

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.

Consolidated Financial Results for the Six Months Ended September 30, 2023 [Japanese GAAP]



November 9, 2023

Company name: TV TOKYO Holdings Corporation

Stock exchange listing: Tokyo Stock Exchange

Code number: 9413

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

Representative: Ichiro Ishikawa, CEO President

Contact: Koichi Komaru, General Manager, Finance Division

Phone: +81-3-6635-1771

Scheduled date of filing quarterly securities report: November 13, 2023

Scheduled date of commencing dividend payments: December 6, 2023

Availability of supplementary explanatory materials on quarterly financial results: Available

Schedule of quarterly financial results briefing session: Scheduled (for analysts and institutional investors and for the press)

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2023 (April 1, 2023 - September 30, 2023)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2023	70,957	(0.5)	2,747	(42.0)	3,304	(33.1)	2,982	(9.4)
Six months ended September 30, 2022	71,320	0.6	4,737	5.1	4,939	3.0	3,292	8.4

(Note) Comprehensive income: Six months ended September 30, 2023: ¥2,992 million [20.9%]

Six months ended September 30, 2022: ¥2,474 million [(23.7%)]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	109.77	—
Six months ended September 30, 2022	119.20	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2023	137,567	93,981	68.2
As of March 31, 2023	139,933	93,351	66.6

(Reference) Equity: As of September 30, 2023: ¥93,783 million

As of March 31, 2023: ¥93,159 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, 2023	–	15.00	–	65.00	80.00
Fiscal year ending March 31, 2024	–	15.00			
Fiscal year ending March 31, 2024 (Forecast)			–	65.00	80.00

(Note) Revision to the dividend forecast announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - March 31, 2024)

(% 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	157,000	4.0	9,500	2.9	9,500	1.3	7,100	5.6	261.71

(Note) Revision to the financial results forecast announced most recently: None

* The financial results forecast may change due to various factors including spread of the COVID-19 infection. In case the financial results forecast needs to be revised, the Company will disclose the revision promptly.

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review: None
(Changes in specified subsidiaries resulting in changes in scope of consolidation)
Newly included: – (Company name:)
Excluded: – (Company name:)
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (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, 2023:	27,579,500 shares
March 31, 2023:	27,579,500 shares
 - 2) Total number of treasury shares at the end of the period:

September 30, 2023:	489,628 shares
March 31, 2023:	292,770 shares
 - 3) Average number of shares during the period:

Six months ended September 30, 2023:	27,166,802 shares
Six months ended September 30, 2022:	27,616,809 shares

* This quarterly financial results report is outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

The forward-looking statements in the report, including financial results forecast, are based on the assumptions that the Company determines reasonable in light of information available. Actual performance, etc. may differ materially due to various factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	41,787	37,208
Notes and accounts receivable - trade	29,199	28,807
Money held in trust	393	381
Programs and films	9,919	10,617
Merchandise	800	928
Supplies	15	14
Income taxes refund receivable	1,824	2,142
Other	1,767	2,789
Allowance for doubtful accounts	(3)	(4)
Total current assets	85,704	82,886
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,323	10,016
Machinery, equipment and vehicles, net	9,192	8,473
Other, net	5,756	5,764
Total property, plant and equipment	25,272	24,254
Intangible assets		
Goodwill	400	374
Other	3,266	4,629
Total intangible assets	3,666	5,003
Investments and other assets		
Investment securities	17,806	18,011
Other	7,504	7,431
Allowance for doubtful accounts	(20)	(19)
Total investments and other assets	25,290	25,423
Total non-current assets	54,229	54,680
Total assets	139,933	137,567
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,910	4,949
Short-term borrowings	5,100	5,100
Accrued expenses	22,039	19,848
Provision for bonuses	2,389	2,146
Income taxes payable	1,020	1,196
Other	5,381	6,229
Total current liabilities	41,841	39,470
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	50	28
Retirement benefit liability	1,920	1,617
Other	2,768	2,469
Total non-current liabilities	4,740	4,115
Total liabilities	46,582	43,586

(Million yen)

	As of March 31, 2023	As of September 30, 2023
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	18,215	18,267
Retained earnings	62,593	63,801
Treasury shares	(598)	(1,239)
Total shareholders' equity	90,209	90,829
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,922	2,900
Foreign currency translation adjustment	55	75
Remeasurements of defined benefit plans	(27)	(22)
Total accumulated other comprehensive income	2,950	2,953
Non-controlling interests	191	198
Total net assets	93,351	93,981
Total liabilities and net assets	139,933	137,567

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
Six Months Ended September 30

(Million yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Net sales	71,320	70,957
Cost of sales	48,357	50,619
Gross profit	22,962	20,338
Selling, general and administrative expenses		
Personnel expenses	4,336	4,452
Provision for bonuses	666	712
Retirement benefit expenses	241	215
Provision for retirement benefits for directors (and other officers)	10	14
Agent fees	8,289	8,044
Rent expenses	905	599
Depreciation	670	346
Other	3,103	3,205
Total selling, general and administrative expenses	18,225	17,591
Operating profit	4,737	2,747
Non-operating income		
Interest income	0	1
Dividend income	152	422
Foreign exchange gains	115	52
Share of profit of entities accounted for using equity method	—	107
Rental income	25	25
Other	87	26
Total non-operating income	380	636
Non-operating expenses		
Interest expenses	11	12
Share of loss of entities accounted for using equity method	118	—
Loss on investments in investment partnerships	3	31
Loss on investments in money held in trust	41	11
Other	3	24
Total non-operating expenses	178	79
Ordinary profit	4,939	3,304
Extraordinary income		
Gain on sale of non-current assets	—	2
Gain on sale of investment securities	12	1,150
Other	—	2
Total extraordinary income	12	1,155
Extraordinary losses		
Loss on retirement of non-current assets	4	42
Loss on valuation of investment securities	32	—
Loss on revision of retirement benefit plan	—	32
Total extraordinary losses	36	75
Profit before income taxes	4,915	4,384
Income taxes - current	1,444	1,278
Income taxes - deferred	178	108
Total income taxes	1,623	1,387
Profit	3,292	2,997
Profit attributable to non-controlling interests	—	14
Profit attributable to owners of parent	3,292	2,982

Quarterly Consolidated Statements of Comprehensive Income

Six Months Ended September 30

(Million yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Profit	3,292	2,997
Other comprehensive income		
Valuation difference on available-for-sale securities	(876)	(51)
Foreign currency translation adjustment	54	19
Remeasurements of defined benefit plans, net of tax	5	5
Share of other comprehensive income of entities accounted for using equity method	—	21
Total other comprehensive income	(817)	(4)
Comprehensive income	2,474	2,992
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,474	2,985
Comprehensive income attributable to non-controlling interests	—	6

(3) Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Cash flows from operating activities		
Profit before income taxes	4,915	4,384
Depreciation	2,026	2,038
Amortization of goodwill	—	25
Increase (decrease) in provision for bonuses	(429)	(242)
Increase (decrease) in provision for bonuses for directors (and other officers)	(156)	(184)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	0	(22)
Increase (decrease) in retirement benefit liability	(128)	(298)
Increase (decrease) in allowance for doubtful accounts	(1)	0
Interest and dividend income	(152)	(424)
Interest expenses	11	12
Loss (gain) on sale of non-current assets	—	(2)
Loss on retirement of non-current assets	4	42
Loss (gain) on sale of investment securities	(12)	(1,150)
Loss (gain) on valuation of investment securities	32	—
Share of loss (profit) of entities accounted for using equity method	118	(107)
Decrease (increase) in trade receivables	4,116	391
Decrease (increase) in inventories	(174)	(824)
Increase (decrease) in trade payables	(494)	(961)
Increase (decrease) in accrued expenses	(1,432)	(2,191)
Increase (decrease) in contract liabilities	420	123
Increase (decrease) in advances received	(12)	(47)
Other, net	(3,354)	(344)
Subtotal	5,296	218
Interest and dividends received	152	424
Interest paid	(11)	(12)
Income taxes paid	(1,691)	(1,103)
Net cash provided by (used in) operating activities	3,745	(473)
Cash flows from investing activities		
Payments into time deposits	(8,071)	(4,047)
Proceeds from withdrawal of time deposits	4,060	4,000
Purchase of property, plant and equipment	(1,385)	(320)
Purchase of intangible assets	(641)	(1,690)
Purchase of investment securities	(115)	(1,339)
Proceeds from sale of investment securities	40	1,983
Proceeds from collection of loans receivable	1	16
Other, net	150	73
Net cash provided by (used in) investing activities	(5,962)	(1,325)
Cash flows from financing activities		
Repayments of lease liabilities	(72)	(64)
Repayments of long-term borrowings	—	(228)
Proceeds from long-term borrowings	—	100
Purchase of treasury shares	(391)	(882)
Dividends paid	(1,250)	(1,772)
Dividends paid to non-controlling interests	(78)	—
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(181)	—
Net cash provided by (used in) financing activities	(1,974)	(2,847)
Effect of exchange rate change on cash and cash equivalents	54	19
Net increase (decrease) in cash and cash equivalents	(4,136)	(4,626)
Cash and cash equivalents at beginning of period	38,078	37,787
Cash and cash equivalents at end of period	33,941	33,161