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## Consolidated Financial Results for the Nine Months Ended December 31, 2019 [Japanese GAAP]

February 05, 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: February 14, 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 Nine Months Ended December 31, 2019 (April 01, 2019 to December 31, 2019)

#### (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	%
Nine months ended December 31, 2019	103,823	(19.2)	12,302	(2.7)	13,041	(4.5)	8,526	(4.2)
December 31, 2018	128,555	17.4	12,648	4.4	13,659	6.3	8,900	3.2

(Note) Comprehensive income: Nine months ended December 31, 2019: ¥ 7,871 million [ (20.3)%]  
Nine months ended December 31, 2018: ¥ 9,874 million [ 6.3%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2019	28.71	-
December 31, 2018	29.97	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2019	371,373	224,983	60.3	754.32
March 31, 2019	376,102	224,014	58.9	745.26

(Reference) Equity: As of December 31, 2019: ¥ 224,038 million

As of March 31, 2019: ¥ 221,349 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, 2019	-	9.00	-	9.00	18.00
Fiscal year ending March 31, 2020	-	9.00	-		
Fiscal year ending March 31, 2020 (Forecast)				9.00	18.00

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

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2020 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2020(April 01, 2019 to March 31, 2020)

(% 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	143,500	(12.5)	15,000	(1.9)	15,500	(6.9)	10,000	3.3	33.67

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

### \* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2019

(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):

December 31, 2019: 297,007,848 shares

March 31, 2019: 344,603,700 shares

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

December 31, 2019: - shares

March 31, 2019: 47,595,852 shares

3) Average number of shares during the period:

Nine months ended December 31, 2019: 297,007,848 shares

Nine months ended December 31, 2018: 297,007,848 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2019	As of December 31,2019
<b>Assets</b>		
Current assets		
Cash and deposits	28,590	23,970
Accounts receivable - trade	77,520	71,912
Lease receivables	3,063	2,899
Securities	19,499	20,899
Broadcasting rights	1,407	1,592
Merchandise	632	844
Work in process	31,602	41,664
Supplies	320	283
Short-term loans receivable	202	393
Accounts receivable - other	343	103
Other	3,228	4,097
Allowance for doubtful accounts	(445)	(607)
Total current assets	165,966	168,053
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,667	9,414
Machinery, equipment and vehicles, net	22,337	24,992
Telecommunications satellites, net	93,147	84,498
Land	2,924	2,924
Construction in progress	15,422	16,074
Other, net	3,870	5,988
Total property, plant and equipment	147,370	143,892
Intangible assets		
Goodwill	2,701	2,042
Software	6,726	6,069
Other	62	61
Total intangible assets	9,490	8,173
Investments and other assets		
Investment securities	20,565	20,158
Long-term loans receivable	20,023	19,293
Deferred tax assets	9,502	8,689
Other	3,184	3,112
Total investments and other assets	53,275	51,254
Total non-current assets	210,136	203,320
<b>Total assets</b>	<b>376,102</b>	<b>371,373</b>

(Million yen)

	As of March 31,2019	As of December 31,2019
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	358	243
Current portion of bonds	-	5,000
Current portion of long-term borrowings	5,208	6,193
Accounts payable - other	10,340	9,302
Income taxes payable	2,393	1,890
Subscription fees received	8,222	8,172
Unearned revenue	2,881	7,451
Provision for bonuses	605	323
Other	7,837	5,739
Total current liabilities	37,846	44,316
Non-current liabilities		
Bonds payable	20,000	15,000
Long-term borrowings	82,878	76,349
Deferred tax liabilities	427	317
Provision for retirement benefits for directors (and other officers)	6	6
Retirement benefit liability	6,002	6,192
Asset retirement obligations	2,203	2,266
Other	2,723	1,941
Total non-current liabilities	114,240	102,073
Total liabilities	152,087	146,390
<b>Net assets</b>		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	158,054	131,984
Retained earnings	79,823	83,003
Treasury shares	(26,268)	-
Total shareholders' equity	221,609	224,987
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	293	(13)
Deferred gains or losses on hedges	(736)	(608)
Foreign currency translation adjustment	482	(34)
Remeasurements of defined benefit plans	(299)	(292)
Total accumulated other comprehensive income	(260)	(949)
Non-controlling interests	2,665	944
Total net assets	224,014	224,983
Total liabilities and net assets	376,102	371,373

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

(Million yen)

	For the nine months ended December 31,2018	For the nine months ended December 31,2019
Operating revenue	128,555	103,823
Operating cost	88,491	66,457
Operating gross profit	40,064	37,366
Selling, general and administrative expenses	27,415	25,063
Operating profit	12,648	12,302
Non-operating income		
Interest income	1,577	1,731
Dividend income	21	9
Share of profit of entities accounted for using equity method	230	325
Foreign exchange gains	41	-
Other	329	122
Total non-operating income	2,200	2,189
Non-operating expenses		
Interest expenses	1,143	1,415
Foreign exchange losses	-	4
Other	47	31
Total non-operating expenses	1,190	1,451
Ordinary profit	13,659	13,041
Extraordinary income		
Gain on sales of shares of subsidiaries and associates	74	-
Income from compensation for damage	9	-
Total extraordinary income	84	-
Profit before income taxes	13,743	13,041
Income taxes - current	4,595	3,917
Income taxes - deferred	306	618
Total income taxes	4,901	4,536
Profit	8,841	8,504
Loss attributable to non-controlling interests	(58)	(21)
Profit attributable to owners of parent	8,900	8,526

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

(Million yen)

	For the nine months ended December 31,2018	For the nine months ended December 31,2019
Profit	8,841	8,504
Other comprehensive income		
Valuation difference on available-for-sale securities	50	(317)
Deferred gains or losses on hedges	1,056	190
Foreign currency translation adjustment	(124)	(516)
Remeasurements of defined benefit plans, net of tax	3	6
Share of other comprehensive income of entities accounted for using equity method	47	3
Total other comprehensive income	1,032	(633)
Comprehensive income	9,874	7,871
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,969	7,837
Comprehensive income attributable to non-controlling interests	(95)	34

## Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the nine months ended December 31,2018	For the nine months ended December 31,2019
<b>Cash flows from operating activities</b>		
Profit before income taxes	13,743	13,041
Depreciation	16,635	17,460
Amortization of goodwill	658	658
Interest and dividend income	(1,599)	(1,741)
Interest expenses	1,143	1,415
Share of loss (profit) of entities accounted for using equity method	(230)	(325)
Loss (gain) on sales of shares of subsidiaries and associates	(74)	-
Decrease (increase) in trade receivables	(17,986)	5,591
Decrease in broadcasting rights	(248)	(184)
Decrease (increase) in accounts receivable - other	2,139	240
Decrease (increase) in inventories	16,010	(10,237)
Increase (decrease) in accounts payable - other	(2,785)	(1,037)
Increase (decrease) in unearned revenue	3,174	4,573
Decrease (increase) in lease receivables	(917)	164
Other, net	(1,834)	(1,241)
Subtotal	27,828	28,377
Interest and dividends received	1,371	1,397
Interest paid	(1,314)	(1,745)
Income taxes paid	(5,738)	(4,244)
Net cash provided by (used in) operating activities	22,146	23,785
<b>Cash flows from investing activities</b>		
Purchase of securities	-	(600)
Purchase of property, plant and equipment	(12,739)	(13,045)
Purchase of intangible assets	(1,948)	(1,365)
Purchase of investment securities	(350)	(32)
Purchase of shares of subsidiaries and associates	(3,867)	(21)
Proceeds from sales of shares of subsidiaries and associates	1,104	-
Proceeds from share of profits on investments in capital	4	20
Long-term loan advances	(7,078)	-
Other, net	38	(73)
Net cash provided by (used in) investing activities	(24,837)	(15,117)
<b>Cash flows from financing activities</b>		
Repayments of finance lease obligations	(84)	(69)
Proceeds from long-term borrowings	48,847	-
Repayments of long-term borrowings	(34,260)	(5,134)
Dividends paid	(5,337)	(5,339)
Dividends paid to non-controlling interests	(38)	(39)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	-	(1,860)
Net cash provided by (used in) financing activities	9,126	(12,442)
Effect of exchange rate change on cash and cash equivalents	19	(45)
Net increase (decrease) in cash and cash equivalents	6,455	(3,820)
Cash and cash equivalents at beginning of period	46,304	48,089
Cash and cash equivalents at end of period	52,760	44,269