

Consolidated Financial Report for Fiscal 2019
(The Fiscal Year Ended March 31, 2020 under Japanese GAAP)



May 22, 2020

Company Name: Asahi Broadcasting Group Holdings Corporation
 Stock Exchange Listing: Tokyo Stock Exchange
 Securities Code: 9405
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 Scheduled Date of Ordinary General Meeting of Shareholders: June 23, 2020
 Scheduled Date of Dividend Payment Commencement: June 24, 2020
 Scheduled Date of Securities Report Filing: June 24, 2020
 Preparation of Annual Supplementary Explanatory Materials: Yes
 Annual Results Briefing Held: Yes (for institutional investors and analysts)

(Figures are rounded down to the nearest million yen unless otherwise stated.)

1. Consolidated Financial Results for Fiscal 2019 (April 1, 2019 to March 31, 2020)

(1) Consolidated Operating Results

(Percentage figures show the year-on-year increase (decrease).)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Fiscal 2019	82,937	1.2	3,388	(20.5)	3,633	(20.9)	2,278	(39.1)
Fiscal 2018	81,986	1.2	4,262	0.3	4,591	1.2	3,742	39.0

Note: Comprehensive Income Fiscal 2019: ¥817 million (-78.8%)
 Fiscal 2018: ¥3,858 million (-9.3%)

	Basic Earnings per Share	Diluted Earnings per Share	Rate of return on equity	Ordinary Income/Total Assets	Operating Income/Net Sales
	¥	¥	%	%	%
Fiscal 2019	55.63	—	3.5	3.3	4.1
Fiscal 2018	91.55	—	5.9	4.4	5.2

(Reference) Equity in Earnings of Affiliates Fiscal 2019: ¥— million
 Fiscal 2018: ¥— million

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity-to-Asset Ratio	Net Assets per Share
	¥ million	¥ million	%	¥
March 31, 2020	114,786	69,091	56.8	1,591.64
March 31, 2019	107,788	67,049	60.5	1,594.83

(Reference) Shareholders' Equity March 31, 2020: ¥65,230 million
 March 31, 2019: ¥65,223 million

(3) Consolidated Cash Flows

	Net Cash Provided By (Used In) Operating Activities	Net Cash Provided By (Used In) Investing Activities	Net Cash Provided By (Used In) Financing Activities	Ending Balance of Cash and Cash Equivalents
	¥ million	¥ million	¥ million	¥ million
Fiscal 2019	4,546	2,535	3,322	26,643
Fiscal 2018	3,286	(2,394)	(53)	16,239

2. Dividends

	Annual Dividend per Share					Total Dividends	Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	1Q-End	2Q-End	3Q-End	Period-End	Total			
	¥	¥	¥	¥	¥	¥ million	%	%
Fiscal 2018	—	10.00	—	18.00	28.00	1,145	30.6	1.8
Fiscal 2019	—	9.00	—	9.00	18.00	737	32.4	1.1
Fiscal 2020 (Forecast)	—	—	—	—	—		—	

Note: Dividends for Fiscal 2020 are undetermined at this time.

3. Consolidated Financial Results Forecasts for Fiscal 2020 (April 1, 2020 to March 31, 2021)

Consolidated financial results forecasts are undetermined, owing to the difficulty of reasonably calculating financial results forecasts at present as a result of the impact of the global spread of COVID-19. In future, the Company will carefully examine the impact on financial results, and will promptly announce forecasts when it becomes possible to disclose reasonable forecasts.

* Notes

(1) Changes in the number of important subsidiaries during the period: Yes
(changes in specified subsidiaries resulting in a change in the scope of consolidation)
Newly added: Two companies (Company name: DLE, Inc., Pegasus Tech Ventures Company III, L.P.)

(2) Changes in accounting policies, accounting estimates and restatements
1) Changes in accounting policies in accordance with changes in accounting standards, etc.: None
2) Changes in accounting policies other than 1): None
3) Changes in accounting estimates: None
4) Restatements: None

(3) Number of shares issued and outstanding (common shares)

1) Number of shares issued and outstanding as of the period-end (including treasury shares)	March 31, 2020	41,833,000 shares	March 31, 2019	41,833,000 shares
2) Number of treasury shares as of the period-end	March 31, 2020	850,078 shares	March 31, 2019	936,032 shares
3) Average number of shares issued and outstanding for the period	March 31, 2020	40,956,135 shares	March 31, 2019	40,878,494 shares

* These consolidated financial results are outside the scope of audit by certified public accountants and audit corporations

* Explanation concerning the appropriate use of forecasts and other special instructions
(Caution regarding forward-looking statements, etc.)

Consolidated financial results forecasts for fiscal 2020 are undetermined, owing to the difficulty of reasonably calculating financial results forecasts at present as a result of the impact of the global spread of COVID-19. The Company will hold a briefing for institutional investors and analysts (teleconference), scheduled for Friday, May 29, 2020. The document to be used at this briefing shall be published on the Company's website at 10:00 a.m. on the day of the event.

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1. Overview of Business Results, etc.

(1) Overview of Business Results for the Fiscal Year under Review

In fiscal 2019, which extended from April 1, 2019 to March 31, 2020, the Japanese economy continued to show steady corporate earnings and employment trends, but prolonged U.S.-China trade friction and the global spread of COVID-19 resulted in a persistent downturn, as with economies overseas.

Under these circumstances, net sales of the broadcasting field where the Asahi Broadcasting Group (the Group) conducts its core business increased due to the addition of newly consolidated subsidiaries in addition to an increase in TV network sales and other factors despite a decrease in TV spot advertising sales. Net sales of the housing business were down due to a decrease in revenue from the advertising business and other factors. Net sales of the golf business increased due to an increase in registration fee income upon new membership recruitment and other factors.

As a result of these factors, the Group's net sales for the fiscal year ended March 31, 2020 increased ¥950 million, or 1.2%, compared to the previous fiscal year and amounted to ¥82,937 million. From the cost standpoint, cost of sales increased ¥1,496 million (2.8%) compared with the previous fiscal year, to ¥54,959 million. Selling, general and administrative expenses increased ¥328 million (1.4%) compared with the previous fiscal year, to ¥24,588 million.

As a result of the above, operating income for the period decreased ¥874 million, or 20.5%, to ¥3,388 million, while ordinary income totaled ¥3,633 million, a decrease of ¥958 million, or 20.9%. Additionally, while ¥1,837 million of extraordinary income due to gain on sales of shares and gain on sales of real estate properties for business in the housing business was recorded, ¥1,776 million of extraordinary loss due to loss on venue closing in the housing business and impairment loss on goodwill, etc. was recorded.

As a result, income before income taxes were ¥3,694 million, a decrease of ¥797 million, or 17.8%, and profit attributable to owners of parent was ¥2,278 million, a decrease of ¥1,464 million, or 39.1%.

Results by business segment are as follows:

Broadcasting Business

In the fiscal year under review, net sales in the broadcasting business totaled ¥69,605 million, up ¥1,054 million, or 1.5%, compared to the previous fiscal year. While TV spot advertising sales decreased, revenue increased due to the addition of newly consolidated subsidiaries in addition to an increase in TV network sales on a robust performance by nationwide network programs. On the other hand, operating expenses increased 2.9% from the previous fiscal year, due to an increase in cost of sales in conjunction with the new consolidation. As a result, operating income amounted to ¥2,516 million, a decrease of ¥959 million, or 27.6%, from the previous fiscal year.

Housing Business

In the housing business, net sales amounted to ¥12,372 million, a decrease of ¥173 million, or 1.4%, compared with the previous fiscal year. The principal factor was a decrease in revenue from the advertising business. Meanwhile, operating expenses dropped 1.9% mainly from the effect of the closing of housing exhibition facilities in the previous fiscal year. As a result, operating income amounted to ¥1,101 million, an increase of ¥41 million, or 4.0%, from the previous fiscal year.

Golf Business

Net sales in the golf business amounted to ¥960 million, an increase of ¥69 million, or 7.8%, compared with the previous fiscal year. The principal factor was an increase in registration fee income upon new membership recruitment. On the other hand, operating expenses rose 2.6% due to increases in selling expenses, labor expenses, and other expenses. As a result, operating income amounted to ¥72 million, an increase of ¥43 million, or 152.1%, from the previous fiscal year.

(2) Overview of Financial Position for the Fiscal Year under Review

(Assets)

Total assets as of the end of the fiscal year under review were ¥114,786 million, ¥6,997 million higher than at the end of the previous fiscal year (March 31, 2019). This was attributable to an increase in cash and deposits in line with the issuance of bonds and new consolidations.

(Liabilities)

Total liabilities were ¥45,694 million, ¥4,956 million higher than at the end of the previous fiscal year. The principal reason for the increase in liabilities was the issuance of bonds.

(Net Assets)

Consolidated total net assets came to ¥69,091 million, ¥2,041 million higher than at the end of the previous fiscal year. This was mainly attributable to an increase in non-controlling interests due to the consolidation of DLE, Inc., MASH CORPORATION, etc.

(3) Overview of Cash Flows for the Fiscal Year under Review

For the fiscal year under review, net cash provided by operating activities totaled ¥4,546 million. Net cash provided by investing activities was ¥2,535 million, and net cash provided by financing activities came to ¥3,322 million. Accounting for each of these activities, the ending balance of cash and cash equivalents stood at ¥26,643 million, an increase of ¥10,404 million compared with the end of the previous fiscal year. In specific terms, cash flow activities are presented as follows.

(Cash Flows from Operating Activities)

Net cash provided by operating activities was ¥4,546 million (an inflow of ¥3,286 million during the previous fiscal year) due to the recording of income before income taxes and depreciation and amortization despite payment of income taxes.

(Cash Flows from Investing Activities)

Net cash provided by investing activities was ¥2,535 million (an outflow of ¥2,394 million during the previous fiscal year) due to proceeds from sales of investment securities and other proceeds despite purchase of property, plant and equipment.

(Cash Flows from Financing Activities)

Net cash provided by financing activities was ¥3,322 million (an outflow of ¥53 million during the previous fiscal year) due mainly to the issuance of bonds.

(4) Future Outlook

At present, it is extremely difficult to forecast when the spread of COVID-19 will recede, the status of recovery of economic activity after the virus recedes, etc. For this reason, the Company has judged that it is difficult to calculate consolidated financial results forecasts for fiscal 2020 in an appropriate and reasonable manner at present, and therefore consolidated financial results forecasts are undetermined. In future, the Company will promptly disclose consolidated financial results when it becomes possible to calculate forecasts in an appropriate and reasonable manner.

(5) Significant Events regarding Going Concern Assumptions

Not applicable.

2. Rationale behind the Choice of Accounting Standards

To sustain comparability of consolidated financial statements between periods as well as between companies, the Group shall, for the time being, prepare consolidated financial statements under Japanese GAAP.

3. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheet

(Millions of Yen)

	March 31, 2019	March 31, 2020
Assets		
Current assets		
Cash and deposits	16,337	27,048
Notes and accounts receivable - trade	13,550	12,825
Short-term investment securities	200	204
Inventories	5,114	4,668
Income taxes receivable	312	262
Other	2,345	2,314
Allowance for doubtful accounts	(9)	(15)
Total current assets	37,852	47,307
Non-current assets		
Property, plant and equipment		
Buildings and structures	34,706	34,744
Accumulated depreciation	(14,985)	(16,348)
Buildings and structures, net	19,721	18,396
Machinery equipment and vehicles	20,289	21,701
Accumulated depreciation	(14,609)	(15,630)
Machinery equipment and vehicles, net	5,679	6,070
Tools furniture and fixtures	1,791	1,910
Accumulated depreciation	(1,243)	(1,417)
Tools furniture and fixtures, net	548	493
Land	10,769	10,363
Lease assets	38	108
Accumulated depreciation	(25)	(39)
Lease assets, net	13	69
Construction in progress	1,104	1,551
Total property, plant and equipment	37,837	36,944
Intangible assets		
Software	1,167	1,195
Software in progress	105	144
Goodwill	-	22
Other	109	122
Total intangible assets	1,381	1,485
Investments and other assets		
Investment securities	18,406	17,299
Long-term loans receivable	73	108
Long-term prepaid expenses	1,479	1,086
Deferred tax assets	8,571	8,255
Other	2,196	2,310
Allowance for doubtful accounts	(10)	(35)
Total investments and other assets	30,716	29,024
Total non-current assets	69,935	67,454
Deferred assets		
Bond issuance cost	-	24
Total deferred assets	-	24
Total assets	107,788	114,786

(Millions of Yen)

	March 31, 2019	March 31, 2020
Liabilities		
Current liabilities		
Current portion of long term loans payable	240	586
Current portion of bonds	-	26
Lease obligations	1	15
Accounts payable - other	6,475	5,970
Accrued expenses	1,866	1,724
Income taxes payable	934	567
Provision for directors' bonuses	113	102
Provision for loss on venue closing	-	272
Other	3,497	4,383
Total current liabilities	13,129	13,647
Non-current liabilities		
Long term loans payable	740	931
Bonds payable	-	5,065
Lease obligations	-	51
Net defined benefit liability	17,092	16,512
Long-term guarantee deposited	7,487	7,486
Deferred tax liabilities	1,049	988
Other	1,239	1,011
Total non-current liabilities	27,609	32,047
Total liabilities	40,738	45,694
Net assets		
Shareholders' equity		
Capital stock	5,299	5,299
Capital surplus	5,775	5,847
Retained earnings	53,241	54,415
Treasury stock	(470)	(426)
Total shareholders' equity	63,846	65,135
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	3,018	1,941
Remeasurements of defined benefit plans	(1,641)	(1,846)
Total valuation and translation adjustments	1,377	94
Subscription rights to shares	-	0
Non-controlling interests	1,826	3,860
Total net assets	67,049	69,091
Total liabilities and net assets	107,788	114,786

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

Consolidated Statement of Income

(Millions of Yen)

	Fiscal 2018 (April 1, 2018 to March 31, 2019)	Fiscal 2019 (April 1, 2019 to March 31, 2020)
Net sales	81,986	82,937
Cost of sales	53,463	54,959
Gross profit	28,522	27,977
Selling, general and administrative expenses	24,260	24,588
Operating income	4,262	3,388
Non-operating income		
Interest and dividends income	269	247
Other	113	165
Total non-operating income	383	412
Non-operating expenses		
Interest expenses	8	20
Loss on disposal of non-current assets	19	8
Loss on investments in partnership	14	49
Loss on investments in silent partnership	-	64
Other	12	25
Total non-operating expenses	54	168
Ordinary income	4,591	3,633
Extraordinary income		
Gain on sales of non-current assets	52	1,089
Gain on sales of investment securities	23	747
Total extraordinary income	76	1,837
Extraordinary loss		
Loss on venue closing	-	943
Impairment loss	-	566
Loss on valuation of stocks of subsidiaries and affiliates	70	19
Loss on sales of non-current assets	-	167
Special retirement expenses	106	80
Total extraordinary loss	176	1,776
Income before income taxes	4,491	3,694
Income taxes - current	1,369	1,222
Income taxes - deferred	(651)	371
Total income taxes	718	1,594
Profit	3,773	2,099
Profit (loss) attributable to non-controlling interests	31	(179)
Profit attributable to owners of parent	3,742	2,278

Consolidated Statement of Comprehensive Income

(Millions of Yen)

	Fiscal 2018 (April 1, 2018 to March 31, 2019)	Fiscal 2019 (April 1, 2019 to March 31, 2020)
Profit	3,773	2,099
Other comprehensive income		
Valuation difference on available-for-sale securities, net of tax	(291)	(1,077)
Remeasurements of defined benefit plans, net of tax	376	(205)
Total other comprehensive income	84	(1,282)
Comprehensive income	3,858	817
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	3,827	995
Comprehensive income attributable to non-controlling interests	31	(178)

(3) Consolidated Statement of Changes in Equity

Fiscal 2018 (April 1, 2018 to March 31, 2019)

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of period	5,299	5,754	49,780	(500)	60,334
Changes of items during the period					
Dividends from surplus			(817)		(817)
Profit attributable to owners of parent			3,742		3,742
Purchase of treasury stock				(0)	(0)
Disposal of treasury stock		20		30	50
Change of scope of consolidation			535		535
Change in treasury shares of parent arising from transactions with non-controlling shareholders					—
Net changes of items other than shareholders' equity					—
Total changes of items during the period	—	20	3,461	30	3,512
Balance at the end of period	5,299	5,775	53,241	(470)	63,846

	Valuation and translation adjustments			Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total valuation and translation adjustments			
Balance at the beginning of period	3,308	(2,018)	1,290	—	1,738	63,363
Changes of items during the period						
Dividends from surplus						(817)
Profit attributable to owners of parent						3,742
Purchase of treasury stock						(0)
Disposal of treasury stock						50
Change of scope of consolidation						535
Change in treasury shares of parent arising from transactions with non-controlling shareholders						—
Net changes of items other than shareholders' equity	(290)	376	86	—	88	174
Total changes of items during the period	(290)	376	86	—	88	3,686
Balance at the end of period	3,018	(1,641)	1,377	—	1,826	67,049

Fiscal 2019 (April 1, 2019 to March 31, 2020)

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of period	5,299	5,775	53,241	(470)	63,846
Changes of items during the period					
Dividends from surplus			(1,104)		(1,104)
Profit attributable to owners of parent			2,278		2,278
Purchase of treasury stock				(0)	(0)
Disposal of treasury stock		18		43	61
Change of scope of consolidation					—
Change in treasury shares of parent arising from transactions with non-controlling shareholders		53			53
Net changes of items other than shareholders' equity					—
Total changes of items during the period	—	71	1,173	43	1,288
Balance at the end of period	5,299	5,847	54,415	(426)	65,135

	Valuation and translation adjustments			Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total valuation and translation adjustments			
Balance at the beginning of period	3,018	(1,641)	1,377	—	1,826	67,049
Changes of items during the period						
Dividends from surplus						(1,104)
Profit attributable to owners of parent						2,278
Purchase of treasury stock						(0)
Disposal of treasury stock						61
Change of scope of consolidation						—
Change in treasury shares of parent arising from transactions with non-controlling shareholders						53
Net changes of items other than shareholders' equity	(1,077)	(205)	(1,282)	0	2,034	752
Total changes of items during the period	(1,077)	(205)	(1,282)	0	2,034	2,041
Balance at the end of period	1,941	(1,846)	94	0	3,860	69,091

(4) Consolidated Statement of Cash Flows

(Millions of Yen)

	Fiscal 2018 (April 1, 2018 to March 31, 2019)	Fiscal 2019 (April 1, 2019 to March 31, 2020)
Cash flows from operating activities		
Income before income taxes	4,491	3,694
Depreciation and amortization	3,031	3,223
Impairment loss	—	1,076
Amortization of goodwill	—	40
Increase (decrease) in allowance for doubtful accounts	(0)	(1)
Increase (decrease) in provision for loss on venue closing	—	272
Increase (decrease) in net defined benefit liability	(1,120)	(1,229)
Interest and dividend income	(269)	(247)
Interest expenses	8	20
Loss (gain) on sales of property, plant and equipment	(52)	(922)
Loss (gain) on disposal of non-current assets	19	8
Loss (gain) on sales of investment securities	(23)	(747)
Loss (gain) on valuation of investment securities	70	19
Loss (gain) on investments in partnership	14	49
Loss (gain) on investments in silent partnership	—	64
Decrease (increase) in notes and accounts receivable - trade	(431)	1,248
Decrease (increase) in inventories	(2,993)	624
Increase (decrease) in notes and accounts payable - trade	509	(877)
Decrease (increase) in investment	—	(309)
Other, net	928	(24)
Subtotal	4,181	5,983
Interest and dividend income received	344	262
Interest expenses paid	(8)	(20)
Income taxes paid	(1,230)	(1,679)
Net cash provided by (used in) operating activities	3,286	4,546
Cash flows from investing activities		
Payments into time deposits	(273)	(319)
Proceeds from withdrawal of time deposits	273	323
Proceeds from sales of short-term investment securities	1,400	—
Purchase of property, plant and equipment	(3,185)	(1,616)
Proceeds from sales of property, plant and equipment	563	1,720
Purchase of intangible assets	(530)	(299)
Payments for asset retirement obligations	(78)	(315)
Purchase of investment securities	(879)	(326)
Proceeds from sales of investment securities	227	874
Proceeds from redemption of investment securities	—	800
Payments for investments in silent partnership	—	(75)
Proceeds from withdrawal of investments in silent partnership	—	10
Purchase of investments in subsidiaries	—	(119)
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	—	1,597
Payments of loans receivable	(75)	(10)
Collection of loans receivable	10	14
Other, net	152	279
Net cash provided by (used in) investing activities	(2,394)	2,535

(Millions of Yen)

	Fiscal 2018 (April 1, 2018 to March 31, 2019)	Fiscal 2019 (April 1, 2019 to March 31, 2020)
Cash flows from financing activities		
Proceeds from long-term loans payable	1,000	140
Repayments of long-term loans payable	(190)	(637)
Proceeds from issuance of bonds	—	4,972
Redemption of bonds	—	(16)
Purchase of treasury stock	(0)	(0)
Cash dividends paid	(817)	(1,104)
Dividends paid to non-controlling interests	(13)	(17)
Repayments of lease obligations	(32)	(14)
Net cash provided by (used in) financing activities	(53)	3,322
Net increase (decrease) in cash and cash equivalents	839	10,404
Beginning balance of cash and cash equivalents	15,076	16,239
Increase in cash and cash equivalents from newly consolidated subsidiary	323	—
Ending balance of cash and cash equivalents	16,239	26,643

(5) Notes regarding Consolidated Financial Statements

(Going Concern Assumptions)

Not applicable.

(Segment Information, etc.)

(Segment Information)

1. Description of Reportable Segments

The reportable segments of the Group are its constituent units for which separate financial information is available and which are subject to periodic examination in order for the Board of Directors to determine the allocation of management resources and evaluate financial results.

The Group maintains three reportable segments with business activities undertaken primarily in the broadcasting, housing, and golf club business fields.

The broadcasting business comprises television, radio, and related broadcasting activities. The housing business is made up of housing exhibition site operating and related activities. The golf club business includes golf club operating activities.

2. Calculation Method of Measurements of Sales, Profit, Loss, Asset, Liability and Other Items for Each Reportable Segment

The accounting treatment methods for reported business segments are generally the same as those for statements in “Significant Matters for the Preparation of Consolidated Financial Statements.”

Profit in the reportable segments is based on operating income. In addition, intrasegment revenues or transfers are based on prevailing market prices.

3. Explanation of Measurements of Sales, Profit, Loss, Asset, Liability and Other Items for Each Reportable Segment

Fiscal 2018 (April 1, 2018 to March 31, 2019)

(Millions of Yen)

	Reportable Segment				Adjustments (Note 1)	Amounts Recorded on Consolidated Financial Statements (Note 2)
	Broadcasting	Housing	Golf Club	Total		
Sales						
Revenues from external customers	68,550	12,545	890	81,986	—	81,986
Transactions with other segments	622	19	57	699	(699)	—
Total	69,172	12,565	947	82,686	(699)	81,986
Segment profit	3,475	1,060	28	4,564	(301)	4,262
Segment assets	62,851	14,595	10,760	88,207	19,581	107,788
Other items						
Depreciation and amortization	2,321	628	81	3,031	—	3,031
Increase in property, plant and equipment and intangible assets	2,379	243	66	2,689	—	2,689

Notes:

1. Adjustments are outlined as follows:
 - (1) The adjustment to transactions with other segments of negative ¥699 million represents the amount of intrasegment transaction elimination.
 - (2) The adjustment to segment profit of negative ¥301 million represents the amount of expenses which do not belong to any reportable segment, mainly regarding development of new business and market.
 - (3) The adjustment to segment assets of ¥19,581 million represents companywide assets which are not allocated to the reportable segments of ¥19,823 million and negative ¥242 million as the amount of intrasegment receivables and payables elimination.
Companywide assets are primarily cash and deposits and investment securities which do not belong to any reportable segment.
2. Segment profit refers to operating income recorded on the consolidated statement of income.
3. Amortization and increases of long-term prepaid expenses are included in depreciation and amortization as well as increase in property, plant and equipment and intangible assets.

Fiscal 2019 (April 1, 2019 to March 31, 2020)

(Millions of Yen)

	Reportable Segment				Adjustments (Note 1)	Amounts Recorded on Consolidated Financial Statements (Note 2)
	Broadcasting	Housing	Golf Club	Total		
Sales						
Revenues from external customers	69,605	12,372	960	82,937	—	82,937
Transactions with other segments	531	19	55	606	(606)	—
Total	70,136	12,391	1,016	83,543	(606)	82,937
Segment profit	2,516	1,101	72	3,690	(301)	3,388
Segment assets	69,072	15,063	10,896	95,031	19,754	114,786
Other items						
Depreciation and amortization	2,515	618	89	3,223	—	3,223
Increase in property, plant and equipment and intangible assets	2,253	205	126	2,585	—	2,585

Notes:

1. Adjustments are outlined as follows:
 - (1) The adjustment to transactions with other segments of negative ¥606 million represents the amount of intrasegment transaction elimination.
 - (2) The adjustment to segment profit of negative ¥301 million represents the amount of expenses which do not belong to any reportable segment, mainly regarding development of new business and market.
 - (3) The adjustment to segment assets of ¥19,754 million represents companywide assets which are not allocated to the reportable segments of ¥20,513 million and negative ¥758 million as the amount of intrasegment receivables and payables elimination.
Companywide assets are primarily cash and deposits and investment securities which do not belong to any reportable segment.
2. Segment profit refers to operating income recorded on the consolidated statement of income.
3. Amortization and increases of long-term prepaid expenses are included in depreciation and amortization as well as increase in property, plant and equipment and intangible assets.

[Explanation of Impairment Loss on Non-Current Assets for Each Reportable Segment]

Fiscal 2018 (April 1, 2018 to March 31, 2019)

Not applicable.

Fiscal 2019 (April 1, 2019 to March 31, 2020)

(Millions of Yen)

	Broadcasting	Housing	Golf Club	Total	Corporate and Elimination	Total
Impairment loss	423	653	—	1,076	—	1,076

[Explanation of Amortization of Goodwill and Unamortized Balance for Each Reportable Segment]

Fiscal 2018 (April 1, 2018 to March 31, 2019)

Not applicable.

Fiscal 2019 (April 1, 2019 to March 31, 2020)

(Millions of Yen)

	Broadcasting	Housing	Golf Club	Total	Corporate and Elimination	Total
Amortization during the period	40	—	—	40	—	40
Balance at the end of the period	22	—	—	22	—	22

(Per Share Information)

(Yen)

	Fiscal 2018 (April 1, 2018 to March 31, 2019)	Fiscal 2019 (April 1, 2019 to March 31, 2020)
Net assets per share	1,594.83	1,591.64
Basic earnings per share	91.55	55.63

Notes:

1. Diluted earnings per share information has been omitted as there were no potential shares with a dilutive effect.
2. The basis for calculating basic earnings per share is presented as follows.

	Fiscal 2018 (April 1, 2018 to March 31, 2019)	Fiscal 2019 (April 1, 2019 to March 31, 2020)
Basic earnings per share		
Profit attributable to owners of parent (Millions of Yen)	3,742	2,278
Amount not attributable to common shareholders (Millions of Yen)	—	—
Profit attributable to owners of parent related to common stock (Millions of Yen)	3,742	2,278
Average number of common stock shares issued and outstanding during the period (Thousands of Shares)	40,878	40,956

3. The basis for calculating net assets per share is presented as follows:

	March 31, 2019	March 31, 2020
Total net assets (Millions of Yen)	67,049	69,091
Amount excluded from total net assets (Millions of Yen)	1,826	3,861
(Non-controlling interests)	(1,826)	(3,860)
Net assets attributable to common stock as of the end of the period (Millions of Yen)	65,223	65,230
Number of shares of common stock issued and outstanding as of the end of the period calculated under net assets per share (Thousands of Shares)	40,896	40,982

(Significant Events after Reporting Period)

Not applicable.

4. Other Information

(1) Changes to the Officers of the Company

Please refer to the “Notice of Changes in Personnel” announced on May 22, 2020. (Available in Japanese only.)