to September 30, 2010)

(1) Consolidated business results

(Percentage figures indicate the rate of change from the same period in the previous year.)

	Net Sales		Operating Income		Ordinary Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2010	36,631	3.7	1,762	9.6	1,820	33.4
Six months ended September 30, 2009	35,339	2.5	1,607	(21.3)	1,364	(37.1)

	Net Income		Net Income per Share		Diluted Net Income per Share	
	Millions of yen	%	Yen		Yen	
Six months ended September 30, 2010	788	16.4	45.99		—	
Six months ended September 30, 2009	677	(29.4)	34.51		—	

(2) Consolidated financial position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2010	35,326	23,900	63.1	1,322.39
As of March 31, 2010	36,710	24,008	61.0	1,296.72

Note: Shareholders' equity: As of September 30, 2010: ¥ 22,278 million, As of March 31, 2010: ¥22,383 million

2. Dividends

	Annual dividends				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual
Year ended March 31, 2010	—	16.00	—	16.00	32.00
Year ending March 31, 2011	—	16.00			
Year ending March 31, 2011 (Forecast)			—	16.00	32.00

Note: Revisions to the forecast of cash dividends in the current quarter: None

3. Consolidated business forecasts for the year ending March 31, 2011 (April 1, 2010 to March 31, 2011)

(Percentage figures indicate the rate of change from the same period in the previous year.)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	74,600	2.9	3,800	3.9	4,000	6.9	1,900	9.3	111.78

Note: Revisions to the consolidated business forecasts in the current quarter: None

4. Others (For details, please refer to the [Attached Document] page 3 “2.Other information.”)

(1) Changes to significant subsidiaries during the term: None

Note: This refers to changes to specific subsidiaries due to changes in the scope of consolidation in the period under review.

(2) Adoption of the simplified accounting as well as specific accounting: Yes

Note: This refers to the adoption of simplified accounting treatment or specific accounting treatment for preparing the quarterly consolidated financial statements.

(3) Changes in accounting principles, processes, presentation methods, etc.

1) Changes due to the revision of accounting standard: Yes

2) Changes other than 1): None

Note: This refers to changes in accounting principles, processes, disclosure methods, etc., pertaining to the preparation of quarterly consolidated financial statements as stated in “Changes in Accounting Principles, Processes, Disclosure Methods, etc.”

(4) Number of shares issued and outstanding (common stock)

1) Number of shares issued and outstanding (including treasury stock)

2) Number of treasury stock

3) Average number of shares issued and outstanding

1)	As of September 30, 2010	20,590,153 shares	As of March 31, 2010	20,590,153 shares
2)	As of September 30, 2010	3,743,178 shares	As of March 31, 2010	3,328,630 shares
3)	First six months ended September 30, 2010	17,148,259 shares	First six months ended September 30, 2009	19,642,402 shares

*** Presentation of implementation status for quarterly review procedures**

This quarterly financial report is not covered by the Financial Instruments and Exchange Act and the quarterly consolidated financial statements review procedures called for by the Financial Instruments and Exchange Act have not been completed as of the release of this quarterly financial report.

*** Explanation regarding the appropriate use of forecasts of business results and other special items**

The forecasts of business results reported herein were prepared based on information Nippon Kanzai had in its possession as of the time this report was prepared and on certain assumptions judged to be reasonable. Actual results may differ significantly from forecasts due to various factors. Please refer to the disclaimers, provided under “1. (3) Qualitative information on consolidated business forecasts” on page 3 of the [Attached Document] of the quarterly financial report, regarding assumptions upon which forecasts are based and the use of forecasts.

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1. Qualitative information on financial statements

(1) Qualitative information on consolidated business results

During the first six months of the fiscal year ending March 31, 2011, the Japanese economy, while showing signs of recovery in some sectors, suffered from weak equity prices and yen's sharp appreciation, which prevented any improvement in the difficult economic circumstances.

In the real estate service industry, as well, conditions remained tough as clients focused even more on cutting costs, buildings under contract were closed or had services scaled back, and office vacancies climbed.

Under the business environment, the Nippon Kanzasai Group aggressively worked on property management, private finance initiatives (PFI) and enhancement of our group companies along with continued expansion of businesses peripheral to building maintenance.

Consolidated net sales for the first six months, while hindered somewhat by heated competition for new contracts, benefited from strong activity in non-recurring work and construction-related orders, and from gains on sales of assets associated with real estate fund, and increased by 3.7% compared to the same period in the previous year, to 36,631 million yen.

As for income, the lack of growth in unit prices of contracts put some downward pressure on profitability, but efforts to cut and hold down management costs, such as re-examination of procurement unit prices and paying extra attention to time management, as well as improvement of the profit margin in our Real Estate Fund Management Business resulted in operating income of 1,762 million yen, up 9.6% from the same period in the previous year, and ordinary income of 1,820 million yen, up 33.4%. Net income for the first six months of the current fiscal year, came to 788 million yen, up 16.4%, compared to the same period in the previous year, due to the recording of an extraordinary losses including loss on valuation of investment securities and previous years' asset retirement obligation expenses.

The following are earnings by segment:

(Building Management and Operating Business)

Our core Building Management and Operating Business, which is engaged in building management and security services, experienced strong orders for real estate services and recorded consolidated net sales for the first six months of 31,361 million yen, up 1.7% compared to the same period in the previous year.

Although a lack of growth in unit prices of contracts had a negative impact, this was overcome by successful efforts to lower cost ratios, and the segment income of 2,978 million yen, up 4.9%.

(Environmental Facility Management Business)

In the Environmental Facility Management Business, which is mainly engaged in the management of water treatment, sewage disposal, and other public facilities, we secured an overall firm number of new contracts, particularly for the management of incinerators and recycling facilities. As a result, net sales for the first six months increased by 6.2% year on year to 3,419 million yen.

During the quarter, we worked to cut costs, primarily by re-examining procurement costs and realigning personnel assignments to better match actual needs. Nevertheless, with local governments – the main customers for this segment – continuing to be squeezed fiscally, and the particularly strong impact of falling profitability in new contracts, segment income fell 23.0% compared to the same period in the previous year, to 207 million yen.

(Real Estate Fund Management Business)

In the Real Estate Fund Management Business, which mainly entails asset management, forming real estate funds and managing assets, and handles investments in anonymous associations, a stable asset management income and proceeds from sales of assets were recorded. As a result, net sales for the first six months came to 945 million yen, up 248.2% compared to the same period in the previous year.

The sales of assets mentioned above gave rise to selling expenses, however, no real estate valuation losses were recorded. Therefore, segment income came to 104 million yen, up 135 million yen compared to the same period in the previous year.

(Other Businesses)

Other Businesses, which consist mainly of event planning and management, printing, and design, suffered from both the downsizing of events and cost-cutting measures by clients, and held consolidated net sales for the first six months to 904 million yen, down 9.6% from the same period in the previous year, and caused segment income to drop 91.5% to 4 million yen.

(Note) Beginning with the first quarter of the current fiscal year, the Company is applying Accounting Standard for Disclosure of Segment Information (ASBJ Statement No. 17, March 27, 2009) and Application Guidance on Accounting Standard for Disclosure of Segment Information (ASBJ Guidance No. 20, March 21, 2008). This has resulted in no impact on segment information and comparisons are being made to the same quarter in the previous fiscal year.

(2) Qualitative information on consolidated financial position

1) Consolidated balance sheets

Total assets at the end of the first six months of the current fiscal year decreased by 1,384 million yen, or 3.8% compared to the end of the previous fiscal year to 35,326 million yen.

This is due mainly to the use of cash and time deposits for the purchase of treasury stock in August 2010 and to a decline in real estate held for sale following the sales of assets associated with real estate fund.

The liabilities decreased by 1,276 million yen, or 10.0% compared to the end of the previous fiscal year to 11,426 million, due to payments of accrued income taxes and non-recourse loans associated with real estate funds.

Net assets fell by 107 million yen, or 0.4%, to 23,900 million yen due to the treasury stock purchase mentioned above, and the equity ratio increased by 2.1 percentage points, to 63.1%, from the end of the previous fiscal year.

2) Consolidated cash flows

Cash and cash equivalents (hereinafter “cash”) at the end of the first six months of the current fiscal year decreased by 710 million yen, from the previous fiscal year end, to 9,249 million yen.

The conditions and main factors of cash flows for the first six months of the current fiscal year were as follows.

(Cash flows from operating activities)

Net cash provided by operating activities decreased by 91 million yen compared to the figure of the previous first six months to 1,136 million yen. This is mainly because of increasing factors, such as an increase in income before income taxes and minority interests, a decrease in notes and accounts receivable—trade, and a decrease in inventories due to sales of assets associated with real estate fund and decreasing factors, such as a decrease in investment loss on equity method and an increase in income taxes paid.

(Cash flows from investing activities)

Net cash used in investing activities decreased by 722 million yen compared to the figure of the previous first six months to 268 million yen. This is because of increasing factors, such as proceeds from sales of investment securities and decreasing factors, such as a net decrease in cash inflow from payments into time deposits and proceeds from withdrawal of time deposits.

(Cash flows from financing activities)

Net cash used in financing activities increased by 3,685 million yen compared to the figure of the previous first six months to 1,578 million yen. This was mainly attributable to increasing factors such as a decrease in expenditure from purchase of treasury stock and decreasing factors such as an increase in outlays for repayment of the refinancing of non-recourse loans associated with real estate funds.

(3) Qualitative information on consolidated business forecasts

In the meantime, we expect our business environment will continue to be very challenging.

Consolidated financial results were in line with the forecasts which were announced on May 7, 2010, and no revisions were made to forecasts for the full-year results.

Regarding net income per share, the average number of shares issued and outstanding has been revised to reflect the treasury stock purchases executed in August 2010.

2. Other information

(1) Changes of significant subsidiaries during the term

There is no related information.

(2) Overview of the simplified accounting as well as specific accounting

1) The simplified accounting

Method for calculating depreciation of fixed assets

For assets that the declining balance method is applied to, depreciation expense for the fiscal period is calculated by proportionally allocating the depreciation expense for the full fiscal year.

2) The specific accounting

There is no related information.

(3) Overview of changes in accounting principles, processes, presentation methods, etc.

1) Changes in accounting principles and processes

Application of Accounting Standard for Asset Retirement Obligations

The Accounting Standard for Asset Retirement Obligations (ASBJ Statement No.18, March 31, 2008) and the Guidance on Accounting Standard for Asset Retirement Obligations (ASBJ Guidance No.21, March 31, 2008) are being applied beginning with the first quarter of the fiscal year ending March 31, 2011.

As a result, operating income and ordinary income were both 8,628 thousand yen lower than they otherwise would have been, and income before income taxes and minority interests was 122,376 thousand yen lower than it would have been. In addition, application of the standard has caused asset retirement obligations to change by 162,030 thousand yen.

2) Changes in presentation methods

Quarterly consolidated statements of income

Based on the “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No.22, December 26, 2008), the Company is applying the “Cabinet Office Ordinance Partially Revising Regulation on Terminology, Forms and Preparation of Financial Statements” (Cabinet Office Ordinance No.5, March 24, 2009). As a result, “Income before minority interests” is included in the consolidated financial statements for the interim period of the current fiscal year.

3. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheets

	(Thousands of yen)	
	Second quarter ended September 30, 2010 (As of September 30, 2010)	Year ended March 31, 2010 (As of March 31, 2010)
ASSETS		
Current assets		
Cash and time deposits	9,679,117	10,030,116
Notes and accounts receivable	8,071,240	8,483,883
Short-term investment securities	10,013	10,026
Investments in anonymous associations for business purposes	427,131	425,333
Supplies	74,642	81,620
Real estate for sale	2,132,051	2,759,579
Income taxes receivable	—	19,369
Deferred tax assets	416,428	426,756
Other	1,077,987	667,679
Allowance for doubtful accounts	(23,332)	(25,227)
Total current assets	21,865,277	22,879,134
Fixed assets		
Tangible fixed assets		
Buildings and structures, net	1,563,586	1,533,786
Machinery and vehicles, net	71,428	78,434
Tools, appliance and equipment, net	265,554	253,624
Land	1,254,009	1,254,009
Lease assets, net	614,086	350,523
Total tangible fixed assets	3,768,663	3,470,376
Intangible fixed assets		
Goodwill	198,237	272,542
Software	659,390	722,794
Lease assets	15,023	14,123
Other	34,789	34,718
Total intangible fixed assets	907,439	1,044,177
Investments and other assets		
Investment securities	4,627,382	5,142,470
Long-term loans	530,487	551,238
Guarantee and deposit for leasehold estate	1,816,892	1,889,302
Memberships	397,369	404,870
Deferred tax assets	1,020,600	975,816
Other	1,037,388	1,008,746
Allowance for doubtful accounts	(644,739)	(655,184)
Total investments and other assets	8,785,379	9,317,258
Total fixed assets	13,461,481	13,831,811
TOTAL ASSETS	35,326,758	36,710,945

(Thousands of yen)

	Second quarter ended September 30, 2010 (As of September 30, 2010)	Year ended March 31, 2010 (As of March 31, 2010)
LIABILITIES		
Current liabilities		
Notes and accounts payable	3,574,367	4,130,038
Current portion of long-term non-recourse loans	27,300	1,964,300
Lease obligations	121,519	71,424
Accrued expenses	1,802,256	1,663,691
Accrued income taxes	609,933	1,144,062
Accrued consumption taxes	318,012	308,792
Deposits received	201,093	304,517
Advances received	107,068	82,262
Allowance for bonuses	623,182	642,526
Allowance for directors' bonuses	41,607	78,959
Other	84,495	79,250
Total current liabilities	7,510,832	10,469,821
Fixed liabilities		
Long-term non-recourse loans	1,352,700	—
Lease obligations	496,773	299,244
Deferred tax liability	1,927	—
Allowance for employees' retirement benefits	129,338	137,394
Allowance for directors' retirement benefits	489,792	501,730
Long-term guarantee deposits received	1,194,104	1,276,523
Asset retirement obligations	186,157	—
Liabilities from application of equity method	35,487	—
Other	29,145	18,095
Total fixed liabilities	3,915,423	2,232,986
TOTAL LIABILITIES	11,426,255	12,702,807
NET ASSETS		
Shareholders' equity		
Common stock	3,000,000	3,000,000
Capital surplus	499,126	499,127
Retained earnings	24,359,568	23,847,117
Treasury stock	(5,458,353)	(4,874,661)
Total shareholders' equity	22,400,341	22,471,583
Unrealized gains and adjustments		
Valuation difference on marketable securities	(121,990)	(88,212)
Total unrealized gains and adjustments	(121,990)	(88,212)
Minority interests	1,622,152	1,624,767
TOTAL NET ASSETS	23,900,503	24,008,138
TOTAL LIABILITIES AND NET ASSETS	35,326,758	36,710,945

(2) Quarterly consolidated statements of income

(Thousands of yen)

	Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)	Six months ended September 30, 2010 (April 1, 2010 to September 30, 2010)
Net sales	35,339,272	36,631,825
Cost of sales	28,755,401	29,872,321
Gross profit	6,583,871	6,759,504
Selling, general and administrative expenses		
Selling expenses	116,406	57,351
Personnel expenses	2,648,707	2,709,261
Provision for accrued bonus	228,251	235,572
Provision for directors' bonuses	40,792	41,607
Provision for directors' retirement benefits	37,573	42,902
Retirement benefits expense	58,045	63,268
Transportation and communication expense	355,371	383,928
Supplies expense	211,593	185,588
Rent expense	412,763	394,070
Insurance expense	86,222	94,131
Depreciation and amortization	168,793	181,419
Tax and public charge	52,729	51,430
Provision of allowance for doubtful accounts	3,546	617
Amortization of goodwill	75,733	74,306
Other	479,835	482,048
Total selling, general and administrative expenses	4,976,359	4,997,498
Operating income	1,607,512	1,762,006
Non-operating income		
Interest and dividends income	85,325	88,374
Rent earned	22,773	19,255
Equity in earnings of affiliates	—	6,676
Other	48,143	36,742
Total non-operating income	156,241	151,047
Non-operating expenses		
Interest expense	4,980	14,346
Loss on sales of investment securities	—	18,927
Expense related to leasehold estates	24,604	24,884
Equity in loss of affiliates	321,317	—
Loss on sales and retirement of fixed assets	5,024	6,393
Other	43,418	27,724
Total non-operating expenses	399,343	92,274
Ordinary income	1,364,410	1,820,779
Extraordinary losses		
Loss on valuation of investment securities	200,843	170,989
Loss on application of accounting standard for asset retirement obligations	—	113,748
Labor compensation costs	—	38,978
Other	—	18,837
Total extraordinary losses	200,843	342,552
Income before income taxes and minority interests	1,163,567	1,478,227
Income taxes — current	749,030	661,091
Refund of income taxes for prior periods	—	(2,373)
Income taxes — deferred	(122,137)	(17,413)
Total income and other taxes	626,893	641,305
Income before minority interests	—	836,922
Minority interests in income (loss)	(141,135)	48,288
Net income	677,809	788,634

(3) Quarterly consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)	Six months ended September 30, 2010 (April 1, 2010 to September 30, 2010)
Cash flows from operating activities		
Income before income taxes and minority interests	1,163,567	1,478,227
Depreciation and amortization	205,671	250,397
Amortization of goodwill	75,733	74,306
Increase (decrease) in provision for bonus	(18,383)	(19,344)
Increase (decrease) in provision for directors' bonuses	(41,357)	(37,352)
Increase (decrease) in provision for retirement benefits	17,909	(8,056)
Increase (decrease) in provision for directors' retirement benefits	17,773	(11,938)
Increase (decrease) in allowance for doubtful accounts	(87)	(12,339)
Equity in (earnings) loss of affiliates	321,317	(6,676)
Interest and dividends income	(85,325)	(88,374)
Interest expense	4,980	14,346
(Gain) loss on sales and retirement of fixed assets	5,024	6,393
(Gain) loss on sales of short-term and long-term investment securities	—	18,927
Loss (gain) on valuation of investment securities	200,843	170,989
(Increase) decrease in notes and accounts receivable—trade	(88,221)	446,708
(Increase) decrease in investment in anonymous associations for business purposes	(3,386)	(687)
(Increase) decrease in inventories	(12,502)	634,506
(Increase) decrease in other assets	83,552	(112,212)
Increase (decrease) in notes and accounts payable—trade	(831,088)	(886,044)
Increase (decrease) in accrued consumption taxes	(36,057)	9,220
Increase (decrease) in other liabilities	297,522	176,598
Loss on application of accounting standard for asset retirement obligations	—	113,533
Other	35,011	22,684
Sub-total	1,312,496	2,233,812
Interest and dividends income received	83,998	90,632
Interest expenses paid	(4,980)	(14,346)
Income taxes paid	(163,387)	(1,173,478)
Net cash provided by operating activities	1,228,127	1,136,620
Cash flows from investing activities		
Payments into time deposits	(55,000)	(415,000)
Proceeds from withdrawal of time deposits	565,078	55,506
Purchase of property, plant and equipment and intangible assets	(214,012)	(242,871)
Proceeds from sales of property, plant and equipment and intangible assets	154	22,642
Purchase of investment securities	(65,047)	(611)
Proceeds from sales of investment securities	—	180,982
Proceeds from redemption of investment securities	209,827	—
Collection of investments in capital	—	150,000
Payment for lending	(663)	(15,070)
Collection of loans receivable	7,390	17,155
(Increase) decrease in guarantee and deposit for leasehold estate	36,231	72,409
Increase (decrease) in deposit guarantees received	(29,707)	(82,419)
Other	(609)	(11,555)
Net cash provided by (used in) investing activities	453,642	(268,832)

(Thousands of yen)

	Six months ended Sep. 30, 2009 (April 1, 2009 to Sep. 30, 2009)	Six months ended Sep. 30, 2010 (April 1, 2010 to Sep. 30, 2010)
Cash flows from financing activities		
Proceeds from short-term loans payable	300,000	300,000
Repayments of short-term loans payable	(300,000)	(300,000)
Proceeds from long-term non-recourse loans	—	1,380,000
Repayments of long-term non-recourse loans	(6,400)	(1,964,300)
Repayments of lease obligations	(14,120)	(77,622)
Proceeds from disposal of treasury stock	—	40
Purchase of treasury stock	(4,850,182)	(590,338)
Cash dividends paid	(328,922)	(276,061)
Cash dividends paid to minority shareholders	(64,588)	(50,000)
Net cash used in financing activities	(5,264,212)	(1,578,281)
Net increase (decrease) in cash and cash equivalents	(3,582,443)	(710,493)
Cash and cash equivalents at beginning of term	11,502,515	9,959,610
Cash and cash equivalents at end of term	7,920,072	9,249,117

(4) Notes on premise of a going concern

There is no related information.

(5) Segment information**[Business segment information]**

Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)

(Thousands of yen)

	Building Management and Operating	Environmental Facility Management	Temporary Staffing	Real Estate Fund Management	Total	Elimination or Total	Consolidation
Net sales							
(1) Net sales to external customers	30,846,589	3,219,651	271,654	1,001,378	35,339,272	—	35,339,272
(2) Inter-segment net sales and transfer	—	—	—	—	—	—	—
Total	30,846,589	3,219,651	271,654	1,001,378	35,339,272	—	35,339,272
Operating income (loss)	2,839,312	269,350	(31,346)	50,241	3,127,557	(1,520,045)	1,607,512

Notes: 1. Segmentation

Our services are divided into the business categories of Building Management and Operating Business, Environmental Facility Management Business, Real Estate Fund Management Business and Other Businesses.

2. Main business in each service category

Category	Main Businesses
Building Management and Operating Business	Building cleaning, facility maintenance, and all-day resident security services for multipurpose buildings, city hotels, condominiums and rental apartments; automated security service with automated emergency response equipment that quickly notifies using sensors and telephone line; temporary staffing for receptionists and telephone operators to our customers' needs
Environmental Facility Management Business	Operation, management, and water quality management of water treatment/sewage disposal plants and incinerators
Real Estate Fund Management Business	Management and arrangement of real estate fund; investment in anonymous associations; investment consulting; and asset management and building operating business
Other Businesses	Event planning and management; printing and design, bookbinding; and real estate sales and brokerage

[Segment information by geographic region]

Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)

Because the Group does not have consolidated subsidiaries or branch offices outside Japan, there is no related information.

[Overseas sales]

Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)

Because the Group does not conduct sales activities outside Japan, there is no related information.

[Segment information]

(Additional information)

Effective the first quarter under review, the Company has applied Accounting Standard for Disclosure of Segment Information (ASBJ Statement No. 17, March 27, 2009) and Application Guidance on Accounting Standard for Disclosure of Segment Information (ASBJ Guidance No. 20, March 21, 2008).

1. Overview of reportable segments

The Company's reportable segments are organizational units for which separate financial information can be gathered. Reportable segments are regularly reconsidered by the Board of Directors for purposes of making management resource allocation decisions and evaluating performance.

We have created four reportable segments – the Building Management and Operating Business, the Environmental Facility Management Business, the Real Estate Fund Management Business, and Other Businesses – based on the characteristics and similarities of the services provided by Group companies.

The Building Management and Operating Business is primarily engaged in building management and security services, the Environmental Facility Management Business is primarily engaged in the management of water treatment, sewage disposal, and other public facilities, and the Real Estate Fund Management Business is primarily engaged in the formation of real estate funds, asset management, and investment in anonymous associations. Other Businesses include mainly event planning and management, printing, and design services.

2. Sales and profits or losses by reportable segments

Six months ended September 30, 2010 (April 1, 2010 to September 30, 2010)

(Thousands of yen)

	Reportable segments					Adjustments (note)	Amount recorded on consolidated statements of income
	Building Management and Operating	Environmental Facility Management	Real Estate Fund Management	Other Businesses	Total		
Net sales							
(1) Net sales to external customers	31,361,908	3,419,236	945,841	904,840	36,631,825	—	36,631,825
(2) Inter-segment net sales and transfer	—	—	—	—	—	—	—
Total	31,361,908	3,419,236	945,841	904,840	36,631,825	—	36,631,825
Segment income	2,978,215	207,527	104,074	4,285	3,294,101	(1,532,095)	1,762,006

Note: Adjustments to segment income consist of (1,532,095) thousand yen in unallocated general administrative expenses.

(6) Notes on significant changes in the amount of shareholders' equity

There is no related information.