

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2013 (Based on Japanese GAAP)

July 31, 2013

Company name SKY Perfect JSAT Holdings Inc.
 Stock exchange listing Tokyo
 Stock Code 9412 URL <http://skyperfectjsat.co.jp>
 Representative Representative Director, President Shinji Takada
 Inquiries Director Masao Nito TEL 03-5571-1500
 Scheduled date to file Quarterly Securities Report August 2, 2013
 Scheduled date to commence dividend payments -
 Preparation of supplementary material on quarterly earnings yes
 Holding of quarterly earnings performance review yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2013 (from April 1, 2013 to June 30, 2013)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2013	41,044	5.0	5,210	3.3	5,246	6.6	3,140	(2.7)
Three months ended June 30, 2012	39,086	3.1	5,043	(14.8)	4,922	(13.1)	3,228	(5.6)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2013	933.04	-
Three months ended June 30, 2012	959.34	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2013	292,473	194,523	66.4	57,679.25
As of March 31, 2013	290,486	192,693	66.2	57,133.12

2. Cash dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2013	-	600.00	-	600.00	1,200.00
Year ending March 31, 2014	-	-	-	-	-
Year ending March 31, 2014 (Forecast)	-	600.00	-	6.00	-

(Note) Dividend forecast for the year ending March 31, 2014, takes into account a 1:100 stock split with the effective date of October 1, 2013.

3. Forecast for the year ending March 31, 2014 (from April 1, 2013 to March 31, 2014)

Percentages indicate year-on-year changes

	Operating revenue		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	164,000	2.8	17,000	5.2	16,500	5.1	10,000	3.3	29.71

(Note) Forecast for net income per share for the year ending March 31, 2014, takes into account a 1:100 stock split with the effective date of October 1, 2013.

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2013
 (changes in specified subsidiaries resulting in the change in scope of consolidation): no
- (2) Application of special accounting for preparing quarterly consolidated financial statements: no
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
- Changes in accounting policies due to revisions to accounting standards and other regulations: no
 - Changes in accounting policies due to other reasons: no
 - Changes in accounting estimates: no
 - Restatement of prior period financial statements after error corrections: no

(4) Number of issued shares

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

As of June 30, 2013	3,446,037 shares	As of March 31, 2013	3,446,037 shares
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Number of shares of treasury stock at the end of the period

As of June 30, 2013	80,518 shares	As of March 31, 2013	80,518 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2013	3,365,519 shares	Three months ended June 30, 2012	3,365,519 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013
Assets		
Current assets		
Cash and deposits	42,478	41,216
Accounts receivable-trade	19,793	17,734
Securities	31,994	41,992
Broadcasting rights	3,482	2,829
Merchandise	215	748
Supplies	440	520
Accounts receivable-other	597	363
Deferred tax assets	1,354	957
Short-term loans receivable	2,114	2,295
Other	2,676	3,098
Allowance for doubtful accounts	(715)	(688)
Total current assets	104,431	111,068
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	11,938	11,742
Machinery, equipment and vehicles, net	19,757	19,384
Telecommunications satellites	100,532	96,953
Land	3,041	3,041
Lease assets, net	2,623	1,901
Construction in progress	669	1,207
Other, net	3,194	3,231
Total property, plant and equipment	141,758	137,462
Intangible assets		
Goodwill	7,970	7,750
Software	4,368	4,023
Other	121	111
Total intangible assets	12,460	11,885
Investments and other assets		
Investment securities	19,634	20,441
Long-term loans receivable	2,114	1,148
Deferred tax assets	7,609	7,860
Other	2,529	2,655
Allowance for doubtful accounts	(52)	(50)
Total investments and other assets	31,835	32,055
Total noncurrent assets	186,055	181,404
Total assets	290,486	292,473

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013
Liabilities		
Current liabilities		
Accounts payable-trade	783	653
Current portion of long-term loans payable	12,256	11,863
Accounts payable-other	15,460	11,335
Income taxes payable	2,451	2,083
Subscription fees received	10,233	10,159
Provision for bonuses	477	235
Asset retirement obligations	300	312
Other	9,365	16,382
Total current liabilities	51,329	53,026
Noncurrent liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	17,142	15,937
Deferred tax liabilities	892	1,002
Provision for retirement benefits	3,729	3,798
Provision for directors' retirement benefits	6	6
Asset retirement obligations	1,985	1,988
Other	2,707	2,190
Total noncurrent liabilities	46,463	44,923
Total liabilities	97,793	97,949
Net assets		
Shareholders' equity		
Capital stock	10,000	10,000
Capital surplus	158,193	158,193
Retained earnings	27,881	29,228
Treasury stock	(3,883)	(3,883)
Total shareholders' equity	192,191	193,538
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	858	623
Deferred gains or losses on hedges	367	625
Foreign currency translation adjustment	(1,135)	(666)
Total accumulated other comprehensive income	90	582
Minority interests	410	402
Total net assets	192,693	194,523
Total liabilities and net assets	290,486	292,473

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2012	Three months ended June 30, 2013
Operating revenue	39,086	41,044
Operating cost	25,916	27,142
Operating gross profit	13,169	13,902
Selling, general and administrative expenses	8,126	8,691
Operating income	5,043	5,210
Non-operating income		
Interest income	90	107
Dividends income	27	31
Equity in earnings of affiliates	6	-
Foreign exchange gains	-	27
Other	14	61
Total non-operating income	138	227
Non-operating expenses		
Interest expenses	179	156
Equity in losses of affiliates	-	24
Foreign exchange losses	62	-
Other	16	10
Total non-operating expenses	258	192
Ordinary income	4,922	5,246
Extraordinary income		
Gain on sales of investment securities	-	74
Other	-	0
Total extraordinary income	-	74
Extraordinary loss		
Loss on sales of noncurrent assets	-	4
Loss on redemption of investment securities	-	6
Total extraordinary losses	-	10
Income before income taxes and minority interests	4,922	5,310
Income taxes-current	1,383	2,105
Income taxes-deferred	300	63
Total income taxes	1,683	2,169
Income before minority interests	3,238	3,141
Minority interests in income	10	1
Net income	3,228	3,140

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2012	Three months ended June 30, 2013
Income before minority interests	3,238	3,141
Other comprehensive income		
Valuation difference on available-for-sale securities	(103)	(234)
Deferred gains or losses on hedges	(87)	261
Foreign currency translation adjustment	310	468
Share of other comprehensive income of associates accounted for using equity method	(6)	(4)
Total other comprehensive income	112	491
Comprehensive income	3,351	3,632
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	3,340	3,631
Comprehensive income attributable to minority interests	10	1

Consolidated statements of cash flows

(Millions of yen)

	Three months ended June 30, 2012	Three months ended June 30, 2013
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	4,922	5,310
Depreciation and amortization	6,035	6,369
Amortization of goodwill	219	219
Interest and dividends income	(117)	(138)
Interest expenses	179	156
Equity in (earnings) losses of affiliates	(6)	24
Loss (gain) on sales of investment securities	-	(74)
Loss (gain) on redemption of investment securities	-	6
Decrease (increase) in notes and accounts receivable-trade	390	2,112
Decrease (increase) in Broadcasting rights	1,133	652
Decrease (increase) in accounts receivable-other	2,299	233
Increase (decrease) in accounts payable-other	(3,659)	(4,127)
Decrease (increase) in Subscription fees received	(1,775)	(74)
Increase (decrease) in unearned revenue	9,236	8,933
Other, net	(445)	(1,253)
Subtotal	<u>18,414</u>	<u>18,351</u>
Interest and dividends income received	96	102
Interest expenses paid	(137)	(126)
Income taxes paid	(4,385)	(2,389)
Net cash provided by (used in) operating activities	<u>13,987</u>	<u>15,938</u>
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(4,072)	(2,495)
Purchase of intangible assets	(511)	(383)
Proceeds from sales and redemption of investment securities	2	187
Purchase of stocks of subsidiaries and affiliates	(484)	(893)
Collection of long-term loans receivable	968	1,128
Other, net	(1)	(0)
Net cash provided by (used in) investing activities	<u>(4,098)</u>	<u>(2,456)</u>
Net cash provided by (used in) financing activities		
Repayments of finance lease obligations	(583)	(1,031)
Proceeds from long-term loans payable	-	336
Repayment of long-term loans payable	(968)	(2,257)
Cash dividends paid	(1,924)	(1,937)
Cash dividends paid to minority shareholders	(6)	(9)
Net cash provided by (used in) financing activities	<u>(3,482)</u>	<u>(4,899)</u>
Effect of exchange rate change on cash and cash equivalents	<u>113</u>	<u>153</u>
Net increase (decrease) in cash and cash equivalents	<u>6,519</u>	<u>8,735</u>
Cash and cash equivalents at beginning of period	<u>66,404</u>	<u>74,472</u>
Cash and cash equivalents at end of period	<u>72,924</u>	<u>83,208</u>