

Consolidated Statements of Operations

KAJIMA Corporation and Consolidated Subsidiaries

	Years Ended March 31		
	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2005	2004	2005
REVENUES (Note 15):			
Construction projects.....	¥ 1,375,804	¥ 1,317,382	\$ 12,857,982
Real estate and other	311,576	304,378	2,911,925
Total revenues.....	1,687,380	1,621,760	15,769,907
COST OF REVENUES (Note 15):			
Construction projects.....	1,273,132	1,211,640	11,898,430
Real estate and other	271,744	263,864	2,539,664
Total cost of revenues	1,544,876	1,475,504	14,438,094
Gross profit.....	142,504	146,256	1,331,813
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	95,389	99,837	891,486
Operating income.....	47,115	46,419	440,327
OTHER INCOME (EXPENSES):			
Interest and dividends.....	4,240	4,868	39,626
Interest expense	(8,239)	(10,406)	(77,000)
Equity in earnings of unconsolidated subsidiaries and affiliates.....	2,190	494	20,467
Equity in earnings of partnership.....	3,411	1,424	31,879
Valuation loss on marketable and investment securities	(891)	(496)	(8,327)
Gain on sales of marketable and investment securities-net (Note 4).....	10,497	4,740	98,103
(Loss) gain on sales or disposals of property and equipment-net.....	(476)	1,519	(4,449)
Loss on dissolution of Welfare Pension Fund (Note 12).....	—	(33,484)	—
Provision for doubtful accounts.....	(2,999)	(4,975)	(28,028)
Provision for loss on development projects	(1,858)	(6,775)	(17,364)
Loss on restructuring of affiliates (Note 15).....	(15,310)	—	(143,084)
Loss on impairment of long-lived assets (Notes 6 and 16)	(1,772)	—	(16,561)
Foreign currency exchange gain (loss)	952	(716)	8,897
Other-net	(895)	301	(8,365)
Other expenses-net	(11,150)	(43,506)	(104,206)
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	35,965	2,913	336,121
INCOME TAXES (Note 14):			
Current	3,719	2,791	34,757
Deferred	18,379	5,120	171,766
Total income taxes.....	22,098	7,911	206,523
MINORITY INTERESTS.....	(647)	524	(6,047)
NET INCOME (LOSS)	¥ 13,220	¥ (4,474)	\$ 123,551
		Yen	U.S. Dollars
PER SHARE OF COMMON STOCK (Note 19):			
Basic net income (loss).....	¥ 12.28	¥ (4.61)	\$ 0.115
Cash dividends applicable to the year	6.00	5.00	0.056

See notes to consolidated financial statements.