

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.

May 10, 2024

TV Asahi Holdings Corporation Consolidated Earnings Report for the Fiscal Year ended March 31, 2024 (Japanese GAAP)

Stock listing: Tokyo Stock Exchange

Securities code: 9409

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Scheduled dates

General Shareholders' Meeting June 27, 2024

Filing of statutory financial report (*yuka-shoken hokokusho*): June 27, 2024

Dividend payout: June 28, 2024

Supplementary materials to financial results available: Yes

Fiscal year-end earnings presentation held: Yes

(Amounts rounded down to the nearest ¥ million)

1. Consolidated Performance for the Fiscal Year ended March 31, 2024 (April 1, 2023–March 31, 2024)

(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	%
FYE March 31, 2024	307,898	1.1	12,337	(14.9)	19,919	(14.0)	17,138	3.2
FYE March 31, 2023	304,566	2.1	14,503	(32.3)	23,157	(12.4)	16,603	(20.9)

Note: Comprehensive income: FYE March 31, 2024 ¥ 34,078 million [399.1%];
FYE March 31, 2023 ¥ 6,828 million [(66.9)%]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of the parent / Owners' equity*	Ordinary income / Total assets	Operating income / Net sales
	¥	¥	%	%	%
FYE March 31, 2024	168.66	—	4.2	3.9	4.0
FYE March 31, 2023	163.42	—	4.2	4.7	4.8

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

Note: Share of profit of entities accounted for using equity method: FYE March 31, 2024: ¥ 5,968 million;
FYE March 31, 2023: ¥ 7,013 million

(2) Consolidated Financial Position

	Total assets	Net assets	Owners' equity ratio	Net assets per share
	¥ million	¥ million	%	¥
March 31, 2024	520,432	423,577	81.0	4,150.43
March 31, 2023	495,123	394,763	79.4	3,870.26

Note: Owners' equity: March 31, 2024: ¥ 421,751 million; March 31, 2023: ¥ 393,228 million

(3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	¥ million	¥ million	¥ million	¥ million
FYE March 31, 2024	19,106	(21,708)	(5,818)	52,753
FYE March 31, 2023	15,300	(25,009)	(6,600)	61,114

2. Dividends

	Dividend per share					Total dividend payout	Payout ratio (consolidated)	Dividend payout / Net assets (consolidated)
	End-Q1	End-Q2	End-Q3	Year-end	Annual total			
	¥	¥	¥	¥	¥	¥ million	%	%
FYE March 31, 2023	—	20.00	—	30.00	50.00	5,287	30.6	1.3
FYE March 31, 2024	—	20.00	—	40.00	60.00	6,345	35.6	1.5
Forecast for FYE March 31, 2025	—	20.00	—	30.00	50.00		28.2	

Note: Year-end dividend of 30 yen for FYE March 31, 2023 includes special dividend of 10 yen.

Year-end dividend of 40 yen for FYE March 31, 2024 includes commemorative dividend of 10 yen.

3. Forecast for the Fiscal Year ending March 31, 2025 (April 1, 2024 – March 31, 2025)

(percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent		Earnings per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥
FYE March 31, 2025	309,000	0.4	13,000	5.4	20,000	0.4	18,000	5.0	177.14

* Notes

- (1) Changes in consolidation status of major subsidiaries during the term: None
- (2) 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
- (3) Shares outstanding (ordinary shares)

	March 31, 2024	March 31, 2023
1) Number of shares issued (including treasury stock)	108,529,000	108,529,000
2) Number of shares held in treasury	6,912,696	6,926,396
	FYE March 31, 2024	FYE March 31, 2023
3) Average number of shares outstanding during the term	101,612,125	101,602,824

*** This document is not subject to audit procedures.**

*Appropriate Use of Earnings Forecasts and Other Important Information

- The above forecasts are based on information available as of this report's publication. Actual results may differ from forecasts due to changes in the business environment.
- TV Asahi Holdings Corporation intends to publish the supplementary material to financial results on its website on Friday, May 10, 2024.
- TV Asahi Holdings Corporation is scheduled to hold an earnings presentation for analysts on Wednesday, May 15, 2024, and intends to publish the presentation materials on its website immediately after the event.

* Segment Information

<Outline of reportable segments>

The reportable segments of the TV Asahi group are "TV Broadcasting Business," "Internet Business," "Shopping Business" and "Other Businesses" which are subject to regular discussion of the Board of Directors, as separate financial information is available for units composing the segments which allows the Board of Directors to determine the allocation of management resources and evaluate business results.

The content of business of each of the reportable segments are as follows.

Reportable segment	Content of business
TV Broadcasting Business	Business regarding the production and broadcasting of TV programs
Internet Business	Business regarding advertising video on demand using the Internet and the production and rights management of video content
Shopping Business	Business regarding shopping services on TV shopping programs and ecommerce sites
Other Businesses	Music publication business, special events business, sale and lease of equipment, investment in motion pictures, etc.

1. Business Performance and Financial Condition

(1) Business Performance

During the fiscal year under review, ended March 31, 2024, the Japanese economy continued demonstrating a mild recovery due to the improved employment and income environment, although some stagnancy was observed. On the other hand, conditions in the television advertising market continued to be severe, with the spot advertising volume in the Tokyo area shrinking from the previous fiscal year.

In this economic environment, net sales for the fiscal year ended March 31, 2024 (hereinafter, “the fiscal year under review”) were ¥ 307.898 billion (+1.1% year on year). Cost of sales and SGA expenses totaled ¥ 295.561 billion (+1.9%). As a result, operating income was ¥ 12.337 billion (-14.9%) and ordinary income was ¥ 19.919 billion (-14.0%). In addition, profit attributable to owners of the parent was ¥ 17.138 billion (+3.2%) as a result of accounting for gain on sales of investment securities in extraordinary gains.

Operating results by reportable segments are as follows:

1) TV Broadcasting Business

Average viewer ratings for the fiscal year under review by time slot were as follows: All Day (06:00–24:00): 3.5% for Individual All and 6.3% for Household, both ranking first. Golden Time (19:00–22:00): 5.3% for Individual All, ranking second, and 8.9% for Household, ranking first. Prime Time (19:00–23:00): 5.3% for Individual All and 9.0% for Household, both ranking first. Prime 2 (23:00–01:00): 1.8% for Individual All and 3.5% for Household, both ranking second. For Individual All, TV Asahi achieved the double crown for All Day and Prime Time for two consecutive years, and for Household, the triple crown for two consecutive years.

For Golden Time and Prime Time in the fiscal year under review, *Hodo Station* and *Saturday Station* took the top in their time slots for five and three consecutive years, respectively. With regards to serial dramas, five drama series ranked in the Top 10, including *AIBOU: Tokyo Detective Duo Season 22* (average: Individual All 6.4%, Household 11.2%) and *Tokusou 9* (average: Individual All 5.6%, Household 9.9%). In addition, *Rikon Shinai Otoko - Sareo To Oyome No Damashi Ai* - recorded 4.24 million catch-up views during the first week for the first episode broadcast, the highest number among TV Asahi’s programs. For variety programs, the weekend programs delivered high viewer ratings, notably *Zawatsuku! Friday* and *Matsuko & Ariyoshi Karisome Tengoku* on Fridays, and *Ikegami Akira no News Sou Datta no ka!!* on Saturdays.

In sports, TV Asahi broadcast large sports events live at each season. In summer, TV Asahi

broadcast three matches of the FIBA Basketball World Cup 2023 live, including the game of Japan vs. Cape Verde, which was the classification round and recorded high ratings (Individual All 15.3%, Household 22.9%). For the AFC Asia Cup (football), TV Asahi broadcast live the games of Japan's national team that has been a challenger in regaining the throne for the past three years, and in particular, the Quarter-Final Japan vs. Iran obtained the highest ratings in Prime Time among commercial television stations for the fiscal year under review (Individual All 15.6%, Household 23.6%). For the MLB Seoul Series, the season opening games for the Dodgers, to which professional baseball players Shohei Ohtani and Yoshinobu Yamamoto transferred, TV Asahi broadcast three games live including the second match Dodgers vs. the Padres (Individual All 10.6%, Household 17.7%).

In the All Day segment, *Good! Morning* won first place in its time slot among commercial television stations for the first time; *Shinichi Hatori MORNING SHOW* topped its time slot for the fourth consecutive year; *Oshita Yoko Wide! Scramble* captured the top spot in its time slot for the tenth consecutive year in the program's first section and the second time in the second section; all contributing to winning the top spot in All Day ratings.

In these circumstances, aggressive marketing activities were carried out aimed at boosting sales and profits.

In the time advertising sales segment, sales revenue declined for regular program time slot sales due to a growing trend toward fixed cost reductions in advertisers' promotional activities amid prevailing uncertainty, such as concern for the downside risks of the overseas economy. In addition, in one-off broadcasting events, despite the World Aquatics Championships - Fukuoka 2023, the FIBA Basketball World Cup 2023, and other programs, sales decreased due to a reactionary drop from of the FIFA World Cup Qatar 2022 and the 2023 World Baseball Classic in the previous fiscal year. As a result, time advertising sales revenue for the fiscal year ended March 31, 2024 was ¥ 78.744 billion (-3.5% year on year).

Spot advertising sales revenue decreased mainly due to lower advertising volume in the Tokyo area than in the previous fiscal year. With regards to by-industry performance, "beverages & liquors," "foods," "transportation, movies & leisure," and other industries performed well, while "telecommunications, media & internet," "government and public institutions," "publishing," and other industries resulted in declines in sales. Reflecting the above, spot advertising sales revenue totaled ¥ 88.149 billion (-2.5%).

BS/CS revenue totaled ¥ 26.304 billion (+0.9%), program sales revenue totaled ¥ 13.662 billion (+4.8%), and other revenue was ¥ 22.765 billion (+5.5%).

As a result of the above, the TV Broadcasting Business segment recorded net sales of ¥ 229.626

billion (-1.3%), while operating expenses were ¥ 223.655 billion (+0.3%), yielding an operating income of ¥ 5.971 billion (-37.7%) in the fiscal year under review.

2) Internet Business

ABEMA, a joint venture with CyberAgent, Inc., remained strong in both free and paid memberships with approximately 20 million weekly active users (WAUs) due to the enhancement of sports content such as MLB and the Premier League (football), and with increased Premium paid memberships. ABEMA NEWS continues to provide high-profile news and press conferences as well as real-time disaster-related information. It programs timely news specials, such as for the January 2024 Noto Peninsula Earthquake, and is becoming increasingly well-established as a “lifestyle infrastructure” during emergencies. TELASA, which provides the subscription-video-on-demand (SVOD) service as a joint venture with KDDI Corporation, is aggressively pursuing development of tie-up content with TV Asahi programs, production of TELASA’s original content, etc. Moreover, it is also reinforcing collaboration with a major video streaming platform and is aiming to increase its subscribership and expand the business by opening TELASA channels on video streaming platforms operated by other companies. The free-of-charge TV catch-up service, TVer, recorded 35 million monthly users, 400 million monthly catch-up views, and achieved total application downloads exceeding 70 million in January 2024. Viewership via Connected TV is also largely increasing and along with the increase in the number of catch-up views and viewing time, the business performance is steadily growing. In addition, UltraImpression, Inc., a consolidated subsidiary, provides a solution to optimize the distribution, analysis and earnings of instream advertisement and is seeing significant growth in its business performance by handling not only VOD but also live distribution. Moreover, UltraImpression is expanding its business of providing ad servers to other companies’ platforms, including ad servers to Locipo, a streaming service in Nagoya metropolitan area which started in September 2023. In terms of other content, the number of subscribers to TV Asahi’s official YouTube channel, ANN News Channel, surpassed 4 million. The Company is enhancing the content of the service with mainly news and information programs and is also strengthening its efforts to provide live streaming during disasters, etc. Moreover, as for the services for hard-core fans, New Japan Pro-Wrestling’s NJPW WORLD and ame ta-ik CLUB renewed its system for further expansion of business. TOEI TOKUSATSU FAN CLUB is also steadily increasing the number of members.

As a result of the above activities, during the fiscal year under review, the Internet Business recorded net sales of ¥ 28.761 billion (+13.0% year on year), while operating expenses were ¥ 26.488 billion (+10.1%). As a result, operating income was ¥ 2.272 billion (+62.0%).

3) Shopping Business

Regular program, *Jun Sanpo*, performed well and increased revenue. Special shopping programs, *Imada Koji No Kaunara Imada “Okan To Tsuhan Shitemita!”* and *Tsuhan Wo Scoop Shitemita!!*, were also regularly broadcast and increased sales. In terms of products, sales of food products under the TABEGURU brand improved, and the sales of sports memorabilia were popular. In terms of services, the collaboration between TV Asahi group-wide point service, Teleasa Point, and online shopping site, Ropping, also started.

As a result of the above activities, during the fiscal year under review, the Shopping Business recorded net sales of ¥ 20.003 billion (+2.6% year on year), while operating expenses were ¥ 18.569 billion (-0.3%). As a result, operating income was ¥ 1.434 billion (+65.4%).

4) Other Businesses

In the Music Publication Business, revenue increased mainly due to concert tours conducted by the artists under management, HIRAIDAI, KETSUMEISHI and Shonan No Kaze.

In the Special Events Business, under the Act on Infectious Diseases, the classification of COVID-19 was lowered to Class IV, and measures were significantly eased. As a result, large-scale music festivals, such as TV Asahi Dream Festival and TOKYO+OSAKA METROPOLITAN ROCK FESTIVAL, regained momentum, which resulted in major revenue growth. In addition, as an innovative endeavor, The MusiQuest, a music event in collaboration with terrestrial program from the Barabara Daisakusen slot, was newly launched. Furthermore, regular events including Yuzuru Hanyu’s ice show, *Zawatsuku Ongakukai* and *Kyoccorohee* increased its scale, which resulted in an increase in revenue. Meanwhile, EX Theater Roppongi, supported by many artists and visitors, celebrated its 10th anniversary. Moreover, TV Asahi Roppongi Hills SUMMER STATION offered various attractions, gourmet events and live music performances that collaborated with terrestrial programs for a total of 37 days and received many visitors despite record-high temperatures.

In the Sale and Lease of Equipment Business, video equipment rental, etc., showed sound growth.

Regarding investment in motion pictures, *Shin-jigen! Crayon Shin chan THE MOVIE Chonoryoku Daikessen*, released in August 2023, grossed ¥ 2.47 billion, which set an all-time box-office record for the series, and *Doraemon the Movie: Nobita's Earth Symphony*, released in March 2024, has also grossed over ¥ 3.1 billion as of March 31, 2024. A variety of motion pictures in which the Company has invested in were also released, such as *Totto-Chan: The Little Girl at the Window* that won the Animation of the Year of the Japan Academy Film Prize, and

live-action films including *Revolver LILY.*, *Mum, Is That You?!* and *Looking for ANTONIO INOKI*.

Various DVD titles were released, including the popular series *AIBOU: Tokyo Detective Duo*, *On A Starry Night, unknown* and *Hayabusa Fire Brigade*.

As a result of the above activities, during the fiscal year under review, the Other Businesses segment recorded net sales of ¥ 44.683 billion (+10.5% year on year), while operating expenses were ¥ 41.911 billion (+10.8%). As a result, operating income was ¥ 2.771 billion (+ 6.3%).

Operating results by reportable segment are as follows:

(millions of yen; percentages indicate year-on-year changes)

	Net sales		
	Previous fiscal year	Fiscal year under review	
TV Broadcasting Business	232,669	229,626	(1.3)%
Internet Business	25,455	28,761	13.0%
Shopping Business	19,490	20,003	2.6%
Other Businesses	40,442	44,683	10.5%
Adjustments	(13,490)	(15,175)	-
Total	304,566	307,898	1.1%

(millions of yen; percentages indicate year-on-year changes)

	Segment income		
	Previous fiscal year	Fiscal year under review	
TV Broadcasting Business	9,586	5,971	(37.7)%
Internet Business	1,403	2,272	62.0%
Shopping Business	867	1,434	65.4%
Other Businesses	2,607	2,771	6.3%
Adjustments	38	(112)	-
Total	14,503	12,337	(14.9)%

(2) Financial Condition

Current assets totaled ¥ 175.3 billion as of March 31, 2024, a decrease of ¥ 6.496 billion from March 31, 2023. The decline is mainly attributable to a decrease of ¥ 13.349 billion in cash and deposits despite an increase of ¥ 7.89 billion in marketable securities.

Fixed assets totaled ¥ 345.131 billion as of March 31, 2024, an increase of ¥ 31.805 billion from March 31, 2023. The increase is mainly attributable to the increase in investment securities of ¥ 26.066 billion and construction in progress of ¥ 9.903 billion.

As a result of the above, total assets increased by ¥ 25.308 billion from March 31, 2023 to ¥ 520.432 billion on March 31, 2024.

Current liabilities totaled ¥ 68.208 billion as of March 31, 2024, a decrease of ¥ 0.774 billion from March 31, 2023. The decrease is mainly attributable to a decrease of ¥ 3.212 billion in trade notes and accounts payable, despite an increase of ¥ 1.591 billion in accrued expenses.

Non-current liabilities totaled ¥ 28.646 billion on March 31, 2024, a decrease of ¥ 2.73 billion from March 31, 2023. The decline is mainly attributable to a decrease of ¥ 6.59 billion in net defined benefit liabilities despite an increase of ¥ 3.713 billion in deferred tax liabilities.

As a result of the above, total liabilities decreased by ¥ 3.504 billion to ¥ 96.855 billion from March 31, 2023 to March 31, 2024.

Net assets as of March 31, 2024 totaled ¥ 423.577 billion, an increase of ¥ 28.813 billion from March 31, 2023. The increase is mainly attributable to the increase in retained earnings of ¥ 11.824 billion, valuation difference on available-for-sale securities of ¥ 10.215 billion and remeasurements of defined benefit plans of ¥ 5.66 billion. As a result, the owners' equity ratio was 81.0% as of March 31, 2024.

(3) Cash Flows

Cash and cash equivalents decreased by ¥ 8.361 billion from March 31, 2023 to ¥ 52.753 billion as of March 31, 2024.

<Cash flows from operating activities>

Net cash provided by operating activities totaled ¥ 19.106 billion in the fiscal year ended March 31, 2024, a ¥ 3.806 billion increase in cash provided compared to the previous fiscal year. This was mainly attributable to a ¥ 3.865 billion decrease in income taxes paid.

<Cash flows from investing activities>

Net cash used in investing activities totaled ¥ 21.708 billion in the fiscal year ended March 31, 2024, a ¥ 3.301 billion decrease in cash used compared to the previous fiscal year. The decline is mainly attributable to an increase of ¥ 18.6 billion in proceeds from redemption of marketable securities despite the increase in purchase of marketable securities of ¥ 9.093 billion and purchase of investment securities of ¥ 7.227 billion.

<Cash flows from financing activities>

Net cash used in financing activities totaled ¥ 5.818 billion in the fiscal year ended March 31, 2024, a ¥ 0.781 billion decrease in cash used compared to the previous fiscal year.

(4) Future outlook

Although the economic environment remains uncertain mainly due to price inflation, the situation in the Middle East and fluctuations in the financial and capital markets, net sales, operating income, ordinary income and profit attributable to owners of the parent are expected to

grow from actively expanding businesses in the TV Broadcasting Business, the Internet Business and the Shopping Business, and also from steady growth of Other Businesses such as the music publication business.

As a result, for the fiscal year ending March 31, 2025, the Company forecasts full-year consolidated net sales of ¥ 309.0 billion, operating income of ¥ 13.0 billion, ordinary income of ¥ 20.0 billion, and profit attributable to owners of the parent of ¥ 18.0 billion.

(5) Basic Policy on the Distribution of Profits and Dividends for the Fiscal Year Ended March 31, 2024 and Fiscal Year Ending March 31, 2025

The Company regards the distribution of profits to shareholders as an important management policy. The Company has a basic policy of striving to pay stable common dividends with an emphasis on continuous growth and rewarding shareholders through the distribution of commemorative dividends to mark key events and special dividends as warranted by financial performance of the fiscal period, while considering the balance between the payout of dividends and retained earnings needed to strengthen the long-term business foundation essential to a certified broadcasting holding company that has terrestrial, BS, and CS broadcasters as wholly-owned subsidiaries.

For the fiscal year ended March 31, 2024, the Company intends to pay a year-end dividend of ¥ 40 per share, of which ¥ 10 is a commemorative dividend. Together with the previously distributed interim dividend of ¥ 20 per share, this will result in an annual dividend of ¥ 60 per share.

For the Dividend per share of the fiscal year ending March 31, 2025, the Company plans to pay an interim dividend of ¥ 20 per share and a year-end dividend of ¥ 30 per share. This will result in a planned annual dividend of ¥ 50* per share.

* This is a common dividend.

2. Basic Policy on Selection of Accounting Standards

The Group prepares its consolidated financial statements in accordance with Japanese GAAP. The Group will closely monitor developments related to the future adoption of the International Financial Reporting Standards (IFRS) and take appropriate actions.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(millions of yen)	
	As of March 31, 2023 Amount	As of March 31, 2024 Amount
Assets		
Current assets		
Cash and deposits	60,475	47,126
Trade notes and accounts receivable	81,796	84,029
Marketable securities	16,008	23,898
Inventories	11,146	10,227
Other current assets	12,444	10,094
Less allowance for doubtful accounts	(74)	(76)
Total current assets	181,797	175,300
Fixed assets		
Tangible assets		
Buildings and structures, net	27,891	28,435
Machinery and vehicles, net	12,186	9,858
Land	64,670	64,664
Construction in progress	1,318	11,221
Other tangible assets, net	5,641	5,461
Total tangible assets	111,708	119,641
Intangible assets		
Other intangible assets	4,892	4,863
Total intangible assets	4,892	4,863
Investments and other assets		
Investment securities	176,092	202,158
Net defined benefit assets	—	1,299
Deferred tax assets	14,618	11,286
Other investments and other assets	6,579	6,427
Less allowance for doubtful accounts	(564)	(545)
Total investments and other assets	196,725	220,626
Total fixed assets	313,326	345,131
Total assets	495,123	520,432

	(millions of yen)	
	As of March 31, 2023	As of March 31, 2024
	Amount	Amount
Liabilities		
Current liabilities		
Trade notes and accounts payable	11,749	8,537
Other payables	16,691	17,269
Accrued expenses	31,232	32,824
Other current liabilities	9,308	9,576
Total current liabilities	68,982	68,208
Non-current liabilities		
Deferred tax liabilities	12,621	16,334
Net defined benefit liabilities	16,965	10,374
Other non-current liabilities	1,790	1,937
Total non-current liabilities	31,377	28,646
Total liabilities	100,359	96,855
Net assets		
Stockholders' equity		
Common stock	36,687	36,699
Additional paid-in capital	70,482	70,494
Retained earnings	272,756	284,581
Treasury stock	(13,624)	(13,598)
Total stockholders' equity	366,302	378,175
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	29,810	40,025
Deferred gain (loss) on hedges	(0)	0
Foreign currency translation adjustments	930	1,703
Remeasurements of defined benefit plans	(3,814)	1,846
Total accumulated other comprehensive income	26,925	43,576
Non-controlling interests	1,535	1,825
Total net assets	394,763	423,577
Total liabilities and net assets	495,123	520,432

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(millions of yen)

	Year ended March 31, 2023	Year ended March 31, 2024
	Amount	Amount
Net sales	304,566	307,898
Cost of sales	225,000	231,190
Gross profit	79,566	76,708
SGA expenses	65,062	64,370
Operating income	14,503	12,337
Non-operating revenue		
Dividend income	1,389	1,356
Share of profit of entities accounted for using equity method	7,013	5,968
Other non-operating revenue	582	575
Total non-operating revenue	8,986	7,900
Non-operating expenses		
Loss on disposal of noncurrent assets	243	286
Other non-operating expenses	89	31
Total non-operating expenses	332	318
Ordinary Income	23,157	19,919
Extraordinary gains		
Gain on sales of investment securities	3,201	4,956
Gain on sales of share of subsidiaries and affiliates	135	—
Total extraordinary gains	3,336	4,956
Extraordinary losses		
Impairment loss	2,574	—
Loss on valuation of investment securities	300	492
Total extraordinary losses	2,874	492
Income before income taxes	23,619	24,383
Income taxes		
Current	5,813	6,546
Deferred	964	408
Total income taxes	6,777	6,955
Profit	16,841	17,428
Profit attributable to non-controlling interests	237	290
Profit attributable to owners of the parent	16,603	17,138

Consolidated Statements of Comprehensive Income

	(millions of yen)	
	Year ended March 31, 2023	Year ended March 31, 2024
	Amount	Amount
Profit	16,841	17,428
Other comprehensive income		
Valuation difference on available-for-sale securities	(10,012)	8,520
Deferred gain (loss) on hedges	(22)	—
Foreign currency translation adjustments	100	55
Remeasurements of defined benefit plans	(360)	5,446
Share of other comprehensive income of entities accounted for using equity method	282	2,627
Total other comprehensive income	(10,013)	16,650
Comprehensive income	6,828	34,078
Components:		
Comprehensive income attributable to owners of the parent	6,590	33,788
Comprehensive income attributable to non-controlling interests	237	290

(3) Consolidated Statements of Changes in Net Assets

Year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(millions of yen)

	Stockholders' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total stockholders' equity
Balance at beginning of term	36,667	70,472	261,466	(13,637)	354,978
Changes during term					
Issuance of new shares	10	10			21
Cash dividends			(5,286)		(5,286)
Profit attributable to owners of the parent			16,603		16,603
Cancellation of treasury stock			(26)	26	—
Change in treasury stock arising from change in equity in entities accounted for using equity method				(13)	(13)
Net changes other than stockholder's equity					
Total changes during term	10	10	11,290	12	11,324
Balance at end of term	36,687	70,482	272,756	(13,624)	366,302

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gain (loss) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of term	40,072	23	340	(3,496)	36,939	1,298	393,215
Changes during term							
Issuance of new shares							21
Cash dividends							(5,286)
Profit attributable to owners of the parent							16,603
Cancellation of treasury stock							—
Change in treasury stock arising from change in equity in entities accounted for using equity method							(13)
Net changes other than stockholder's equity	(10,262)	(23)	590	(317)	(10,013)	237	(9,775)
Total changes during term	(10,262)	(23)	590	(317)	(10,013)	237	1,548
Balance at end of term	29,810	(0)	930	(3,814)	26,925	1,535	394,763

Year ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(millions of yen)

	Stockholders' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total stockholders' equity
Balance at beginning of term	36,687	70,482	272,756	(13,624)	366,302
Changes during term					
Issuance of new shares	11	11			22
Cash dividends			(5,287)		(5,287)
Profit attributable to owners of the parent			17,138		17,138
Purchase of treasury stock				(0)	(0)
Cancellation of treasury stock			(26)	26	—
Net changes other than stockholder's equity					
Total changes during term	11	11	11,824	25	11,873
Balance at end of term	36,699	70,494	284,581	(13,598)	378,175

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gain (loss) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of term	29,810	(0)	930	(3,814)	26,925	1,535	394,763
Changes during term							
Issuance of new shares							22
Cash dividends							(5,287)
Profit attributable to owners of the parent							17,138
Purchase of treasury stock							(0)
Cancellation of treasury stock							—
Net changes other than stockholder's equity	10,215	1	773	5,660	16,650	290	16,940
Total changes during term	10,215	1	773	5,660	16,650	290	28,813
Balance at end of term	40,025	0	1,703	1,846	43,576	1,825	423,577

(4) Consolidated Statements of Cash flows

	(millions of yen)	
	Year ended March 31, 2023	Year ended March 31, 2024
	Amount	Amount
Cash flows from operating activities		
Income before income taxes	23,619	24,383
Depreciation and amortization	10,148	9,829
Impairment loss	2,574	—
Amortization of goodwill	610	279
(Gain) loss on disposal of noncurrent assets	243	286
(Gain) loss on sales of investment securities	(3,201)	(4,956)
(Gain) loss on valuation of investment securities	300	492
(Gain) loss on sales of share of subsidiaries and affiliates	(135)	—
Increase (decrease) in allowance for doubtful accounts	(25)	(16)
Increase/decrease in net defined benefit assets and liabilities	(393)	438
Dividend income	(1,389)	(1,356)
Share of (profit) loss of entities accounted for using equity method	(7,013)	(5,968)
(Increase) decrease in trade notes and accounts receivables	(2,689)	(2,232)
(Increase) decrease in inventories	(1,675)	918
Increase (decrease) in trade notes and accounts payables	4,491	(3,214)
Other cash flows from operating activities	(2,205)	1,606
Subtotal	23,257	20,490
Interest and dividend received	2,585	3,269
Income taxes refunded	38	2,061
Income taxes paid	(10,580)	(6,714)
Net cash provided by operating activities	15,300	19,106
Cash flows from investing activities		
Purchase of marketable securities	(56,902)	(65,996)
Proceeds from redemption of marketable securities	45,400	64,000
Purchase of trust beneficiary right	(2,000)	—
Proceeds from redemption of trust beneficiary right	2,000	—
Purchase of tangible assets	(14,365)	(14,555)
Purchase of intangible assets	(1,281)	(1,569)
Purchase of investment securities	(1,154)	(8,381)
Proceeds from sales of investment securities	3,505	5,408
Other cash flows from investing activities	(210)	(614)
Net cash used in investing activities	(25,009)	(21,708)
Cash flows from financing activities		
Dividends paid to stockholders	(5,286)	(5,287)
Other cash flows from financing activities	(1,313)	(531)
Net cash used in financing activities	(6,600)	(5,818)
Effect of exchange rate changes on cash and cash equivalents	106	58
Net increase (decrease) in cash and cash equivalents	(16,202)	(8,361)
Cash and cash equivalents at beginning of term	77,317	61,114
Cash and cash equivalents at end of term	61,114	52,753

Segment Information

Information regarding Sales and Segment Income by Reportable Segment

Year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

	Reportable segment					Adjustments* ¹	(millions of yen) Amounts reported on consolidated financial statements* ²
	TV Broadcasting Business	Internet Business	Shopping Business	Other Businesses	Total		
Sales							
Sales to outside customers	229,937	23,165	19,450	32,013	304,566	—	304,566
Inter-segment sales and transfers	2,732	2,289	40	8,428	13,490	(13,490)	—
Total	232,669	25,455	19,490	40,442	318,057	(13,490)	304,566
Segment income	9,586	1,403	867	2,607	14,464	38	14,503
Other items							
Depreciation/amortization	7,407	714	148	1,877	10,148	—	10,148

- Notes: 1. Segment income adjustments totaling 38 million yen includes elimination of inter-segment transactions of minus 132 million yen, 2,109 million yen income accruing from inter-company transactions with subsidiaries, and corporate expenses of minus 1,938 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 consolidated statements of income for the corresponding period.
3. Segment assets are not noted as they are not divided into business segments.

Year ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(millions of yen)

	Reportable segment					Adjustments ^{*1}	Amounts reported on consolidated financial statements ^{*2}
	TV Broadcasting Business	Internet Business	Shopping Business	Other Businesses	Total		
Sales							
Sales to outside customers	226,524	26,258	19,991	35,125	307,898	—	307,898
Inter-segment sales and transfers	3,101	2,503	12	9,558	15,175	(15,175)	—
Total	229,626	28,761	20,003	44,683	323,074	(15,175)	307,898
Segment income	5,971	2,272	1,434	2,771	12,450	(112)	12,337
Other items							
Depreciation/amortization	7,098	700	126	1,903	9,829	—	9,829

Notes: 1. Segment income adjustments totaling minus 112 million yen includes elimination of inter-segment transactions of minus 211 million yen, 2,082 million yen income accruing from inter-company transactions with subsidiaries, and corporate expenses of minus 1,983 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 consolidated statements of income for the corresponding period.

3. Segment assets are not noted as they are not divided into business segments.