

Nippon Television Holdings, Inc.**Consolidated Flash Report****Results for the Fiscal Year ended March 31, 2024 (FY2023)**

May 09, 2024

(Japanese GAAP)

Stock listing: Tokyo Stock Exchange (Prime Market)

Code number: 9404

URL: <https://www.ntvhd.co.jp/english/>

Representative: Yoshikuni Sugiyama, Representative Director, Chairman

Information contact: Masaharu Sato President, Financial Management Division

Tel: +81-3-6215-4111

Schedule dates

General shareholders' meeting: June 27, 2024

Dividends payout: June 28, 2024

Filing of statutory financial report: June 28, 2024

Supplementary materials to financial results available: Yes Result meeting held: Yes

(Figures less than 1 million yen have been omitted.)

1. Results for the FY2023 (From April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

(% figures are changes from the previous period.)

	Net sales		Operating profit		Recurring profit	
	(% change from the previous year)		(% change from the previous year)		(% change from the previous year)	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY 2023	423,523	2.3	41,877	△10.1	49,503	△4.4
FY 2022	413,979	1.9	46,593	△20.6	51,775	△20.1

(Note) Comprehensive income: FY2023 ¥98,101 million (—%) FY2022 ¥1,532 million (△96.0%)

	Net income attributable to owners of the parent		Net income per share	Diluted income per share	Return on equity	Total capital to recurring profit	Operating profit margin
	(% change from the previous year)						
	Millions of yen	%	yen	yen	%	%	%
FY 2023	34,660	1.7	136.41	136.18	3.9	4.5	9.9
FY 2022	34,081	△28.1	133.61	133.28	4.1	4.9	11.3

(Reference) Equity in earnings of affiliates: FY 2023 ¥2,645 million FY 2022 ¥903 million

(2) Consolidated financial position

	Total assets	Net assets	Equity capital ratio	Net assets per share
	Millions of yen	Millions of yen	%	yen
FY 2023	1,183,299	947,295	77.6	3,645.65
FY 2022	1,035,501	843,585	80.8	3,280.35

(For reference) Equity capital: FY 2023 ¥918,593 million FY 2022 ¥836,759 million

(3) Consolidated statements of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financial activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY 2023	44,669	7,493	△14,960	112,471
FY 2022	45,461	△23,724	△9,452	74,915

2. Cash Dividends

	Dividends per share					Total dividend payout	Dividends payout ratio	Net assets to dividend ratio
	1Q	2Q	3Q	Year-end	Annual			
	yen	yen	yen	yen	yen	Millions of yen	%	%
FY 2022	—	10.00	—	27.00	37.00	9,493	27.7	1.1
FY 2023	—	10.00	—	30.00	40.00	10,333	29.3	1.2
Forecast for FY 2024	—	10.00	—	30.00	40.00		28.8	

(Note) The Year-end dividends for FY2023 of 30 yen includes ordinary dividends of 27 yen and commemorative dividends of 3 yen.

(For 70th anniversary of broadcasting)

3. Forecast for FY 2024 (From April 1, 2024 to March 31, 2025) (% figures are changes from the previous period.)

	Net sales		Operating profit		Recurring profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2024	442,000	4.4	42,000	0.3	48,000	△3.0

	Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	yen
FY2024	35,000	1.0	138.91

4. Others

(1) Changes in significant subsidiaries during the period (Reclassification due to change in scope of consolidation):

None

(2) Change in the accounting policies, accounting estimates and restatements.

- ① Changes in accounting policies due to amendment of accounting standards: None
- ② Change in accounting policies other than ① : None
- ③ Changes in accounting estimate: None
- ④ Restatement: None

(3) Issued shares (Common stock)

- ① Issued shares at the end of period
(Including treasury stock)
- ② Treasury stock at the end of period
- ③ Average shares

FY 2023	263,822,080 shares	FY2022	263,822,080 shares
FY 2023	11,852,533 shares	FY2022	8,739,371 shares
FY 2023	254,080,827 shares	FY 2022	255,083,139 shares

(Note) The number of treasury stock at the end of the period includes shares of the Company held by Trust-type Employee Shareholding Incentive Plan (1,730,800 shares as of FY2023). In addition, the shares of the Company owned by Trust-type Employee Shareholding Incentive Plan are included in the number of treasury stock deducted in the calculation of average number of shares outstanding during the period (993,553 shares in the FY2023).

* This flash report is outside the scope of audit by certified public accountants or an audit firm.

Consolidated Financial Statements

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	75,228	112,998
Notes and accounts receivable - trade, and contract assets	103,047	110,692
Securities	28,000	57,768
Inventories	2,667	4,406
Program rights	6,919	5,715
Other	21,851	25,033
Allowance for doubtful accounts	(427)	(416)
Total current assets	237,285	316,198
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	64,729	61,842
Machinery, equipment and vehicles, net	11,039	8,669
Tools, furniture and fixtures, net	2,673	2,958
Land	174,711	178,684
Leased assets, net	2,615	2,063
Construction in progress	1,198	2,165
Total property, plant and equipment	256,968	256,384
Intangible assets		
Goodwill	11,894	10,761
Other	14,807	21,313
Total intangible assets	26,702	32,075
Investments and other assets		
Investment securities	479,593	540,949
Long-term loans receivable	2,334	3,031
Deferred tax assets	3,314	3,293
Other	30,267	32,274
Allowance for doubtful accounts	(964)	(908)
Total investments and other assets	514,545	578,640
Total non-current assets	798,215	867,100
Total assets	1,035,501	1,183,299

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,013	14,978
Short-term borrowings	3,084	3,037
Accounts payable - other	8,626	8,952
Accrued expenses	55,784	59,403
Income taxes payable	8,562	15,182
Provision for loss on store closings	758	36
Other	15,684	16,690
Total current liabilities	105,514	118,282
Non-current liabilities		
Long-term borrowings	-	2,591
Lease liabilities	9,608	7,572
Deferred tax liabilities	35,166	63,385
Retirement benefit liability	14,130	14,496
Long-term guarantee deposits	21,198	21,276
Other	6,297	8,399
Total non-current liabilities	86,402	117,721
Total liabilities	191,916	236,003
Net assets		
Shareholders' equity		
Share capital	18,600	18,600
Capital surplus	36,051	36,051
Retained earnings	706,394	731,225
Treasury shares	(9,099)	(14,740)
Total shareholders' equity	751,946	771,136
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	84,515	147,070
Deferred gains or losses on hedges	16	20
Foreign currency translation adjustment	280	366
Total accumulated other comprehensive income	84,812	147,457
Non-controlling interests	6,825	28,702
Total net assets	843,585	947,295
Total liabilities and net assets	1,035,501	1,183,299

Consolidated Statements of Income and Comprehensive Income
Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales	413,979	423,523
Cost of sales	271,785	281,582
Gross profit	142,193	141,941
Selling, general and administrative expenses	95,600	100,063
Operating profit	46,593	41,877
Non-operating income		
Interest income	1,712	1,988
Dividend income	2,006	2,336
Share of profit of entities accounted for using equity method	903	2,645
Foreign exchange gains	-	208
Gain on investments in investment partnerships	709	331
Other	348	712
Total non-operating income	5,680	8,222
Non-operating expenses		
Interest expenses	364	308
Foreign exchange losses	31	-
Loss on investments in investment partnerships	21	163
Other	81	124
Total non-operating expenses	498	596
Ordinary profit	51,775	49,503
Extraordinary income		
Gain on sale of non-current assets	6	4
Gain on sale of investment securities	475	11,154
Subsidy income	4	-
Gain on step acquisitions	-	4,083
Other	-	1,134
Total extraordinary income	486	16,376
Extraordinary losses		
Loss on sale of non-current assets	4	59
Loss on retirement of non-current assets	281	185
Loss on sale of investment securities	3	-
Loss on valuation of investment securities	382	1,149
Loss on step acquisitions	123	-
Impairment losses	1,582	12,148
Provision for loss on store closings	758	-
Other	43	616
Total extraordinary losses	3,180	14,159
Profit before income taxes	49,082	51,720
Income taxes - current	15,269	19,202
Income taxes - deferred	(783)	(2,936)
Total income taxes	14,486	16,266
Profit	34,595	35,454
Profit attributable to non-controlling interests	514	794
Profit attributable to owners of parent	34,081	34,660

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit	34,595	35,454
Other comprehensive income		
Valuation difference on available-for-sale securities	(33,287)	61,981
Deferred gains or losses on hedges	-	6
Foreign currency translation adjustment	230	37
Share of other comprehensive income of entities accounted for using equity method	(6)	620
Total other comprehensive income	(33,063)	62,646
Comprehensive income	1,532	98,101
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,018	97,304
Comprehensive income attributable to non-controlling interests	514	796

Consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	18,600	35,787	681,577	(9,098)	726,866
Changes during period					
Dividends of surplus			(9,264)		(9,264)
Profit attributable to owners of parent			34,081		34,081
Purchase of treasury shares				(0)	(0)
Increase (decrease) due to merger of consolidated subsidiaries		(7)			(7)
Change in ownership interest of parent due to transactions with non-controlling interests		271			271
Net changes in items other than shareholders' equity					
Total changes during period	-	264	24,816	(0)	25,080
Balance at end of period	18,600	36,051	706,394	(9,099)	751,946

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	117,817	12	45	117,875	6,083	850,825
Changes during period						
Dividends of surplus						(9,264)
Profit attributable to owners of parent						34,081
Purchase of treasury shares						(0)
Increase (decrease) due to merger of consolidated subsidiaries						(7)
Change in ownership interest of parent due to transactions with non-controlling interests						271
Net changes in items other than shareholders' equity	(33,301)	3	235	(33,062)	742	(32,320)
Total changes during period	(33,301)	3	235	(33,062)	742	(7,240)
Balance at end of period	84,515	16	280	84,812	6,825	843,585

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	18,600	36,051	706,394	(9,099)	751,946
Changes during period					
Dividends of surplus			(9,545)		(9,545)
Profit attributable to owners of parent			34,660		34,660
Purchase of treasury shares				(6,570)	(6,570)
Disposal of treasury shares		(202)		929	726
Transfer of loss on disposal of treasury shares		202	(202)		-
Increase (decrease) resulting from change in accounting period of subsidiaries			(80)		(80)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	24,830	(5,641)	19,189
Balance at end of period	18,600	36,051	731,225	(14,740)	771,136

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	84,515	16	280	84,812	6,825	843,585
Changes during period						
Dividends of surplus						(9,545)
Profit attributable to owners of parent						34,660
Purchase of treasury shares						(6,570)
Disposal of treasury shares						726
Transfer of loss on disposal of treasury shares						-
Increase (decrease) resulting from change in accounting period of subsidiaries						(80)
Net changes in items other than shareholders' equity	62,555	4	85	62,644	21,876	84,521
Total changes during period	62,555	4	85	62,644	21,876	103,710
Balance at end of period	147,070	20	366	147,457	28,702	947,295

Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	49,082	51,720
Depreciation	14,093	13,785
Impairment losses	1,582	12,148
Increase (decrease) in allowance for doubtful accounts	(67)	(2)
Increase (decrease) in retirement benefit liability	(2)	384
Increase (decrease) in provision for loss on store closings	758	(721)
Interest and dividend income	(3,719)	(4,325)
Interest expenses	364	308
Share of loss (profit) of entities accounted for using equity method	(903)	(2,645)
Loss (gain) on step acquisitions	123	(4,083)
Loss (gain) on sale of non-current assets	(1)	55
Loss on retirement of non-current assets	281	185
Subsidy income	(4)	-
Loss (gain) on sale of investment securities	(472)	(11,154)
Loss (gain) on valuation of investment securities	382	1,149
Decrease (increase) in trade receivables	3,938	(5,523)
Decrease (increase) in program rights	(2,549)	1,203
Increase (decrease) in trade payables	5,151	2,632
Other, net	(5,487)	(879)
Subtotal	62,551	54,238
Interest and dividends received	3,948	4,905
Interest paid	(364)	(308)
Subsidies received	4	-
Income taxes paid	(20,678)	(14,165)
Net cash provided by (used in) operating activities	45,461	44,669
Cash flows from investing activities		
Payments into time deposits	-	(214)
Proceeds from withdrawal of time deposits	1,194	-
Purchase of securities	(18,000)	-
Proceeds from redemption of securities	21,500	18,000
Purchase of property, plant and equipment	(8,188)	(7,203)
Proceeds from sale of property, plant and equipment	201	168
Purchase of intangible assets	(1,936)	(2,062)
Purchase of investment securities	(65,607)	(43,250)
Proceeds from sale of investment securities	976	11,987
Proceeds from redemption of investment securities	46,987	22,212
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(9,280)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	17,232
Long-term loan advances	(551)	(1,257)
Proceeds from collection of long-term loans receivable	390	790
Other, net	(689)	369
Net cash provided by (used in) investing activities	(23,724)	7,493
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	916	(46)
Proceeds from long-term borrowings	-	3,088
Repayments of long-term borrowings	-	(496)

Repayments of lease liabilities	(1,480)	(1,802)
Purchase of treasury shares	(0)	(6,570)
Proceeds from disposal of treasury shares	-	452
Dividends paid	(9,264)	(9,542)
Dividends paid to non-controlling interests	(22)	(42)
Proceeds from sale of shares of subsidiaries not resulting in change in scope of consolidation	399	-
Net cash provided by (used in) financing activities	(9,452)	(14,960)
Effect of exchange rate change on cash and cash equivalents	60	28
Net increase (decrease) in cash and cash equivalents	12,345	37,231
Cash and cash equivalents at beginning of period	62,412	74,915
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	157	-
Increase (decrease) in cash and cash equivalents resulting from change in accounting period of subsidiaries	-	324
Cash and cash equivalents at end of period	74,915	112,471