

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.



Consolidated Financial Results for the Year Ended March 31, 2023 [Japanese GAAP]

April 28, 2023

Company name: SKY Perfect JSAT Holdings Inc.

Stock exchange listing: Tokyo

Code number: 9412

URL: <https://www.skyperfectjsat.space/>

Representative: Eiichi Yonekura

Representative Director, President

Contact: Koichi Matsutani

Director

Phone: +81-3-5571-1500

Scheduled date of Annual General Meeting of Shareholders: June 23, 2023

Scheduled date of commencing dividend payments: June 26, 2023

Scheduled date of filing annual securities report: June 23, 2023

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: Yes

(Amounts of less than one millions of yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2023	121,139	1.3	22,324	18.3	23,194	14.2	15,810	8.4
March 31, 2022	119,632	(14.3)	18,862	(1.5)	20,307	(0.2)	14,579	9.3

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥ 18,929 million [15.3%]
Fiscal year ended March 31, 2022: ¥ 16,423 million [40.5%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended March 31, 2023	Yen 54.44	Yen -	% 6.4	% 6.0	% 18.4
March 31, 2022	49.52	-	6.1	5.3	15.8

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2023: ¥ (68) million
Fiscal year ended March 31, 2022: ¥ 242 million

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of March 31, 2023	Millions of yen 399,055	Millions of yen 256,815	% 64.0	Yen 879.33
March 31, 2022	378,166	243,077	64.0	833.58

(Reference) Equity: As of March 31, 2023: ¥ 255,420 million
As of March 31, 2022: ¥ 241,988 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended March 31, 2023	Millions of yen 57,630	Millions of yen (16,870)	Millions of yen (19,422)	Millions of yen 107,908
March 31, 2022	36,507	(7,737)	(16,405)	85,914

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2022	-	9.00	-	9.00	18.00	5,269	36.3	2.2
March 31, 2023	-	9.00	-	11.00	20.00	5,809	36.7	2.3
Fiscal year ending March 31, 2024 (Forecast)	-	10.00	-	10.00	20.00		38.7	

(Note) Breakdown of the year-end dividend for the fiscal year ended March 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	121,000	(0.1)	22,500	0.8	22,000	(5.2)	15,000	(5.1)	51.64

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

March 31, 2023: 297,404,212 shares

March 31, 2022: 297,404,212 shares

2) Number of treasury shares at the end of the period:

March 31, 2023: 6,933,124 shares

March 31, 2022: 7,104,178 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2023: 290,416,104 shares

Fiscal Year ended March 31, 2022: 294,421,170 shares

Consolidated Financial Statements

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	66,915	74,913
Accounts receivable - trade	63,924	61,474
Lease receivables	46,434	46,234
Securities	18,999	32,995
Broadcasting rights	395	948
Merchandise	996	1,232
Work in process	176	349
Supplies	208	228
Short-term loans receivable	2,831	3,629
Accounts receivable - other	445	706
Other	5,157	6,229
Allowance for doubtful accounts	(162)	(88)
Total current assets	206,321	228,855
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,239	7,446
Machinery, equipment and vehicles, net	22,548	18,521
Telecommunications satellites, net	72,526	61,640
Land	2,924	2,924
Construction in progress	7,938	20,523
Other, net	4,978	4,337
Total property, plant and equipment	119,154	115,393
Intangible assets		
Goodwill	67	-
Software	5,012	4,287
Other	60	58
Total intangible assets	5,139	4,345
Investments and other assets		
Investment securities	21,129	24,856
Long-term loans receivable	14,367	12,946
Deferred tax assets	8,990	10,154
Other	3,062	2,503
Total investments and other assets	47,550	50,460
Total non-current assets	171,845	170,200
Total assets	378,166	399,055

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	137	254
Current portion of bonds payable	5,000	-
Current portion of long-term borrowings	8,707	10,572
Accounts payable - other	13,044	13,715
Income taxes payable	1,165	5,804
Subscription fees received	7,180	6,754
Unearned revenue	10,853	19,145
Provision for bonuses	621	628
Asset retirement obligations	112	-
Other	4,879	7,201
Total current liabilities	51,701	64,076
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	61,644	52,975
Deferred tax liabilities	855	1,102
Retirement benefit liability	6,593	6,545
Asset retirement obligations	2,239	2,273
Other	2,056	5,266
Total non-current liabilities	83,387	78,163
Total liabilities	135,089	142,239
Net assets		
Shareholders' equity		
Share capital	10,081	10,081
Capital surplus	131,892	131,911
Retained earnings	103,749	114,333
Treasury shares	(3,000)	(2,924)
Total shareholders' equity	242,724	253,401
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(67)	(191)
Deferred gains or losses on hedges	(45)	7
Foreign currency translation adjustment	(140)	2,546
Remeasurements of defined benefit plans	(482)	(343)
Total accumulated other comprehensive income	(736)	2,018
Non-controlling interests	1,088	1,395
Total net assets	243,077	256,815
Total liabilities and net assets	378,166	399,055

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Operating revenue	119,632	121,139
Operating costs	68,303	69,057
Operating gross profit	51,329	52,082
Selling, general and administrative expenses	32,467	29,758
Operating profit	18,862	22,324
Non-operating income		
Interest income	1,483	1,693
Dividend income	13	14
Share of profit of entities accounted for using equity method	242	-
Foreign exchange gains	101	57
Subsidy income	216	366
Other	612	336
Total non-operating income	2,670	2,468
Non-operating expenses		
Interest expenses	1,060	1,497
Share of loss of entities accounted for using equity method	-	68
Other	164	31
Total non-operating expenses	1,225	1,597
Ordinary profit	20,307	23,194
Extraordinary income		
Gain on sale of non-current assets	230	-
Gain on sale of investment securities	-	234
Total extraordinary income	230	234
Extraordinary losses		
Impairment losses	155	73
Loss on sale of shares of subsidiaries and associates	9	-
Loss on valuation of investment securities	96	223
Other	-	9
Total extraordinary losses	261	307
Profit before income taxes	20,276	23,122
Income taxes - current	5,418	8,142
Income taxes - deferred	81	(1,119)
Total income taxes	5,499	7,022
Profit	14,776	16,099
Profit attributable to non-controlling interests	196	289
Profit attributable to owners of parent	14,579	15,810

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Profit	14,776	16,099
Other comprehensive income		
Valuation difference on available-for-sale securities	(94)	(121)
Deferred gains or losses on hedges	450	134
Foreign currency translation adjustment	1,173	2,687
Remeasurements of defined benefit plans, net of tax	123	138
Share of other comprehensive income of entities accounted for using equity method	(7)	(8)
Total other comprehensive income	1,647	2,830
Comprehensive income	16,423	18,929
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,147	18,565
Comprehensive income attributable to non-controlling interests	276	364

Consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,033	132,017	94,501	-	236,552
Changes during period					
Issuance of new shares	48	48			96
Dividends of surplus			(5,331)		(5,331)
Profit attributable to owners of parent			14,579		14,579
Purchase of treasury shares				(3,000)	(3,000)
Disposal of treasury shares					-
Change in ownership interest of parent due to transactions with non-controlling interests		(173)			(173)
Net changes in items other than shareholders' equity					
Total changes during period	48	(124)	9,248	(3,000)	6,171
Balance at end of period	10,081	131,892	103,749	(3,000)	242,724

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	37	(421)	(1,314)	(605)	(2,303)	1,065	235,314
Changes during period							
Issuance of new shares							96
Dividends of surplus							(5,331)
Profit attributable to owners of parent							14,579
Purchase of treasury shares							(3,000)
Disposal of treasury shares							-
Change in ownership interest of parent due to transactions with non-controlling interests						22	(150)
Net changes in items other than shareholders' equity	(105)	375	1,173	123	1,567	1	1,568
Total changes during period	(105)	375	1,173	123	1,567	23	7,762
Balance at end of period	(67)	(45)	(140)	(482)	(736)	1,088	243,077

For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,081	131,892	103,749	(3,000)	242,724
Changes during period					
Issuance of new shares					-
Dividends of surplus			(5,226)		(5,226)
Profit attributable to owners of parent			15,810		15,810
Purchase of treasury shares					-
Disposal of treasury shares		18		75	93
Change in ownership interest of parent due to transactions with non-controlling interests					-
Net changes in items other than shareholders' equity					
Total changes during period	-	18	10,583	75	10,677
Balance at end of period	10,081	131,911	114,333	(2,924)	253,401

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	(67)	(45)	(140)	(482)	(736)	1,088	243,077
Changes during period							
Issuance of new shares							-
Dividends of surplus							(5,226)
Profit attributable to owners of parent							15,810
Purchase of treasury shares							-
Disposal of treasury shares							93
Change in ownership interest of parent due to transactions with non-controlling interests							-
Net changes in items other than shareholders' equity	(124)	53	2,687	138	2,754	306	3,061
Total changes during period	(124)	53	2,687	138	2,754	306	13,738
Balance at end of period	(191)	7	2,546	(343)	2,018	1,395	256,815

Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Cash flows from operating activities		
Profit before income taxes	20,276	23,122
Depreciation	22,160	21,165
Impairment losses	155	73
Amortization of goodwill	878	67
Interest and dividend income	(1,496)	(1,708)
Interest expenses	1,060	1,497
Share of loss (profit) of entities accounted for using equity method	(242)	68
Loss (gain) on valuation of investment securities	96	223
Loss (gain) on sale of non-current assets	(230)	-
Decrease (increase) in trade receivables	4,350	2,601
Increase (decrease) in broadcasting rights	1,576	(552)
Decrease (increase) in accounts receivable - other	(258)	(260)
Decrease (increase) in inventories	(1)	(429)
Increase (decrease) in accounts payable - other	(16)	665
Increase (decrease) in unearned revenue	(1,524)	8,285
Decrease (increase) in lease receivables	2,610	199
Other, net	(4,972)	6,695
Subtotal	44,423	61,714
Interest and dividends received	1,582	1,660
Interest paid	(1,070)	(1,207)
Income taxes paid	(8,428)	(4,536)
Net cash provided by (used in) operating activities	36,507	57,630
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,154)	(15,974)
Purchase of intangible assets	(2,221)	(1,441)
Purchase of investment securities	(3,084)	(584)
Proceeds from sale and redemption of investment securities	5	969
Proceeds from collection of loans receivable	2,204	3,240
Purchase of shares of subsidiaries and associates	(37)	(3,000)
Proceeds from sale of shares of subsidiaries and associates	1,181	-
Other, net	368	(79)
Net cash provided by (used in) investing activities	(7,737)	(16,870)
Cash flows from financing activities		
Repayments of finance lease liabilities	(10)	(0)
Repayments of long-term borrowings	(7,782)	(9,140)
Redemption of bonds	-	(5,000)
Purchase of treasury shares	(3,008)	-
Dividends paid	(5,326)	(5,223)
Dividends paid to non-controlling interests	(276)	(58)
Net cash provided by (used in) financing activities	(16,405)	(19,422)
Effect of exchange rate change on cash and cash equivalents	355	656
Net increase (decrease) in cash and cash equivalents	12,720	21,994
Cash and cash equivalents at beginning of period	73,193	85,914
Cash and cash equivalents at end of period	85,914	107,908