

ASAHI Net Group

Financial Results for the Three Months Ended June 30, 2014

【1st Quarter for the fiscal year ending March 31, 2015】 (Japan GAAP)

Consolidated quarterly balance sheets

(Thousands of Yen)

	March 31, 2014	June 30, 2014
Assets		
Current assets		
Cash and deposits	2,374,236	2,084,878
Accounts receivable - trade	1,304,287	1,330,090
Securities	4,400,404	4,400,549
Inventories	8,649	135,570
Other	77,866	91,941
Allowance for doubtful accounts	△9,242	△9,010
Total current assets	8,156,201	8,034,020
Non-current assets		
Property, plant and equipment	285,546	364,566
Intangible assets	404,569	393,631
Investments and other assets		
Investment securities	524,754	561,988
Deferred tax assets	151,114	150,308
Other	392,716	391,077
Total investments and other assets	1,068,585	1,103,374
Total non-current assets	1,758,700	1,861,572
Total assets	9,914,902	9,895,593
Liabilities		
Current liabilities		
Accounts payable - trade	274,399	298,167
Accounts payable - other	356,679	447,562
Income taxes payable	191,536	160,460
Other	168,614	297,335
Total current liabilities	991,229	1,203,525
Non-current liabilities	3,540	2,614
Total liabilities	994,769	1,206,140
Net assets		
Shareholders' equity		
Capital stock	630,480	630,480
Capital surplus	780,808	780,808
Retained earnings	7,942,128	7,931,142
Treasury shares	△606,344	△857,082
Total shareholders' equity	8,747,073	8,485,348
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	155,508	192,770
Foreign currency translation adjustment	17,550	11,334
Total accumulated other comprehensive income	173,059	204,104
Total net assets	8,920,132	8,689,453
Total liabilities and net assets	9,914,902	9,895,593

Consolidated quarterly statements of (comprehensive) income (Thousands of Yen)

	June 30, 2013	June 30, 2014
Net sales	1,878,648	1,925,425
Cost of sales	995,317	1,051,953
Gross profit	883,330	873,472
Selling, general and administrative expenses	468,232	454,132
Operating income	415,098	419,339
Non-operating income		
Interest income	1,945	1,551
Dividend income	2,000	1,000
Real estate rent	1,143	1,041
Other	836	70
Total non-operating income	5,925	3,662
Non-operating expenses		
Share of loss of entities accounted for using equity method	7,913	—
Rent expenses on real estates	741	287
Commission for purchase of treasury shares	—	3,339
Other	355	310
Total non-operating expenses	9,010	3,937
Ordinary income	412,012	419,065
Extraordinary losses		
Loss on retirement of non-current assets	—	6,980
Loss on closing of stores	11,817	—
Total extraordinary losses	11,817	6,980
Income before income taxes and minority interests	400,194	412,085
Income taxes	167,979	160,579
Income before minority interests	232,215	251,505
Net income	232,215	251,505

Consolidated quarterly statements of comprehensive income (Thousands of Yen)

	June 30, 2013	June 30, 2014
Income before minority interests	232,215	251,505
Other comprehensive income		
Valuation difference on available-for-sale securities	Δ17,020	37,261
Foreign currency translation adjustment	15,982	Δ6,216
Total other comprehensive income	Δ1,037	31,045
Comprehensive income	231,177	282,551
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	231,177	282,551