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Consolidated Financial Results for the Six Months Ended September 30, 2020 [Japanese GAAP]

November 04, 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: November 06, 2020

Scheduled date of commencing dividend payments: December 02, 2020

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 Six Months Ended September 30, 2020 (April 01, 2020 to September 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	%
Six months ended September 30, 2020	69,773	0.7	11,116	33.4	11,821	34.2	7,865	32.3
September 30, 2019	69,271	(26.2)	8,331	(13.4)	8,808	(14.9)	5,943	(12.1)

(Note) Comprehensive income: Six months ended September 30, 2020: ¥ 8,028 million [59.7%]
Six months ended September 30, 2019: ¥ 5,028 million [(31.2)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2020	26.48	-
September 30, 2019	20.01	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2020	381,311	234,330	61.2	785.21
March 31, 2020	378,367	228,943	60.3	767.69

(Reference) Equity: As of September 30, 2020: ¥ 233,341 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	-	9.00			
Fiscal year ending March 31, 2021 (Forecast)			-	9.00	18.00

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

(Note) Breakdown of the 2nd 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	139,000	(0.4)	16,000	4.8	16,500	2.6	11,000	(8.5)	37.02

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Changes in significant subsidiaries during the six months ended September 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):

September 30, 2020: 297,170,975 shares

March 31, 2020: 297,007,848 shares

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

September 30, 2020: - shares

March 31, 2020: - shares

3) Average number of shares during the period:

Six months ended September 30, 2020: 297,038,155 shares

Six months ended September 30, 2019: 297,007,848 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2020	As of September 30,2020
Assets		
Current assets		
Cash and deposits	25,103	47,041
Accounts receivable - trade	74,369	70,136
Lease receivables	2,910	48,630
Securities	18,498	13,999
Broadcasting rights	1,202	2,187
Merchandise	864	1,017
Work in process	47,273	1,308
Supplies	282	359
Short-term loans receivable	1,198	1,964
Accounts receivable - other	535	177
Other	4,477	4,594
Allowance for doubtful accounts	(669)	(343)
Total current assets	176,049	191,074
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,630	9,182
Machinery, equipment and vehicles, net	27,203	25,307
Telecommunications satellites, net	96,373	90,104
Land	2,924	2,924
Construction in progress	154	717
Other, net	6,253	5,705
Total property, plant and equipment	142,539	133,942
Intangible assets		
Goodwill	1,823	1,384
Software	6,847	5,827
Other	60	60
Total intangible assets	8,731	7,271
Investments and other assets		
Investment securities	20,312	19,456
Long-term loans receivable	18,578	17,289
Deferred tax assets	9,065	9,279
Other	3,089	3,055
Allowance for doubtful accounts	-	(59)
Total investments and other assets	51,046	49,022
Total non-current assets	202,318	190,236
Total assets	378,367	381,311

(Million yen)

	As of March 31,2020	As of September 30,2020
Liabilities		
Current liabilities		
Accounts payable - trade	419	205
Current portion of bonds payable	5,000	-
Current portion of long-term borrowings	6,467	7,412
Accounts payable - other	12,392	8,454
Income taxes payable	734	3,949
Subscription fees received	8,066	8,155
Unearned revenue	7,154	14,056
Provision for bonuses	655	556
Other	6,892	5,831
Total current liabilities	47,782	48,620
Non-current liabilities		
Bonds payable	15,000	15,000
Long-term borrowings	75,974	71,704
Deferred tax liabilities	344	394
Provision for retirement benefits for directors (and other officers)	6	6
Retirement benefit liability	6,023	6,184
Asset retirement obligations	2,298	2,303
Other	1,993	2,767
Total non-current liabilities	101,641	98,360
Total liabilities	149,423	146,980
Net assets		
Shareholders' equity		
Share capital	10,000	10,033
Capital surplus	131,984	132,017
Retained earnings	86,504	91,696
Total shareholders' equity	228,488	233,747
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(72)	(88)
Deferred gains or losses on hedges	(649)	(614)
Foreign currency translation adjustment	500	546
Remeasurements of defined benefit plans	(256)	(249)
Total accumulated other comprehensive income	(477)	(406)
Non-controlling interests	932	988
Total net assets	228,943	234,330
Total liabilities and net assets	378,367	381,311

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

(Million yen)

	For the six months ended September 30,2019	For the six months ended September 30,2020
Operating revenue	69,271	69,773
Operating costs	44,776	43,414
Operating gross profit	24,495	26,359
Selling, general and administrative expenses	16,164	15,243
Operating profit	8,331	11,116
Non-operating income		
Interest income	1,156	947
Dividend income	9	17
Share of profit of entities accounted for using equity method	229	163
Other	100	318
Total non-operating income	1,497	1,446
Non-operating expenses		
Interest expenses	960	689
Foreign exchange losses	43	29
Other	15	22
Total non-operating expenses	1,019	741
Ordinary profit	8,808	11,821
Extraordinary losses		
Loss on sales of investment securities	-	34
Total extraordinary losses	-	34
Profit before income taxes	8,808	11,787
Income taxes - current	2,720	3,996
Income taxes - deferred	211	(166)
Total income taxes	2,932	3,830
Profit	5,876	7,956
Profit (loss) attributable to non-controlling interests	(67)	91
Profit attributable to owners of parent	5,943	7,865

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

(Million yen)

	For the six months ended September 30,2019	For the six months ended September 30,2020
Profit	5,876	7,956
Other comprehensive income		
Valuation difference on available-for-sale securities	(345)	(20)
Deferred gains or losses on hedges	(201)	32
Foreign currency translation adjustment	(296)	46
Remeasurements of defined benefit plans, net of tax	4	6
Share of other comprehensive income of entities accounted for using equity method	(9)	7
Total other comprehensive income	(847)	72
Comprehensive income	5,028	8,028
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,099	7,937
Comprehensive income attributable to non-controlling interests	(71)	91

Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30,2019	For the six months ended September 30,2020
Cash flows from operating activities		
Profit before income taxes	8,808	11,787
Depreciation	12,004	11,639
Amortization of goodwill	439	439
Interest and dividend income	(1,166)	(965)
Interest expenses	960	689
Share of loss (profit) of entities accounted for using equity method	(229)	(163)
Decrease (increase) in trade receivables	2,471	4,214
Decrease in Broadcasting rights	(1,120)	(985)
Decrease (increase) in accounts receivable - other	262	357
Decrease (increase) in inventories	(2,989)	45,735
Increase (decrease) in accounts payable - other	(1,479)	(3,937)
Increase (decrease) in unearned revenue	4,709	6,903
Decrease (increase) in lease receivables	62	(45,719)
Other, net	(1,707)	1,646
Subtotal	21,024	31,640
Interest and dividends received	730	1,066
Interest paid	(612)	(796)
Income taxes paid	(1,965)	(766)
Net cash provided by (used in) operating activities	19,176	31,144
Cash flows from investing activities		
Purchase of property, plant and equipment	(11,566)	(2,616)
Purchase of intangible assets	(1,208)	(402)
Purchase of investment securities	(14)	(65)
Collection of loans receivable	-	197
Purchase of shares of subsidiaries and associates	(21)	(291)
Other, net	(57)	(3)
Net cash provided by (used in) investing activities	(12,867)	(3,181)
Cash flows from financing activities		
Repayments of finance lease obligations	(57)	(59)
Repayments of long-term borrowings	(2,476)	(2,729)
Redemption of bonds	-	(5,000)
Dividends paid	(2,670)	(2,672)
Dividends paid to non-controlling interests	(39)	(35)
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	(7,104)	(10,497)
Effect of exchange rate change on cash and cash equivalents	(47)	(27)
Net increase (decrease) in cash and cash equivalents	(843)	17,438
Cash and cash equivalents at beginning of period	48,089	43,602
Cash and cash equivalents at end of period	47,246	61,040