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## Consolidated Financial Results for the Nine Months Ended December 31, 2018 [Japanese GAAP]

February 06, 2019

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: February 08, 2019

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, 2018 (April 01, 2018 to December 31, 2018)

#### (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, 2018	128,555	17.4	12,648	4.4	13,659	6.3	8,900	3.2
December 31, 2017	109,483	(7.3)	12,115	(22.0)	12,849	(19.0)	8,621	(16.2)

(Note) Comprehensive income: Nine months ended December 31, 2018: ¥ 9,874 million [ 6.3%]  
 Nine months ended December 31, 2017: ¥ 9,288 million [ (0.9) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2018	29.97	-
December 31, 2017	29.03	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2018	378,634	224,125	58.4	745.05
March 31, 2018	359,343	219,634	60.3	729.48

(Reference) Equity: As of December 31, 2018: ¥ 221,285 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 3rd 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.)

	Net sales		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 nine months ended December 31, 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):

December 31, 2018: 344,603,700 shares

March 31, 2018: 344,603,700 shares

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

December 31, 2018: 47,595,852 shares

March 31, 2018: 47,595,852 shares

3) Average number of shares during the period:

Nine months ended December 31, 2018: 297,007,848 shares

Nine months ended December 31, 2017: 297,007,848 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2018	As of December 31, 2018
<b>Assets</b>		
Current assets		
Cash and deposits	26,005	30,060
Accounts receivable - trade	57,997	75,987
Lease receivables	2,111	3,029
Securities	20,299	22,699
Broadcasting rights	1,504	1,753
Merchandise	719	593
Work in process	44,131	28,282
Supplies	355	319
Accounts receivable - other	2,368	229
Other	2,620	3,293
Allowance for doubtful accounts	(529)	(466)
Total current assets	157,585	165,782
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,088	9,890
Machinery, equipment and vehicles, net	18,118	21,521
Telecommunications satellites, net	96,961	96,031
Land	2,950	2,924
Construction in progress	14,674	14,689
Other, net	3,792	3,832
Total property, plant and equipment	146,586	148,889
Intangible assets		
Goodwill	3,579	2,921
Software	6,730	6,770
Other	69	67
Total intangible assets	10,379	9,759
Investments and other assets		
Investment securities	18,522	21,493
Long-term loans receivable	12,950	20,489
Deferred tax assets	10,038	9,071
Other	3,282	3,149
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	44,792	54,202
Total non-current assets	201,758	212,851
Total assets	359,343	378,634

(Million yen)

	As of March 31,2018	As of December 31,2018
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	340	299
Current portion of long-term loans payable	4,303	5,137
Accounts payable - other	11,826	9,041
Income taxes payable	3,382	1,859
Subscription fees received	8,592	8,313
Unearned revenue	2,462	5,636
Provision for bonuses	567	294
Asset retirement obligations	113	111
Other	7,949	9,943
Total current liabilities	39,539	40,636
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	68,463	82,853
Deferred tax liabilities	472	303
Provision for directors' retirement benefits	6	6
Net defined benefit liability	5,636	5,845
Asset retirement obligations	2,168	2,194
Other	3,422	2,668
Total non-current liabilities	100,169	113,872
Total liabilities	139,709	154,509
<b>Net assets</b>		
Shareholders' equity		
Capital stock	10,000	10,000
Capital surplus	158,054	158,054
Retained earnings	75,487	79,042
Treasury shares	(26,268)	(26,268)
Total shareholders' equity	217,274	220,828
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	196	308
Deferred gains or losses on hedges	(1,844)	(769)
Foreign currency translation adjustment	1,294	1,173
Remeasurements of defined benefit plans	(259)	(256)
Total accumulated other comprehensive income	(612)	456
Non-controlling interests	2,973	2,840
Total net assets	219,634	224,125
Total liabilities and net assets	359,343	378,634

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, 2017	For the nine months ended December 31, 2018
Operating revenue	109,483	128,555
Operating cost	69,576	88,491
Operating gross profit	39,906	40,064
Selling, general and administrative expenses	27,791	27,415
Operating profit	12,115	12,648
Non-operating income		
Interest income	934	1,577
Dividend income	23	21
Share of profit of entities accounted for using equity method	175	230
Foreign exchange gains	-	41
Gain on valuation of securities	199	0
Other	289	328
Total non-operating income	1,623	2,200
Non-operating expenses		
Interest expenses	764	1,143
Foreign exchange losses	77	-
Other	47	47
Total non-operating expenses	889	1,190
Ordinary profit	12,849	13,659
Extraordinary income		
Gain on sales of shares of subsidiaries and associates	-	74
Income from compensation for damage	140	9
Other	0	-
Total extraordinary income	141	84
Profit before income taxes	12,990	13,743
Income taxes - current	4,962	4,595
Income taxes - deferred	(75)	306
Total income taxes	4,887	4,901
Profit	8,103	8,841
Loss attributable to non-controlling interests	(517)	(58)
Profit attributable to owners of parent	8,621	8,900

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

(Million yen)

	For the nine months ended December 31,2017	For the nine months ended December 31,2018
Profit	8,103	8,841
Other comprehensive income		
Valuation difference on available-for-sale securities	10	50
Deferred gains or losses on hedges	1,661	1,056
Foreign currency translation adjustment	(487)	(124)
Remeasurements of defined benefit plans, net of tax	3	3
Share of other comprehensive income of entities accounted for using equity method	(2)	47
Total other comprehensive income	1,184	1,032
Comprehensive income	9,288	9,874
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,591	9,969
Comprehensive income attributable to non-controlling interests	(302)	(95)

Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the nine months ended December 31,2017	For the nine months ended December 31,2018
<b>Cash flows from operating activities</b>		
Profit before income taxes	12,990	13,743
Depreciation	17,513	16,635
Amortization of goodwill	658	658
Interest and dividend income	(958)	(1,599)
Interest expenses	764	1,143
Share of loss (profit) of entities accounted for using equity method	(175)	(230)
Loss (gain) on valuation of securities	(199)	11
Loss (gain) on sales of shares of subsidiaries and associates	-	(74)
Decrease (increase) in notes and accounts receivable - trade	10,815	(17,986)
Decrease in broadcasting rights	(727)	(248)
Decrease (increase) in accounts receivable - other	47	2,139
Decrease (increase) in inventories	(6,024)	16,010
Increase (decrease) in accounts payable - other	(14,700)	(2,785)
Increase (decrease) in unearned revenue	2,617	3,174
Decrease (increase) in lease receivables	160	(917)
Other, net	(2,157)	(1,846)
Subtotal	20,623	27,828
Interest and dividend income received	802	1,371
Interest expenses paid	(849)	(1,314)
Income taxes paid	(5,050)	(5,738)
Net cash provided by (used in) operating activities	15,525	22,146
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(10,952)	(12,739)
Purchase of intangible assets	(1,318)	(1,948)
Purchase of investment securities	(587)	(350)
Purchase of shares of subsidiaries and associates	(2,359)	(3,867)
Proceeds from sales of shares of subsidiaries and associates	-	1,104
Proceeds from share of profits on investments in capital	214	4
Payments of long-term loans receivable	(4,824)	(7,078)
Other, net	(143)	38
Net cash provided by (used in) investing activities	(19,971)	(24,837)
<b>Cash flows from financing activities</b>		
Repayments of finance lease obligations	(103)	(84)
Proceeds from long-term loans payable	19,168	48,847
Repayments of long-term loans payable	(10,616)	(34,260)
Cash dividends paid	(5,631)	(5,337)
Dividends paid to non-controlling interests	(30)	(38)
Other, net	(15)	-
Net cash provided by (used in) financing activities	2,771	9,126
Effect of exchange rate change on cash and cash equivalents	(45)	19
Net increase (decrease) in cash and cash equivalents	(1,719)	6,455
Cash and cash equivalents at beginning of period	46,150	46,304
Cash and cash equivalents at end of period	44,431	52,760