

Consolidated Statements of Income

KAJIMA Corporation and Consolidated Subsidiaries

	Years Ended March 31		
	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2007	2006	2007
REVENUES (Note 15):			
Construction projects.....	¥ 1,583,146	¥ 1,512,699	\$ 13,416,492
Real estate and other	308,320	262,575	2,612,881
Total revenues.....	1,891,466	1,775,274	16,029,373
COST OF REVENUES (Note 15):			
Construction projects.....	1,480,484	1,397,632	12,546,475
Real estate and other	256,943	223,727	2,177,483
Total cost of revenues	1,737,427	1,621,359	14,723,958
Gross profit.....	154,039	153,915	1,305,415
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES (Note 15)	98,524	98,180	834,949
Operating income.....	55,515	55,735	470,466
OTHER INCOME (EXPENSES):			
Interest and dividends.....	6,493	6,105	55,025
Interest expense	(9,019)	(8,494)	(76,432)
Equity in earnings of unconsolidated subsidiaries and affiliates.....	5,361	1,712	45,432
Equity in earnings of partnership	2,585	1,805	21,907
Valuation loss on marketable and investment securities	(399)	(327)	(3,381)
Valuation loss on inventories	(7,555)	—	(64,025)
Gain on sales of marketable and investment securities-net (Note 4).....	397	2,357	3,364
Gain (loss) on sales or disposals of property and equipment-net.....	2,277	(786)	19,297
Gain on sales of operating business, assets and others.....	26,703	—	226,297
Provision for doubtful accounts.....	(1,084)	(3,152)	(9,186)
Write down of real estate and other.....	(2,406)	—	(20,390)
Loss on restructuring of business (Note 19)	—	(6,052)	—
Loss on restructuring of affiliates (Note 15)	(3,320)	—	(28,136)
Loss on impairment of long-lived assets (Note 6).....	(1,261)	—	(10,686)
Foreign currency exchange gain	606	2,774	5,135
Other-net	(1,842)	(1,320)	(15,611)
Other income (expenses)-net	17,536	(5,378)	148,610
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	73,051	50,357	619,076
INCOME TAXES (Note 14):			
Current	18,189	3,645	154,144
Deferred	12,918	22,827	109,475
Total income taxes.....	31,107	26,472	263,619
MINORITY INTERESTS	(504)	(1,378)	(4,271)
NET INCOME	¥ 41,440	¥ 22,507	\$ 351,186
		Yen	U.S. Dollars
PER SHARE OF COMMON STOCK (Note 20):			
Basic net income	¥ 39.41	¥ 21.19	\$ 0.334
Cash dividends applicable to the year	7.00	6.00	0.059

See notes to consolidated financial statements.