

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 2, 2024

TV Asahi Holdings Corporation

Consolidated Earnings Report for the Three Months ended June 30, 2024 (Japanese GAAP)

Stock listing: Tokyo Stock Exchange
Headquarters: 6-9-1 Roppongi, Minato-ku, Tokyo 106-8001 JAPAN
Representative: Hiroshi Hayakawa, Chairman
Information contact: Yoshinori Saito, Treasurer

Securities code: 9409
URL: <https://www.tv-asahi.co.jp/e/>
Tel: +81-3-6406-1115

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, 2024 (April 1, 2024–June 30, 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	%
Three months ended June 30, 2024	77,586	8.4	4,763	28.5	7,350	23.6	5,223	21.6
Three months ended June 30, 2023	71,589	(0.8)	3,707	(30.2)	5,949	(21.4)	4,295	(18.2)

Note: Comprehensive income: Three months ended June 30, 2024 ¥ 10,864 million [(0.2)%]
Three months ended June 30, 2023 ¥ 10,890 million [-%]

	Earnings per share	Diluted earnings per share
	¥	¥
Three months ended June 30, 2024	51.41	-
Three months ended June 30, 2023	42.27	-

(2) Consolidated Financial Position

	Total assets	Net assets	Owners' equity ratio
	¥ million	¥ million	%
June 30, 2024	527,098	430,212	81.3
March 31, 2024	520,432	423,577	81.0

Note: Owners' equity*: June 30, 2024: ¥ 428,273 million; March 31, 2024: ¥ 421,751 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, 2024	-	20.00	-	40.00	60.00
FYE March 31, 2025	-				
Forecast for FYE March 31, 2025		20.00	-	30.00	50.00

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

Year-end dividend of 40.00 yen for FYE March 31, 2024 includes commemorative dividend of 10.00 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

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

* 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, 2024	March 31, 2024
1) Number of shares issued (including treasury stock)	108,529,000	108,529,000
2) Number of shares held in treasury	6,912,696	6,912,696
	Three months ended June 30, 2024	Three months ended June 30, 2023
3) Average number of shares outstanding during the term	101,616,304	101,602,604

* This document is outside the scope of quarterly review.

*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 supplementary materials to quarterly financial results on its website on Friday, August 2, 2024.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(millions of yen)	
	As of March 31, 2024 Amount	As of June 30, 2024 Amount
Assets		
Current assets		
Cash and deposits	47,126	19,006
Trade notes and accounts receivable	84,029	80,666
Marketable securities	23,898	38,896
Inventories	10,227	11,712
Other current assets	10,094	11,251
Less allowance for doubtful accounts	(76)	(73)
Total current assets	175,300	161,459
Fixed assets		
Tangible assets		
Land	64,664	64,664
Other tangible assets, net	54,977	67,244
Total tangible assets	119,641	131,909
Intangible assets		
Other intangible assets	4,863	4,771
Total intangible assets	4,863	4,771
Investments and other assets		
Investment securities	202,158	210,124
Other investments and other assets	19,012	19,303
Less allowance for doubtful accounts	(545)	(470)
Total investments and other assets	220,626	228,957
Total fixed assets	345,131	365,638
Total assets	520,432	527,098

(millions of yen)

	As of March 31, 2024 Amount	As of June 30, 2024 Amount
Liabilities		
Current liabilities		
Trade notes and accounts payable	8,537	8,867
Other current liabilities	59,671	57,678
Total current liabilities	68,208	66,545
Non-current liabilities		
Net defined benefit liabilities	10,374	10,182
Other non-current liabilities	18,271	20,157
Total non-current liabilities	28,646	30,340
Total liabilities	96,855	96,886
Net assets		
Stockholders' equity		
Common stock	36,699	36,699
Additional paid-in capital	70,494	70,494
Retained earnings	284,581	285,575
Treasury stock	(13,598)	(13,598)
Total stockholders' equity	378,175	379,169
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	40,025	44,943
Deferred gain (loss) on hedges	0	1
Foreign currency translation adjustments	1,703	2,299
Remeasurements of defined benefit plans	1,846	1,861
Total accumulated other comprehensive income	43,576	49,104
Non-controlling interests	1,825	1,938
Total net assets	423,577	430,212
Total liabilities and net assets	520,432	527,098

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

(millions of yen)

	Three Months ended June 30, 2023	Three Months ended June 30, 2024
	Amount	Amount
Net sales	71,589	77,586
Cost of sales	52,472	57,195
Gross profit	19,117	20,390
SGA expenses	15,409	15,626
Operating income	3,707	4,763
Non-operating revenue		
Dividend income	689	685
Share of profit of entities accounted for using equity method	1,473	1,640
Other non-operating revenue	104	299
Total non-operating revenue	2,267	2,625
Non-operating expenses		
Loss on disposal of non-current assets	6	22
Other non-operating expenses	19	16
Total non-operating expenses	26	38
Ordinary Income	5,949	7,350
Extraordinary gains		
Gain on sale of investment securities	255	-
Total extraordinary gains	255	-
Income before income taxes	6,204	7,350
Income taxes	1,851	2,014
Profit	4,353	5,336
Profit attributable to non-controlling interests	58	112
Profit attributable to owners of the parent	4,295	5,223

Consolidated Statements of Comprehensive Income

(millions of yen)

	Three Months ended June 30, 2023	Three Months ended June 30, 2024
	Amount	Amount
Profit	4,353	5,336
Other comprehensive income		
Valuation difference on available-for-sale securities	4,897	4,547
Foreign currency translation adjustments	5	62
Remeasurements of defined benefit plans	126	21
Share of other comprehensive income of entities accounted for using equity method	1,507	895
Total other comprehensive income	6,537	5,528
Comprehensive income	10,890	10,864
Components:		
Comprehensive income attributable to owners of the parent	10,832	10,752
Comprehensive income attributable to non-controlling interests	58	112

(3) Notes to Consolidated Financial Statements

Notes on Premise of Going Concern

There are no items to report.

Notes on Substantial Changes in the Amount of Stockholders' Equity

There are no items to report.

Use of Accounting Methods Specific to Preparation of Quarterly Consolidated Financial Statements

Calculation of Tax Expenses

Regarding tax expenses, a reasonable estimate has been made of the effective tax rate after tax effect accounting has been applied to the net income before taxes for the fiscal year which includes the three months under review, and this estimate has been multiplied by the net income before taxes for the three months under review to calculate the tax expenses. However, in the event the calculated tax expenses using the aforementioned estimated effective tax rate produces a considerably unreasonable figure, the statutory effective tax rate shall be used.

Segment Information

I. Three Months ended June 30, 2023 (April 1, 2023–June 30, 2023)

Information regarding Sales and Segment Income by Reportable Segment

(millions of yen)

	Reportable segments					Adjustments ¹	Amount reported on consolidated financial statements ²
	TV Broadcasting Business	Internet Business	Shopping Business	Other Businesses	Total		
Sales							
Sales to outside customers	54,442	5,576	4,341	7,229	71,589	-	71,589
Inter-segment sales and transfers	642	528	1	2,109	3,281	(3,281)	-
Total	55,084	6,105	4,342	9,339	74,871	(3,281)	71,589
Segment income	2,166	277	307	1,019	3,770	(62)	3,707

Notes: 1. Segment income adjustments totaling minus 62 million yen includes elimination of inter-segment transactions of minus 38 million yen, 514 million yen of income accruing from inter-company transactions with subsidiaries, and corporate expenses of minus 539 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.

II. Three Months ended June 30, 2024 (April 1, 2024–June 30, 2024)

Information regarding Sales and Segment Income by Reportable Segment

(millions of yen)

	Reportable segments					Adjustments ¹	Amount reported on consolidated financial statements ²
	TV Broadcasting Business	Internet Business	Shopping Business	Other Businesses	Total		
Sales							
Sales to outside customers	55,640	6,134	4,834	10,976	77,586	-	77,586
Inter-segment sales and transfers	666	401	76	2,335	3,480	(3,480)	-
Total	56,307	6,536	4,910	13,312	81,066	(3,480)	77,586
Segment income	2,636	592	421	1,142	4,793	(29)	4,763

Notes: 1. Segment income adjustments totaling minus 29 million yen includes elimination of inter-segment transactions of minus 17 million yen, 514 million yen of income accruing from inter-company transactions with subsidiaries, and corporate expenses of minus 526 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.

Notes on Consolidated Statements of Cash Flows

Quarterly consolidated statements of cash flows have not been created for the three months ended June 30, 2024. Depreciation (including depreciation for intangible assets excluding goodwill) and amortization of goodwill for the three months under review are provided below.

	Three months ended June 30, 2023	(millions of yen) Three months ended June 30, 2024
Depreciation	2,472	2,381
Amortization of goodwill	69	-