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## Consolidated Financial Results for the Six Months Ended September 30, 2018 [Japanese GAAP]

October 31, 2018

Company name: SKY Perfect JSAT Holdings Inc.

Stock exchange listing: Tokyo

Code number: 9412

URL: <https://www.skyperfectjsat.co.jp>

Representative: Shinji Takada

Representative Director, President

Contact: Shinji Yokomizu

Director

Phone: 03-5571-1500

Scheduled date of filing quarterly securities report: November 02, 2018

Scheduled date of commencing dividend payments: December 03, 2018

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, 2018 (April 01, 2018 to September 30, 2018)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2018	93,838	27.3	9,615	8.3	10,345	9.4	6,760	5.5
September 30, 2017	73,720	(7.1)	8,881	(19.7)	9,453	(15.0)	6,407	(8.6)

(Note) Comprehensive income: Six months ended September 30, 2018: ¥ 7,307 million [ 4.1%]  
Six months ended September 30, 2017: ¥ 7,023 million [ 89.3%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2018	22.76	-
September 30, 2017	21.57	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2018	378,601	224,231	58.4	744.94
March 31, 2018	359,343	219,634	60.3	729.48

(Reference) Equity: As of September 30, 2018: ¥ 221,251 million  
As of March 31, 2018: ¥ 216,661 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, 2018	-	9.00	-	9.00	18.00
Fiscal year ending March 31, 2019	-	9.00			
Fiscal year ending March 31, 2019 (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, 2019 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2019(April 01, 2018 to March 31, 2019)

(% indicates changes from the previous corresponding period.)

	Operating revenue		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	168,500	15.8	16,500	5.4	17,000	1.7	11,500	1.3	38.72

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

### \* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2018

(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, 2018: 344,603,700 shares

March 31, 2018: 344,603,700 shares

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

September 30, 2018: 47,595,852 shares

March 31, 2018: 47,595,852 shares

3) Average number of shares during the period:

Six months ended September 30, 2018: 297,007,848 shares

Six months ended September 30, 2017: 297,007,848 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2018	As of September 30,2018
<b>Assets</b>		
Current assets		
Cash and deposits	26,005	33,619
Accounts receivable - trade	57,997	80,919
Lease receivables	2,111	3,201
Securities	20,299	22,999
Broadcasting rights	1,504	2,070
Merchandise	719	659
Work in process	44,131	26,721
Supplies	355	353
Accounts receivable - other	2,368	580
Other	2,620	3,962
Allowance for doubtful accounts	(529)	(503)
Total current assets	157,585	174,584
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,088	9,951
Machinery, equipment and vehicles, net	18,118	16,951
Telecommunications satellites	96,961	98,914
Land	2,950	2,924
Construction in progress	14,674	12,269
Other, net	3,792	3,596
Total property, plant and equipment	146,586	144,606
Intangible assets		
Goodwill	3,579	3,140
Software	6,730	5,984
Other	69	68
Total intangible assets	10,379	9,194
Investments and other assets		
Investment securities	18,522	20,532
Long-term loans receivable	12,950	17,277
Deferred tax assets	10,038	9,210
Other	3,282	3,196
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	44,792	50,215
Total non-current assets	201,758	204,016
<b>Total assets</b>	<b>359,343</b>	<b>378,601</b>

(Million yen)

	As of March 31,2018	As of September 30,2018
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	340	382
Current portion of long-term loans payable	4,303	5,800
Accounts payable - other	11,826	8,419
Income taxes payable	3,382	3,962
Subscription fees received	8,592	8,679
Unearned revenue	2,462	5,781
Provision for bonuses	567	526
Asset retirement obligations	113	111
Other	7,949	6,292
Total current liabilities	39,539	39,955
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	68,463	83,626
Deferred tax liabilities	472	375
Provision for directors' retirement benefits	6	6
Net defined benefit liability	5,636	5,735
Asset retirement obligations	2,168	2,186
Other	3,422	2,483
Total non-current liabilities	100,169	114,413
Total liabilities	139,709	154,369
<b>Net assets</b>		
Shareholders' equity		
Capital stock	10,000	10,000
Capital surplus	158,054	158,054
Retained earnings	75,487	79,574
Treasury shares	(26,268)	(26,268)
Total shareholders' equity	217,274	221,361
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	196	365
Deferred gains or losses on hedges	(1,844)	(272)
Foreign currency translation adjustment	1,294	54
Remeasurements of defined benefit plans	(259)	(257)
Total accumulated other comprehensive income	(612)	(109)
Non-controlling interests	2,973	2,979
Total net assets	219,634	224,231
Total liabilities and net assets	359,343	378,601

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 30,2017	For the six months ended September 30,2018
Operating revenue	73,720	93,838
Operating cost	46,820	66,479
Operating gross profit	26,900	27,358
Selling, general and administrative expenses	18,018	17,743
Operating profit	8,881	9,615
Non-operating income		
Interest income	605	1,003
Dividend income	21	19
Share of profit of entities accounted for using equity method	158	143
Foreign exchange gains	-	82
Gain on valuation of securities	199	0
Other	179	209
Total non-operating income	1,165	1,459
Non-operating expenses		
Interest expenses	489	699
Foreign exchange losses	66	-
Other	37	29
Total non-operating expenses	594	728
Ordinary profit	9,453	10,345
Extraordinary income		
Income from compensation for damage	79	6
Other	0	-
Total extraordinary income	80	6
Profit before income taxes	9,533	10,351
Income taxes - current	3,767	3,631
Income taxes - deferred	(254)	(49)
Total income taxes	3,513	3,581
Profit	6,020	6,770
Profit (loss) attributable to non-controlling interests	(387)	10
Profit attributable to owners of parent	6,407	6,760

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

(Million yen)

	For the six months ended September 30,2017	For the six months ended September 30,2018
Profit	6,020	6,770
Other comprehensive income		
Valuation difference on available-for-sale securities	6	171
Deferred gains or losses on hedges	1,572	1,612
Foreign currency translation adjustment	(573)	(1,239)
Remeasurements of defined benefit plans, net of tax	2	2
Share of other comprehensive income of entities accounted for using equity method	(4)	(8)
Total other comprehensive income	1,002	537
Comprehensive income	7,023	7,307
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,193	7,263
Comprehensive income attributable to non-controlling interests	(170)	44

## Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30,2017	For the six months ended September 30,2018
<b>Cash flows from operating activities</b>		
Profit before income taxes	9,533	10,351
Depreciation	11,682	11,164
Amortization of goodwill	439	439
Interest and dividend income	(627)	(1,023)
Interest expenses	489	699
Share of loss (profit) of entities accounted for using equity method	(158)	(143)
Loss (gain) on valuation of securities	(199)	0
Decrease (increase) in notes and accounts receivable - trade	8,682	(22,931)
Decrease in Broadcasting rights	(2,012)	(565)
Decrease (increase) in accounts receivable - other	400	1,788
Decrease (increase) in inventories	(5,004)	17,471
Increase (decrease) in accounts payable - other	(15,164)	(3,406)
Increase (decrease) in unearned revenue	3,398	3,320
Decrease (increase) in lease receivables	106	(1,089)
Other, net	(1,326)	(794)
Subtotal	10,238	15,281
Interest and dividend income received	322	503
Interest expenses paid	(342)	(599)
Income taxes paid	(2,208)	(2,950)
Net cash provided by (used in) operating activities	8,010	12,234
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(5,545)	(6,778)
Purchase of intangible assets	(737)	(1,486)
Purchase of investment securities	(567)	(16)
Purchase of shares of subsidiaries and associates	(1,670)	(2,239)
Proceeds from share of profits on investments in capital	214	4
Payments of long-term loans receivable	(3,448)	(4,399)
Other, net	(11)	37
Net cash provided by (used in) investing activities	(11,766)	(14,878)
<b>Cash flows from financing activities</b>		
Repayments of finance lease obligations	(72)	(56)
Proceeds from long-term loans payable	17,175	17,413
Repayments of long-term loans payable	(9,013)	(1,675)
Cash dividends paid	(2,967)	(2,671)
Dividends paid to non-controlling interests	(30)	(38)
Net cash provided by (used in) financing activities	5,091	12,971
Effect of exchange rate change on cash and cash equivalents	(46)	(13)
Net increase (decrease) in cash and cash equivalents	1,288	10,314
Cash and cash equivalents at beginning of period	46,150	46,304
Cash and cash equivalents at end of period	47,438	56,619