

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2015 (Based on Japanese GAAP)

July 29, 2015

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 Shinji Yokomizu TEL 03-5571-1500  
 Scheduled date to file Quarterly Securities Report: July 31, 2015  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: 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, 2015 (from April 1, 2015 to June 30, 2015)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2015	41,122	(2.6)	5,855	(16.5)	5,792	(18.0)	3,788	(42.5)
Three months ended June 30, 2014	42,239	2.9	7,015	34.6	7,067	34.7	6,587	109.8

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2015	12.29		–	
Three months ended June 30, 2014	21.37		–	

(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, 2015	303,605	197,331	64.9	639.63
As of March 31, 2015	282,516	195,640	69.2	634.20

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2015	–	6.00	–	6.00	12.00
Year ending March 31, 2016	–	–	–	–	–
Year ending March 31, 2016 (Forecast)	–	7.00	–	7.00	14.00

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	168,000	2.9	23,000	17.2	22,500	14.9	14,500	7.3	47.04

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2015  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- |  |     |
|--|-----|
| Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| Changes in accounting policies due to other reasons:   | No  |
| Changes in accounting estimates:   | No  |
| Restatement of prior period financial statements:  | No  |

(4) Number of issued shares (common shares)

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

As of June 30, 2015	344,603,700 shares	As of March 31, 2015	344,603,700 shares
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Number of treasury shares at the end of the period

As of June 30, 2015	36,387,600 shares	As of March 31, 2015	36,387,600 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, 2015	308,216,100 shares	Three months ended June 30, 2014	308,216,100 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	33,963	52,515
Accounts receivable - trade	17,424	16,888
Broadcasting rights	5,771	3,585
Merchandise	452	395
Work in process	29,404	31,064
Supplies	437	412
Accounts receivable - other	576	484
Deferred tax assets	1,055	1,170
Other	3,775	4,291
Allowance for doubtful accounts	(566)	(542)
Total current assets	92,295	110,266
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,510	10,336
Machinery, equipment and vehicles, net	21,474	22,656
Telecommunications satellites	75,335	72,627
Land	3,041	3,041
Leased assets, net	645	583
Construction in progress	39,903	45,134
Other, net	3,519	3,683
Total property, plant and equipment	154,430	158,062
Intangible assets		
Goodwill	6,214	5,994
Software	6,932	7,062
Other	77	76
Total intangible assets	13,223	13,132
Investments and other assets		
Investment securities	13,185	12,587
Deferred tax assets	6,721	6,757
Other	2,660	2,801
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	22,566	22,144
Total non-current assets	190,221	193,339
Total assets	282,516	303,605

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	995	463
Current portion of long-term loans payable	2,402	3,492
Accounts payable - other	16,126	11,482
Income taxes payable	514	2,104
Subscription fees received	9,743	10,108
Unearned revenue	2,428	8,237
Provision for bonuses	553	250
Asset retirement obligations	23	23
Other	7,187	4,366
Total current liabilities	39,974	40,529
Non-current liabilities		
Bonds payable	–	20,000
Long-term loans payable	35,964	34,874
Deferred tax liabilities	1,391	1,402
Provision for directors' retirement benefits	6	6
Net defined benefit liability	4,439	4,530
Asset retirement obligations	2,135	2,156
Other	2,964	2,775
Total non-current liabilities	46,901	65,744
Total liabilities	86,876	106,274
<b>Net assets</b>		
Shareholders' equity		
Capital stock	10,000	10,000
Capital surplus	158,193	158,193
Retained earnings	43,548	45,488
Treasury shares	(19,128)	(19,128)
Total shareholders' equity	192,614	194,553
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	618	617
Deferred gains or losses on hedges	1,112	869
Foreign currency translation adjustment	1,243	1,226
Remeasurements of defined benefit plans	(119)	(122)
Total accumulated other comprehensive income	2,854	2,590
Non-controlling interests	171	187
Total net assets	195,640	197,331
Total liabilities and net assets	282,516	303,605

**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, 2014	Three months ended June 30, 2015
Operating revenue	42,239	41,122
Operating cost	26,852	26,799
Operating gross profit	15,386	14,323
Selling, general and administrative expenses	8,370	8,467
Operating income	7,015	5,855
Non-operating income		
Interest income	44	12
Dividend income	34	33
Share of profit of entities accounted for using equity method	78	16
Foreign exchange gains	–	15
Other	47	45
Total non-operating income	205	123
Non-operating expenses		
Interest expenses	124	47
Foreign exchange losses	17	–
Bond issuance cost	–	111
Other	11	27
Total non-operating expenses	153	187
Ordinary income	7,067	5,792
Extraordinary income		
Gain on sales of investment securities	988	55
Other	0	–
Total extraordinary income	988	55
Extraordinary losses		
Loss on sales of investment securities	193	–
Total extraordinary losses	193	–
Income before income taxes and minority interests	7,863	5,847
Income taxes - current	1,518	2,063
Income taxes - deferred	(234)	(14)
Total income taxes	1,283	2,048
Profit	6,579	3,799
Profit (loss) attributable to non-controlling interests	(7)	10
Profit attributable to owners of parent	6,587	3,788

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	6,579	3,799
Other comprehensive income		
Valuation difference on available-for-sale securities	(383)	(0)
Deferred gains or losses on hedges	(294)	(239)
Foreign currency translation adjustment	(175)	(17)
Remeasurements of defined benefit plans, before tax	(1)	(3)
Share of other comprehensive income of entities accounted for using equity method	(5)	1
Total other comprehensive income	(860)	(259)
Comprehensive income	5,719	3,540
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,727	3,524
Comprehensive income attributable to non-controlling interests	(7)	15

## Consolidated statements of cash flows

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	7,863	5,847
Depreciation	5,702	5,458
Amortization of goodwill	219	219
Interest and dividend income	(79)	(45)
Interest expenses	124	47
Share of (profit) loss of entities accounted for using equity method	(78)	(16)
Loss (gain) on sales of investment securities	(795)	(55)
Bond issuance cost	-	111
Decrease (increase) in notes and accounts receivable - trade	6,031	530
Decrease (increase) in Broadcasting rights	669	2,185
Decrease (increase) in accounts receivable - other	1,009	91
Decrease (increase) in inventories	(749)	(1,577)
Increase (decrease) in accounts payable - other	(9,849)	(4,643)
Increase (decrease) in unearned revenue	5,911	5,809
Other, net	(970)	(2,445)
Subtotal	15,008	11,518
Interest and dividend income received	143	45
Interest expenses paid	(58)	(77)
Income taxes paid	(6,166)	(737)
Net cash provided by (used in) operating activities	8,927	10,748
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,586)	(9,804)
Purchase of intangible assets	(375)	(695)
Purchase of investment securities	(78)	(5)
Proceeds from sales and redemption of investment securities	4,786	438
Purchase of shares of subsidiaries and associates	(627)	-
Collection of long-term loans receivable	1,254	-
Other, net	(16)	0
Net cash provided by (used in) investing activities	(1,642)	(10,066)
Cash flows from financing activities		
Repayments of finance lease obligations	(325)	(212)
Repayments of long-term loans payable	(627)	-
Proceeds from issuance of bonds	-	19,888
Cash dividends paid	(1,800)	(1,806)
Dividends paid to non-controlling interests	(6)	-
Net cash provided by (used in) financing activities	(2,759)	17,868
Effect of exchange rate change on cash and cash equivalents	(23)	1
Net increase (decrease) in cash and cash equivalents	4,501	18,551
Cash and cash equivalents at beginning of period	63,783	33,963
Cash and cash equivalents at end of period	68,284	52,515