

Note: This document is a direct translation of the *kessan tanshin* released in Japanese. All figures in millions of yen have thus been rounded down to the nearest million yen. If there are any discrepancies between this document and the original Japanese version, the original Japanese version prevails.

August 6, 2020

## TV Asahi Holdings Corporation Consolidated Earnings Report for the Three Months ended June 30, 2020 (Japanese GAAP)

Stock listing: Tokyo Stock Exchange (First Section)  
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Scheduled dates

Filing of statutory quarterly financial report (*shihanki hokokusho*): August 13, 2020

Dividend payout: -

Supplementary materials to quarterly financial results available: Yes

Quarterly earnings presentation held: No

(Amounts rounded down to the nearest ¥ million)

### 1. Consolidated Performance for the Three Months ended June 30, 2020 (April 1, 2020–June 30, 2020)

(1) Consolidated Operating Results (percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary Income		Profit attributable to owners of the parent	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Three months ended June 30, 2020	57,495	(19.8)	2,347	(9.4)	3,685	(11.9)	2,330	(7.6)
Three months ended June 30, 2019	71,649	(0.4)	2,592	0.3	4,183	7.2	2,521	1.4

Note: Comprehensive income: Three months ended June 30, 2020 ¥ 8,798 million (plus 59.5%)  
Three months ended June 30, 2019 ¥ 5,516 million (minus 17.4%)

	Earnings per share	Diluted earnings per share
	¥	¥
Three months ended June 30, 2020	22.41	-
Three months ended June 30, 2019	23.53	-

(2) Consolidated Financial Position

	Total assets	Net assets	Owners' equity ratio
	¥ million	¥ million	%
June 30, 2020	445,446	359,162	80.4
March 31, 2020	447,549	352,518	78.5

Note: \*Owners' equity: June 30, 2020: ¥ 358,109 million; March 31, 2020: ¥ 351,463 million

\*Owners' equity = Net assets – Share purchase warrants – Non-controlling interests

## 2. Dividends

	Dividend per share				
	End-Q1	End-Q2	End-Q3	Year-end	Annual total
	¥	¥	¥	¥	¥
FYE March 31, 2020	—	20.00	—	20.00	40.00
FYE March 31, 2021	—				
Forecast for FYE March 31, 2021		20.00	—	20.00	40.00

Note: Revisions from the latest release of dividends forecasts: None

## 3. Forecast for the Fiscal Year ending March 31, 2021 (April 1, 2020 – March 31, 2021)

The forecast of business results for the fiscal year ending March 31, 2021 have yet to be determined at this point due to the spread of COVID-19. We will make a prompt announcement when we are able to disclose a reasonable forecast.

## 4. Other Information

- (1) Changes in consolidation status of major subsidiaries during the term: None
- (2) Accounting methods specific to quarterly consolidated financial statements: Yes
- (3) Changes in accounting principles, changes in accounting estimates, and retrospective restatement
- 1) Changes in accordance with amendments to accounting standards, etc.: None
  - 2) Changes other than noted in 1) above: None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None
- (4) Shares outstanding (ordinary shares)

	June 30, 2020	March 31, 2020
1) Number of shares issued (including treasury stock)	108,529,000	108,529,000
2) Number of shares held in treasury	4,560,091	4,556,957
	Three months ended June 30, 2020	Three months ended June 30, 2019
3) Average number of shares outstanding during the term	103,971,177	107,161,727

**\* This document is outside the scope of quarterly review.**

### \*Appropriate Use of Earnings Forecasts and Other Important Information

- The forecast of business results for the fiscal year ending March 31, 2021 have yet to be determined at this point due to the spread of COVID-19.
- TV Asahi Holdings Corporation intends to publish the supplementary material to quarterly financial results on its website on Thursday, August 6, 2020.

## Consolidated Financial Statements

### (1) Consolidated Balance Sheets

	As of March 31, 2020 Amount	(millions of yen) As of June 30, 2020 Amount
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	39,534	20,153
Trade notes and accounts receivable	74,417	60,716
Marketable securities	17,405	38,802
Inventories	11,791	12,151
Other current assets	12,455	14,514
Less allowance for doubtful accounts	(71)	(60)
Total current assets	155,532	146,278
<b>Fixed assets</b>		
Tangible assets		
Land	46,438	46,438
Other tangible assets, net	60,782	59,720
Total tangible assets	107,221	106,159
Intangible assets		
Other intangible assets	6,651	6,334
Total intangible assets	6,651	6,334
Investments and other assets		
Investment securities	155,951	164,397
Other investments and other assets	22,448	22,532
Less allowance for doubtful accounts	(256)	(256)
Total investments and other assets	178,144	186,673
Total fixed assets	292,016	299,167
<b>Total assets</b>	447,549	445,446

	As of March 31, 2020 Amount	(millions of yen) As of June 30, 2020 Amount
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade notes and accounts payable	8,934	5,944
Other current liabilities	54,693	46,110
Total current liabilities	63,627	52,054
<b>Non-current liabilities</b>		
Net defined benefit liabilities	19,120	18,813
Other non-current liabilities	12,282	15,415
Total non-current liabilities	31,403	34,228
Total liabilities	95,030	86,283
<b>Net assets</b>		
<b>Stockholders' equity</b>		
Common stock	36,654	36,654
Additional paid-in capital	70,427	70,427
Retained earnings	235,961	236,142
Treasury stock	(9,343)	(9,348)
Total stockholders' equity	333,699	333,875
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	23,240	29,605
Deferred gain (loss) on hedges	(88)	(88)
Foreign currency translation adjustments	(124)	(152)
Remeasurements of defined benefit plans	(5,264)	(5,131)
Total accumulated other comprehensive income	17,763	24,233
<b>Non-controlling interests</b>	1,055	1,053
<b>Total net assets</b>	352,518	359,162
<b>Total liabilities and net assets</b>	447,549	445,446

**(2) Consolidated Statements of Income and Comprehensive Income**

<b>Consolidated Statements of Income</b>		
	(millions of yen)	
	Three Months ended June 30, 2019	Three Months ended June 30, 2020
	Amount	Amount
<b>Net sales</b>	71,649	57,495
Cost of sales	53,460	42,748
<b>Gross profit</b>	18,189	14,747
<b>SGA expenses</b>	15,597	12,399
<b>Operating income</b>	2,592	2,347
<b>Non-operating revenue</b>		
Dividend income	778	747
Share of profit of entities accounted for using equity method	665	491
Other non-operating revenue	184	156
Total non-operating revenue	1,628	1,395
<b>Non-operating expenses</b>		
Foreign exchange losses	12	11
Loss on disposal of non-current assets	17	25
Loss on investment in partnership	-	11
Other non-operating expenses	7	8
Total non-operating expenses	37	57
<b>Ordinary Income</b>	4,183	3,685
<b>Extraordinary losses</b>		
Loss on valuation of investment securities	171	-
Loss on COVID-19	-	239
Total extraordinary losses	171	239
<b>Income before income taxes</b>	4,011	3,445
<b>Income taxes</b>	1,473	1,117
<b>Profit</b>	2,538	2,328
<b>Profit (loss) attributable to non-controlling interests</b>	16	(1)
<b>Profit attributable to owners of the parent</b>	2,521	2,330

### Consolidated Statements of Comprehensive Income

	Three Months ended June 30, 2019	(millions of yen) Three Months ended June 30, 2020
	Amount	Amount
<b>Profit</b>	2,538	2,328
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	3,063	6,103
Deferred gain (loss) on hedges	(160)	(0)
Foreign currency translation adjustments	(0)	(3)
Remeasurements of defined benefit plans	118	131
Share of other comprehensive income of entities accounted for using equity method	(43)	239
Total other comprehensive income	2,978	6,469
<b>Comprehensive income</b>	5,516	8,798
Components:		
Comprehensive income attributable to owners of the parent	5,500	8,800
Comprehensive income attributable to non-controlling interests	16	(1)

## Segment Information

### Information about Sales and Segment Income by Reportable Segment

Three Months ended June 30, 2019 (April 1, 2019 to June 30, 2019)

	Reportable segment				Adjustments*1	(millions of yen) Amounts reported on consolidated financial statements*2
	TV Broadcasting Business	Music Publication Business	Other Businesses	Total		
Sales						
Sales to outside customers	57,818	3,970	9,860	71,649	-	71,649
Inter-segment sales and transfers	561	58	2,200	2,820	(2,820)	-
Total	58,380	4,028	12,060	74,469	(2,820)	71,649
Segment income	1,294	467	902	2,664	(72)	2,592

- Notes: 1. Segment income adjustments totaling minus 72 million yen includes elimination of inter-segment transactions of minus 19 million yen, 535 million yen of income accruing from inter-company transactions with our subsidiaries, and corporate expenses of minus 588 million yen. Corporate expenses are chiefly those expenses related to the Company's management of the Group's business.
2. Segment income is adjusted to align it with operating income reported on the quarterly consolidated statements of income for the corresponding period.

Three Months ended June 30, 2020 (April 1, 2020 to June 30, 2020)

	Reportable segment				Adjustments*1	(millions of yen) Amounts reported on consolidated financial statements*2
	TV Broadcasting Business	Music Publication Business	Other Businesses	Total		
Sales						
Sales to outside customers	47,076	1,426	8,991	57,495	-	57,495
Inter-segment sales and transfers	655	53	2,112	2,821	(2,821)	-
Total	47,731	1,480	11,104	60,316	(2,821)	57,495
Segment income	1,944	121	336	2,401	(54)	2,347

- Notes: 1. Segment income adjustments totaling minus 54 million yen includes elimination of inter-segment transactions of minus 16 million yen, 557 million yen of income accruing from inter-company transactions with our subsidiaries, and corporate expenses of minus 595 million yen. Corporate expenses are chiefly those expenses related to the Company's management of the Group's business.
2. Segment income is adjusted to align it with operating income reported on the quarterly consolidated statements of income for the corresponding period.