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Consolidated Financial Results for the Three Months Ended June 30, 2020 [Japanese GAAP]

September 02, 2020

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: Masao Nito

Director

Phone: 03-5571-1500

Scheduled date of filing quarterly securities report: September 04, 2020

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended June 30, 2020 (April 01, 2020 to June 30, 2020)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2020	34,674	0.5	5,594	51.4	5,977	57.0	4,022	63.2
June 30, 2019	34,519	(41.3)	3,694	(20.5)	3,807	(25.2)	2,464	(25.8)

(Note) Comprehensive income: Three months ended June 30, 2020: ¥ 4,169 million [73.0%]
Three months ended June 30, 2019: ¥ 2,410 million [(13.7)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2020	13.54	-
June 30, 2019	8.30	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2020	378,420	230,404	60.6	772.47
March 31, 2020	378,367	228,943	60.3	767.69

(Reference) Equity: As of June 30, 2020: ¥ 229,430 million
As of March 31, 2020: ¥ 228,010 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2020	-	9.00	-	9.00	18.00
Fiscal year ending March 31, 2021	-				
Fiscal year ending March 31, 2021 (Forecast)		9.00	-	9.00	18.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2021 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021(April 01, 2020 to March 31, 2021)

(% indicates changes from the previous corresponding period.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	140,000	0.3	12,000	(21.4)	12,500	(22.3)	8,000	(33.5)	26.94

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2020

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) 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

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

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

June 30, 2020: 297,007,848 shares

March 31, 2020: 297,007,848 shares

2) Total number of treasury shares at the end of the period:

June 30, 2020: - shares

March 31, 2020: - shares

3) Average number of shares during the period:

Three months ended June 30, 2020: 297,007,848 shares

Three months ended June 30, 2019: 297,007,848 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2020	As of June 30,2020
Assets		
Current assets		
Cash and deposits	25,103	42,476
Accounts receivable - trade	74,369	70,362
Lease receivables	2,910	49,104
Securities	18,498	8,998
Broadcasting rights	1,202	2,661
Merchandise	864	975
Work in process	47,273	959
Supplies	282	275
Short-term loans receivable	1,198	1,190
Accounts receivable - other	535	101
Other	4,477	5,150
Allowance for doubtful accounts	(669)	(415)
Total current assets	176,049	181,840
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,630	9,421
Machinery, equipment and vehicles, net	27,203	26,593
Telecommunications satellites, net	96,373	93,239
Land	2,924	2,924
Construction in progress	154	416
Other, net	6,253	5,970
Total property, plant and equipment	142,539	138,565
Intangible assets		
Goodwill	1,823	1,603
Software	6,847	6,281
Other	60	60
Total intangible assets	8,731	7,945
Investments and other assets		
Investment securities	20,312	19,210
Long-term loans receivable	18,578	18,456
Deferred tax assets	9,065	9,231
Other	3,089	3,170
Total investments and other assets	51,046	50,069
Total non-current assets	202,318	196,580
Total assets	378,367	378,420

(Million yen)

	As of March 31,2020	As of June 30,2020
Liabilities		
Current liabilities		
Accounts payable - trade	419	184
Current portion of bonds payable	5,000	-
Current portion of long-term borrowings	6,467	7,173
Accounts payable - other	12,392	8,977
Income taxes payable	734	2,816
Subscription fees received	8,066	7,951
Unearned revenue	7,154	16,215
Provision for bonuses	655	290
Other	6,892	5,618
Total current liabilities	47,782	49,226
Non-current liabilities		
Bonds payable	15,000	15,000
Long-term borrowings	75,974	72,387
Deferred tax liabilities	344	385
Provision for retirement benefits for directors (and other officers)	6	6
Retirement benefit liability	6,023	6,125
Asset retirement obligations	2,298	2,322
Other	1,993	2,563
Total non-current liabilities	101,641	98,789
Total liabilities	149,423	148,016
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	131,984	131,984
Retained earnings	86,504	87,853
Total shareholders' equity	228,488	229,837
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(72)	(85)
Deferred gains or losses on hedges	(649)	(569)
Foreign currency translation adjustment	500	500
Remeasurements of defined benefit plans	(256)	(253)
Total accumulated other comprehensive income	(477)	(407)
Non-controlling interests	932	973
Total net assets	228,943	230,404
Total liabilities and net assets	378,367	378,420

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30,2019	For the three months ended June 30,2020
Operating revenue	34,519	34,674
Operating costs	22,727	21,338
Operating gross profit	11,791	13,336
Selling, general and administrative expenses	8,096	7,741
Operating profit	3,694	5,594
Non-operating income		
Interest income	576	493
Dividend income	5	14
Share of profit of entities accounted for using equity method	26	110
Foreign exchange gains	-	3
Other	49	130
Total non-operating income	658	752
Non-operating expenses		
Interest expenses	477	364
Foreign exchange losses	55	-
Other	12	4
Total non-operating expenses	545	369
Ordinary profit	3,807	5,977
Profit before income taxes	3,807	5,977
Income taxes - current	1,168	2,076
Income taxes - deferred	228	(165)
Total income taxes	1,396	1,911
Profit	2,410	4,066
Profit (loss) attributable to non-controlling interests	(53)	43
Profit attributable to owners of parent	2,464	4,022

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	For the three months ended June 30,2019	For the three months ended June 30,2020
Profit	2,410	4,066
Other comprehensive income		
Valuation difference on available-for-sale securities	(341)	(16)
Deferred gains or losses on hedges	(251)	110
Foreign currency translation adjustment	591	0
Remeasurements of defined benefit plans, net of tax	2	3
Share of other comprehensive income of entities accounted for using equity method	(1)	6
Total other comprehensive income	(0)	103
Comprehensive income	2,410	4,169
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,463	4,093
Comprehensive income attributable to non-controlling interests	(53)	76

Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the three months ended June 30,2019	For the three months ended June 30,2020
Cash flows from operating activities		
Profit before income taxes	3,807	5,977
Depreciation	6,263	5,850
Amortization of goodwill	219	219
Interest and dividend income	(581)	(508)
Interest expenses	477	364
Share of loss (profit) of entities accounted for using equity method	(26)	(110)
Decrease (increase) in trade receivables	3,326	3,999
Increase (decrease) in broadcasting rights	781	(1,459)
Decrease (increase) in accounts receivable - other	255	434
Decrease (increase) in inventories	(1,987)	46,210
Increase (decrease) in accounts payable - other	(691)	(3,415)
Increase (decrease) in unearned revenue	6,641	9,061
Decrease (increase) in lease receivables	99	(46,193)
Other, net	(3,260)	460
Subtotal	15,324	20,892
Interest and dividends received	716	673
Interest paid	(522)	(725)
Income taxes paid	(1,993)	(228)
Net cash provided by (used in) operating activities	13,524	20,611
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,878)	(1,994)
Purchase of intangible assets	(917)	(344)
Other, net	(71)	(10)
Net cash provided by (used in) investing activities	(6,868)	(2,349)
Cash flows from financing activities		
Repayments of finance lease obligations	(57)	(59)
Repayments of long-term borrowings	(2,476)	(2,660)
Redemption of bonds	-	(5,000)
Dividends paid	(2,624)	(2,624)
Dividends paid to non-controlling interests	(39)	(35)
Net cash provided by (used in) financing activities	(5,197)	(10,380)
Effect of exchange rate change on cash and cash equivalents	(3)	(9)
Net increase (decrease) in cash and cash equivalents	1,456	7,871
Cash and cash equivalents at beginning of period	48,089	43,602
Cash and cash equivalents at end of period	49,545	51,474