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Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

February 01, 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: 03-5571-1500

Scheduled date of filing quarterly securities report: February 03, 2023

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, 2022 (April 01, 2022 to December 31, 2022)

(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, 2022	88,594	0.2	16,714	2.8	17,125	(1.6)	11,386	(10.0)
December 31, 2021	88,436	(15.2)	16,256	(1.9)	17,401	0.3	12,653	12.1

(Note) Comprehensive income:
 Nine months ended December 31, 2022: ¥ 17,123 million [21.5%]
 Nine months ended December 31, 2021: ¥ 14,094 million [22.7%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	39.21	-
December 31, 2021	42.79	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2022	385,490	255,008	65.8	873.43
March 31, 2022	378,166	243,077	64.0	833.58

(Reference) Equity:
 As of December 31, 2022: ¥ 253,705 million
 As of March 31, 2022: ¥ 241,988 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, 2022	-	9.00	-	9.00	18.00
Fiscal year ending March 31, 2023	-	9.00	-		
Fiscal year ending March 31, 2023 (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, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% 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	120,000	0.3	21,000	11.3	21,500	5.9	15,000	2.9	51.67

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

* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2022

(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, 2022: 297,404,212 shares

March 31, 2022: 297,404,212 shares

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

December 31, 2022: 6,933,124 shares

March 31, 2022: 7,104,178 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 290,398,110 shares

Nine months ended December 31, 2021: 295,699,521 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
Assets		
Current assets		
Cash and deposits	66,915	62,313
Accounts receivable - trade	63,924	58,148
Lease receivables	46,434	44,362
Securities	18,999	31,997
Broadcasting rights	395	1,192
Merchandise	996	1,178
Work in process	176	776
Supplies	208	248
Short-term loans receivable	2,831	3,961
Accounts receivable - other	445	186
Other	5,157	5,154
Allowance for doubtful accounts	(162)	(77)
Total current assets	206,321	209,440
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,239	7,617
Machinery, equipment and vehicles, net	22,548	19,440
Telecommunications satellites, net	72,526	64,362
Land	2,924	2,924
Construction in progress	7,938	20,098
Other, net	4,978	4,332
Total property, plant and equipment	119,154	118,774
Intangible assets		
Goodwill	67	16
Software	5,012	4,508
Other	60	58
Total intangible assets	5,139	4,583
Investments and other assets		
Investment securities	21,129	25,768
Long-term loans receivable	14,367	16,108
Deferred tax assets	8,990	8,438
Other	3,062	2,377
Total investments and other assets	47,550	52,692
Total non-current assets	171,845	176,050
Total assets	378,166	385,490

(Million yen)

	As of March 31,2022	As of December 31,2022
Liabilities		
Current liabilities		
Accounts payable - trade	137	193
Current portion of bonds payable	5,000	-
Current portion of long-term borrowings	8,707	10,666
Accounts payable - other	13,044	8,407
Income taxes payable	1,165	2,121
Subscription fees received	7,180	6,918
Unearned revenue	10,853	19,917
Provision for bonuses	621	283
Asset retirement obligations	112	-
Other	4,879	5,148
Total current liabilities	51,701	53,658
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	61,644	53,908
Deferred tax liabilities	855	1,253
Retirement benefit liability	6,593	6,663
Asset retirement obligations	2,239	2,265
Other	2,056	2,733
Total non-current liabilities	83,387	76,823
Total liabilities	135,089	130,482
Net assets		
Shareholders' equity		
Share capital	10,081	10,081
Capital surplus	131,892	131,911
Retained earnings	103,749	109,909
Treasury shares	(3,000)	(2,924)
Total shareholders' equity	242,724	248,978
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(67)	(206)
Deferred gains or losses on hedges	(45)	(139)
Foreign currency translation adjustment	(140)	5,519
Remeasurements of defined benefit plans	(482)	(445)
Total accumulated other comprehensive income	(736)	4,727
Non-controlling interests	1,088	1,303
Total net assets	243,077	255,008
Total liabilities and net assets	378,166	385,490

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 31,2021	For the nine months ended December 31,2022
Operating revenue	88,436	88,594
Operating costs	50,521	50,832
Operating gross profit	37,914	37,761
Selling, general and administrative expenses	21,657	21,047
Operating profit	16,256	16,714
Non-operating income		
Interest income	1,113	1,176
Dividend income	13	14
Share of profit of entities accounted for using equity method	320	-
Foreign exchange gains	57	43
Other	584	287
Total non-operating income	2,089	1,522
Non-operating expenses		
Interest expenses	803	1,038
Share of loss of entities accounted for using equity method	-	19
Other	140	53
Total non-operating expenses	944	1,110
Ordinary profit	17,401	17,125
Extraordinary income		
Gain on sale of non-current assets	230	-
Gain on sale of investment securities	-	59
Total extraordinary income	230	59
Extraordinary losses		
Impairment losses	-	73
Loss on sale of shares of subsidiaries and associates	9	-
Loss on valuation of investment securities	96	223
Other	-	9
Total extraordinary losses	105	307
Profit before income taxes	17,526	16,877
Income taxes - current	3,708	4,625
Income taxes - deferred	1,030	723
Total income taxes	4,739	5,349
Profit	12,786	11,527
Profit attributable to non-controlling interests	133	140
Profit attributable to owners of parent	12,653	11,386

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

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit	12,786	11,527
Other comprehensive income		
Valuation difference on available-for-sale securities	(242)	(135)
Deferred gains or losses on hedges	84	57
Foreign currency translation adjustment	1,455	5,660
Remeasurements of defined benefit plans, net of tax	23	36
Share of other comprehensive income of entities accounted for using equity method	(14)	(22)
Total other comprehensive income	1,307	5,595
Comprehensive income	14,094	17,123
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	13,913	16,850
Comprehensive income attributable to non-controlling interests	180	272

Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Cash flows from operating activities		
Profit before income taxes	17,526	16,877
Depreciation	16,717	15,871
Impairment losses	-	73
Amortization of goodwill	658	50
Interest and dividend income	(1,126)	(1,191)
Interest expenses	803	1,038
Share of loss (profit) of entities accounted for using equity method	(320)	19
Loss (gain) on valuation of investment securities	96	223
Loss (gain) on sale of non-current assets	(230)	-
Decrease (increase) in trade receivables	5,582	6,095
Decrease in broadcasting rights	1,079	(796)
Decrease (increase) in accounts receivable - other	42	259
Decrease (increase) in inventories	(319)	(820)
Increase (decrease) in accounts payable - other	(4,668)	(4,646)
Increase (decrease) in unearned revenue	1,436	9,054
Decrease (increase) in lease receivables	2,051	2,071
Other, net	(5,531)	1,980
Subtotal	33,796	46,161
Interest and dividends received	1,379	1,273
Interest paid	(1,053)	(1,168)
Income taxes paid	(7,219)	(3,303)
Net cash provided by (used in) operating activities	26,902	42,962
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,154)	(14,555)
Purchase of intangible assets	(1,616)	(1,154)
Purchase of investment securities	(3,034)	(79)
Proceeds from sale and redemption of investment securities	5	542
Proceeds from collection of loans receivable	990	1,403
Purchase of shares of subsidiaries and associates	(30)	(3,000)
Proceeds from sale of shares of subsidiaries and associates	1,181	-
Other, net	(1)	(79)
Net cash provided by (used in) investing activities	(7,659)	(16,923)
Cash flows from financing activities		
Repayments of finance lease liabilities	(9)	(0)
Repayments of long-term borrowings	(7,357)	(8,498)
Redemption of bonds	-	(5,000)
Purchase of treasury shares	(2,559)	-
Dividends paid	(5,320)	(5,216)
Dividends paid to non-controlling interests	(276)	(58)
Net cash provided by (used in) financing activities	(15,523)	(18,773)
Effect of exchange rate change on cash and cash equivalents	245	1,131
Net increase (decrease) in cash and cash equivalents	3,964	8,396
Cash and cash equivalents at beginning of period	73,193	85,914
Cash and cash equivalents at end of period	77,158	94,311