February 3, 2016

Flash Report [Japanese GAAP] (Consolidated Basis)

Results for the nine months ended December 31, 2015

Company name: Fuji Media Holdings, Inc.

Stock listing: Tokyo Stock Exchange Code number: 4676 URL: http://www.fujimediahd.co.jp/en

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Scheduled date of filing quarterly securities report: February 12, 2016
Scheduled date of commencing dividend payments: —
Availability of supplementary briefing material on quarterly financial results: Available
Schedule of quarterly financial results briefing session: No

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

1. Consolidated Financial Results

(1) Business Performance

Nine Months ended December 31

Percentages indicate year-on-year increases/(decreases).

	Net sales		Operating income		Recurring profit		Net income attributable to owners of the parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
2015	473,806	1.7	13,976	(23.2)	19,750	(30.5)	13,663	(30.4)
2014	465,892	(0.7)	18,187	(24.7)	28,431	4.4	19,625	42.3

(Note) Comprehensive income: Nine months ended December 31, 2015: ¥17,487 million, (60.9)%;
Nine months ended December 31, 2014: ¥44,683 million, 48.8%

	Net income per share	Diluted net income per share
	Yen	Yen
2015	59.08	—
2014	84.77	—

(2) Financial Position

	Total assets	Net assets	Equity ratio
	Millions of Yen	Millions of Yen	%
December 31, 2015	1,150,780	649,382	55.7
March 31, 2015	1,065,958	638,883	59.4

(Reference) Total shareholders' equity: December 31, 2015: ¥640,682 million, March 31, 2015: ¥633,568 million

2. Dividends

Year ended March 31, 2015 / Year ending March 31, 2016

	Dividends per share				
	1Q	2Q	3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
2015	—	20.00	—	20.00	40.00
2016	—	20.00	—		
2016 (Forecast)				20.00	40.00

(Note) Revision to dividends forecast: None

3. Forecasts of Consolidated Financial Results for Fiscal Year ending March 31, 2016

Percentages indicate year-on-year increases/(decreases).

	Net sales		Operating income		Recurring profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year	636,800	(1.0)	21,600	(15.7)	28,500	(18.8)

	Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Yen
Fiscal year	18,600	(6.6)	80.43

(Note) Revision to earnings forecast: Yes

Notes:

1. Significant changes in subsidiaries (changes in specific subsidiaries involving a change in the scope of consolidation) during the subject period: None
   Additions: None Deletions: None

2. Adoption of special accounting treatment in preparing the quarterly consolidated financial statements: None

3. Changes in accounting policies, changes in accounting estimates, and modifications and restatements:
   1) Changes in accounting policies based on revision of accounting standards: Yes
   2) Changes in accounting policies other than 1) above: None
   3) Changes in accounting estimates: None
   4) Modifications and restatements: None
   (Note) Please refer to “2. MATTERS REGARDING SUMMARY INFORMATION (NOTES): Changes in Accounting Policies, Changes in Accounting Estimates, and Modifications and Restatements: *Changes in Accounting Policies*” on page 9.

4. Number of issued shares (Common stock)

	Nine months ended December 31, 2015	Year ended March 31, 2015
1) Number of issued shares (including treasury stock) at end of the period	236,429,800	236,429,800
2) Number of treasury stock at end of the period	5,199,629	5,165,548
		Nine months ended December 31, 2014
3) Average number of issued shares during the period	231,264,128	231,513,972

Indication of quarterly review procedure implementation status
This flash report is not subject to quarterly review procedures under the Financial Instruments and Exchange Act. The quarterly review procedures of financial statements in accordance with the Financial Instruments and Exchange Act have not been completed at the time of disclosure of this flash report.

Explanation of appropriate use of forecasts of financial results; other important items
The forward-looking statements made in this document, including the aforementioned forecasts, are based on all information available to the management at the time of this document's release and certain assumptions considered rational. Actual results may differ materially from the forecasts due to various factors in the future. Regarding the assumptions forming the forecast of financial results, please refer to “1. QUALITATIVE INFORMATION ON CONSOLIDATED FINANCIAL RESULTS FOR THE THIRD QUARTER OF THE FISCAL YEAR UNDER REVIEW: (3) Explanation of Consolidated Financial Results Forecasts and Other Future Projections” on page 7.

CONTENTS OF ATTACHMENT

1. QUALITATIVE INFORMATION ON CONSOLIDATED FINANCIAL RESULTS FOR THE THIRD QUARTER OF THE FISCAL YEAR UNDER REVIEW

(1) Explanation of Business Results

The Japanese government's *Monthly Economic Report* on the Japanese economy for the nine months ended December 31, 2015 (April 1, 2015 to December 31, 2015) states, "The economy is on a moderate recovery track recently, and with the continuing improvement trend of the employment and income situation, along with the effect of various government measures, the moderate recovery trend is expected to continue." It continues, "Although discretion has been seen in the business outlook of some corporations, it has generally remained unchanged."

Amid this economic environment, the Fuji Media Holdings Group posted consolidated net sales for the nine months ended December 31, 2015 of ¥473,806 million, up 1.7% from the same period of the previous fiscal year. Sales increased in the Production, Life Information and Urban Development segments, but decreased in the Broadcasting, Video and Music, Advertising and Other segments.

In terms of earnings, operating income amounted to ¥13,976 million, down 23.2% year-on-year, as declines in the mainstay Broadcasting, Production, Video and Music, Advertising and Other segments could not be offset by an improvement of operating loss and the return to profitability in the Life Information segment and gains in the Urban Development segment. Recurring profit decreased 30.5% year-on-year to ¥19,750 million, and net income attributable to owners of the parent decreased 30.4% year-on-year to ¥13,663 million.

Results by operating segment are as follows.

Nine months ended December 31

	Net sales			Operating income (loss)		
	2014	**2015**	Change	2014	**2015**	Change
	Millions of yen	**Millions of yen**	%	Millions of yen	**Millions of yen**	%
Broadcasting	256,415	**239,894**	(6.4)	11,108	**4,968**	(55.3)
Production	37,832	**38,570**	1.9	2,040	**1,913**	(6.2)
Video and Music	40,645	**35,807**	(11.9)	234	**41**	(82.4)
Life Information	101,743	**101,936**	0.2	(382)	**1,312**	—
Advertising	32,737	**30,643**	(6.4)	421	**246**	(41.5)
Urban Development	27,985	**57,438**	105.2	3,667	**4,940**	34.7
Other	20,194	**19,672**	(2.6)	850	**494**	(41.9)
Eliminations	(51,661)	**(50,157)**	—	247	**60**	—
Total	465,892	**473,806**	1.7	18,187	**13,976**	(23.2)

Broadcasting

Fuji Television Network, Inc. recorded a decrease in time advertising sales as a result of harsh conditions of regular programs, although major sports programs, such as "FIVB Volleyball World Cup Japan 2015" and "All Japan Figure Skating Championships 2015," and "FNS MUSIC FESTIVAL THE LIVE" in one-off programs contributed to sales. Spot advertising sales decreased due to sluggish viewer ratings in spite of a recovery in market conditions going into the third quarter. In non-broadcasting revenues, revenue of the "FOD," fee-based streaming business, in the digital business, and the movie business increased, while revenue in the event business decreased. As a result, net sales declined overall, and operating income decreased as well.

Fuji Satellite Broadcasting, Inc. (BS Fuji) recorded gains in net sales overall due primarily to strong broadcasting revenues in addition to an increase in revenue from other businesses. In terms of earnings, operating income fell as a result of higher production expenses for new programs and 15th anniversary programs and others.

Nippon Broadcasting System, Inc. posted decreases in both revenue and earnings, with declines in broadcasting revenue and revenue from the event business.

As a result, for the Broadcasting segment overall, net sales decreased 6.4% from the same period of the previous fiscal year to ¥239,894 million, and segment operating income decreased 55.3% to ¥4,968 million.

Net Sales by Broadcasting Operations

Nine months ended December 31

	2014	**2015**	Change
	Millions of yen	**Millions of yen**	%
Fuji Television Network, Inc.			
Broadcasting businesses	198,148	**186,637**	(5.8)
Broadcasting	174,369	**161,618**	(7.3)
Network time	80,466	**72,410**	(10.0)
Local time	11,435	**10,573**	(7.5)
Spot	82,467	**78,634**	(4.6)
Other broadcasting business	23,778	**25,019**	5.2
Program sales	13,706	**13,488**	(1.6)
Other	10,071	**11,531**	14.5
Other businesses	36,263	**31,160**	(14.1)
Subtotal	234,411	**217,798**	(7.1)
Fuji Satellite Broadcasting, Inc. (BS Fuji)	11,321	**12,841**	13.4
Nippon Broadcasting System, Inc.	12,255	**10,803**	(11.8)
Elimination in the segment	(1,572)	**(1,548)**	—
Total	256,415	**239,894**	(6.4)

Production

Net sales in the Production segment overall increased 1.9% from the same period of the previous fiscal year to ¥38,570 million due to an increase in orders mainly for programs. Segment operating income decreased 6.2% to ¥1,913 million as a result of deterioration in cost rates mainly in drama production.

Video and Music

Pony Canyon, Inc. posted a decline in sales overall due to the impact of the shrinking package market, and also as there were few hit titles that formed the core of both the music and video divisions. In terms of earnings, Pony Canyon recorded an operating loss due to a large procurement cost for video titles.

Fujipacific Music Inc. recorded an increase in sales overall due mainly to the contribution of video production income, in spite of a decline in royalty revenue. Earnings declined because of increased cost rates in the copyright division.

As a result, net sales in the Video and Music segment overall fell 11.9% from the same period of the previous fiscal year to ¥35,807 million, and segment operating income was down 82.4% to ¥41 million.

Life Information

The Dinos business of the Dinos Cecile Co., Ltd. posted an increase in revenue due to the positive performance in television shopping, despite both home living and fashion catalogue mail-order sales struggling in the catalogue business. The Cecile business showed a recovery in its mainstay ladies' outerwear and ladies' inner wear categories and posted an increase in revenue. Cost rates also improved, and as a result, revenue increased and earnings grew substantially in Dinos Cecile Co., Ltd. overall.

Sankei Living Shimbun Inc. recorded an operating loss, due mainly to a decline in advertising income from *Living Shimbun* and *City Living*.

As a result, net sales in the Life Information segment overall increased 0.2% from the same period of the previous fiscal year to ¥101,936 million, with segment operating income of ¥1,312 million.

Advertising

Quaras Inc. recorded declines in both revenue and earnings as strong out-of-home advertising and online advertising income was offset by struggling sales in its mainstay television, radio and newspaper advertising, among other media.

As a result, net sales in the Advertising segment overall decreased 6.4% from the same period of the previous fiscal year to ¥30,643 million, and segment operating income was down 41.5% to ¥246 million.

Urban Development

The Sankei Building Co., Ltd. posted an increase in revenue due to steady performance in its mainstay office building business and a strong increase in residential housing sales. However, earnings decreased due to a reactionary decrease from real estate sales to investors in the same period of the previous fiscal year. Meanwhile, GRANVISTA Hotels & Resorts Co., Ltd., which newly became our consolidated subsidiary in the fiscal year under review, substantially contributed to sales and operating income, with its hotel business showing a positive performance thanks to the increased number of tourists visiting Japan. As a result, net sales in the Urban Development segment overall rose 105.2% from the same period of the previous fiscal year to ¥57,438 million, and segment operating income increased 34.7% to ¥4,940 million.

Other

Fujimic, Inc. recorded an increase in revenue due to growth in orders for systems. In terms of earnings, Fujimic, Inc. recorded a decrease in earnings due to higher costs of some projects. Fusosha Publishing, Inc. posted declines in both revenue and earnings due to fewer hits in its book division, in spite of positive performance in its online business.

As a result, net sales in the Other segment overall declined 2.6% from the same period of the previous fiscal year to ¥19,672 million, and segment operating income decreased 41.9% to ¥494 million.

Equity-Method Affiliates

The eleven Fuji network affiliates, including Nagano Broadcasting Systems, Inc., which has newly become an equity-method affiliate, along with WOWOW Inc., ITOCHU Fuji Partners, Inc. and others contributed to equity by earnings of affiliates.

(2) Explanation of the Financial Position

Total assets at the end of the third quarter of the fiscal year under review (December 31, 2015) amounted to ¥1,150,780 million, an increase of ¥84,821 million (8.0%) from the end of the previous fiscal year (March 31, 2015).

Total current assets amounted to ¥381,591 million, an increase of ¥16,255 million (4.4%) from the end of the previous fiscal year. This was due mainly to increases of ¥12,452 million in cash and deposits; ¥4,934 million in inventories; and ¥2,624 million in marketable securities; against a decrease of ¥7,112 million in notes and accounts receivable-trade.

Total noncurrent assets amounted to ¥769,144 million, an increase of ¥68,521 million (9.8%) from the end of the previous fiscal year. This was due mainly to increases of ¥52,470 million in land; ¥8,904 million in buildings and structures; and ¥4,476 million in investment securities.

Total liabilities amounted to ¥501,397 million, an increase of ¥74,322 million (17.4%) from the end of the previous fiscal year. This was due mainly to increases of ¥63,217 million in long-term loans payable; and ¥10,257 million in short-term loans payable; against a decrease of ¥10,000 million in bonds payable (including the current portion).

Net assets at the end of the third quarter of the fiscal year under review amounted to ¥649,382 million, an increase of ¥10,498 million (1.6%) from the end of the previous fiscal year. This was due mainly to the recording of ¥13,663 million in net income attributable to owners of the parent and increases of ¥3,384 million in non-controlling interests and ¥2,394 million in valuation difference on available-for-sale securities; against a decrease of ¥9,367 million in retained earnings due to dividends from surplus.

(3) Explanation of Consolidated Financial Results Forecasts and Other Future Projections

With regard to the full-year consolidated forecasts for the fiscal year ending March 31, 2016, in terms of overall consolidated performance, net sales are expected to be lower than the previous forecast, and operating income, recurring profit and net income attributable to owners of the parent are expected to exceed the previous forecasts. This is due to the reduction of operating expenses at Fuji Television Network, Inc. and the steady performance of the Urban Development segment despite a decrease in sales in the Video and Music and Life Information segments.

Accordingly, the full-year consolidated forecasts for the fiscal year ending March 31, 2016 reflecting the above factors are projecting net sales of ¥636.8 billion, operating income of ¥21.6 billion, recurring profit of ¥28.5 billion and net income attributable to owners of the parent of ¥18.6 billion.

The differences from the full-year consolidated forecasts announced on October 28, 2015 are as follows.

Consolidated (full-year)

Millions of Yen

	Net sales	Operating income	Recurring profit	Net income attributable to owners of the parent
Previously announced forecast (A)	644,000	21,300	27,300	18,100
Revised forecast (B)	636,800	21,600	28,500	18,600
Changes (B-A)	(7,200)	300	1,200	500
Percentage of changes (%)	(1.1)	1.4	4.4	2.8

2. MATTERS REGARDING SUMMARY INFORMATION (NOTES)

Changes in Accounting Policies, Changes in Accounting Estimates, and Modifications and Restatements

Changes in Accounting Policies

Effective from the first quarter of the fiscal year ending March 31, 2016, the Company has adopted the "Accounting Standard for Business Combinations" (ASBJ Statement No. 21, September 13, 2013, "Business Combinations Standard"), the "Accounting Standard for Consolidated Financial Statements" (ASBJ Statement No. 22, September 13, 2013, "Consolidated Financial Statements Standard"), the "Accounting Standard for Business Divestitures" (ASBJ Statement No. 7, September 13, 2013, "Business Divestitures Standard") and other pronouncements. Accordingly, the accounting methods have been changed such that the difference arising from a change in the Company's ownership interest in a subsidiary over which the Company continues to have control is recorded as capital surplus and that acquisition-related costs are recorded as expenses for the consolidated fiscal year in which they are incurred. Furthermore, for business combinations to be carried out at and after the beginning of the first quarter of the fiscal year ending March 31, 2016, the method has been changed to reflect an adjustment to the provisional amount arising from the finalization of the tentative accounting treatment relating to the allocation of acquisition cost in the quarterly consolidated financial statements for the quarter in which the date of business combination falls. In addition, the Company has changed the presentation of net income and other related items, and the presentation of "minority interests" to "non-controlling interests." To reflect these changes in presentation, reclassification has been made in the quarterly consolidated financial statements for the nine months ended December 31, 2014 and the consolidated financial statements for the previous fiscal year.

The Business Combinations Standard and others were adopted in accordance with the transitional treatments stipulated in Paragraph 58-2 (4) of the Business Combinations Standard, Paragraph 44-5 (4) of the Consolidated Financial Statements Standard and Paragraph 57-4 (4) of the Business Divestitures Standard, and they have been prospectively adopted from the beginning of the first quarter of the fiscal year ending March 31, 2016.

As a result, operating income and recurring profit decreased ¥736 million, respectively, and income before income taxes decreased ¥740 million for the nine months ended December 31, 2015. In addition, capital surplus at the end of the third quarter of the fiscal year under review increased by ¥8 million.

3. CONSOLIDATED FINANCIAL STATEMENTS

(1) Consolidated Balance Sheets

	Millions of yen	
	March 31, 2015	**December 31, 2015**
ASSETS		
Current assets:		
Cash and deposits	36,851	**49,304**
Notes and accounts receivable-trade	122,553	**115,440**
Marketable securities	103,153	**105,777**
Inventories	64,434	**69,368**
Other	39,395	**42,414**
Allowance for doubtful accounts	(1,052)	**(715)**
Total current assets	365,335	**381,591**
Noncurrent assets:		
Property, plant and equipment		
Buildings and structures, net	128,643	**137,547**
Land	178,327	**230,798**
Other, net	20,967	**22,642**
Total property, plant and equipment	327,938	**390,988**
Intangible assets		
Goodwill	1,213	**1,684**
Other	38,188	**36,525**
Total intangible assets	39,402	**38,209**
Investments and other assets		
Investment securities	297,754	**302,230**
Other	37,597	**39,637**
Allowance for doubtful accounts	(2,069)	**(1,922)**
Total investments and other assets	333,282	**339,945**
Total noncurrent assets	700,622	**769,144**
Deferred assets	—	**44**
Total assets	1,065,958	**1,150,780**

	Millions of yen	
	March 31, 2015	**December 31, 2015**
LIABILITIES		
Current liabilities:		
Notes and accounts payable-trade	55,894	**63,013**
Short-term loans payable	26,056	**36,313**
Provision for sales returns	858	**849**
Provision for directors' bonuses	380	**216**
Provision for point card certificates	989	**757**
Provision for loss on reconstruction	77	**—**
Provision for loss on business of subsidiaries and affiliates	504	**—**
Provision for business restructuring expenses	—	**38**
Other	88,571	**100,796**
Total current liabilities	173,332	**201,985**
Noncurrent liabilities:		
Bonds payable	40,000	**10,000**
Long-term loans payable	58,576	**121,793**
Provision for directors' retirement benefits	1,723	**1,772**
Provision for loss on interest repayment	6	**6**
Provision for environmental measures	18	**22**
Provision for loss on reconstruction	78	**191**
Provision for business restructuring expenses	—	**29**
Net defined benefit liability	57,421	**60,147**
Other	95,916	**105,449**
Total noncurrent liabilities	253,741	**299,412**
Total liabilities	427,074	**501,397**
NET ASSETS		
Shareholders' equity:		
Capital stock	146,200	**146,200**
Capital surplus	173,664	**173,673**
Retained earnings	260,440	**263,547**
Treasury stock	(9,767)	**(9,816)**
Total shareholders' equity	570,537	**573,605**
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	71,012	**73,407**
Deferred gains or losses on hedges	208	**(269)**
Revaluation reserve for land	816	**817**
Foreign currency translation adjustment	184	**569**
Remeasurements of defined benefit plans	(9,191)	**(7,447)**
Total accumulated other comprehensive income	63,030	**67,077**
Non-controlling interests	5,315	**8,699**
Total net assets	638,883	**649,382**
Total liabilities and net assets	1,065,958	**1,150,780**

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

Consolidated Statements of Income

Nine months ended December 31

	Millions of yen	
	2014	**2015**
Net sales	465,892	**473,806**
Cost of sales	314,652	**328,055**
Gross profit	151,240	**145,751**
Selling, general and administrative expenses	133,052	**131,774**
Operating income	18,187	**13,976**
Non-operating income:		
Dividends income	1,733	**1,933**
Equity in earnings of affiliates	9,400	**3,609**
Other	2,080	**2,590**
Total	13,214	**8,133**
Non-operating expenses:		
Interests	1,137	**1,290**
Loss on investments in partnership	1,326	**466**
Other	506	**603**
Total	2,971	**2,359**
Recurring profit	28,431	**19,750**
Extraordinary gain:		
Gain on sales of investment securities	647	**2**
Gain on liquidation of subsidiaries and affiliates	—	**1**
Other	144	**1**
Total	791	**5**
Extraordinary loss:		
Loss on valuation of investment securities	1,099	**185**
Loss on business of subsidiaries and affiliates	—	**222**
Other	646	**418**
Total	1,746	**826**
Income before income taxes	27,476	**18,929**
Income taxes-current	6,560	**3,262**
Income taxes-deferred	1,016	**1,743**
Total	7,576	**5,005**
Net income	19,899	**13,924**
Net income attributable to non-controlling interests	274	**260**
Net income attributable to owners of the parent	19,625	**13,663**

Consolidated Statements of Comprehensive Income

Nine months ended December 31

	Millions of yen	
	2014	**2015**
Net income	19,899	**13,924**
Other comprehensive income:		
Valuation difference on available-for-sale securities	22,325	**2,118**
Deferred gains or losses on hedges	199	**(255)**
Revaluation reserve for land	(412)	**—**
Foreign currency translation adjustment	430	**(73)**
Remeasurements of defined benefit plans	1,491	**1,279**
Share of other comprehensive income of affiliates accounted for using equity method	747	**495**
Total other comprehensive income	24,783	**3,563**
Comprehensive income	44,683	**17,487**
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	44,374	**17,248**
Comprehensive income attributable to non-controlling interests	308	**239**

(3) Notes to Consolidated Financial Statements

(Note on Assumptions for Going Concern)

Not applicable

(Notes in the Event of Major Change in Shareholders' Equity)

Not applicable

(4) Segment Information

I. Nine months ended December 31, 2014

1. Information on Net Sales and Profit or Loss by Reported Segment

Millions of Yen

	Reported segment							Other (Note 1)	Total	Adjust-ment (Note 2)	Consolidated statement of income (Note 3)
	Broad-casting	Produc-tion	Video and Music	Life Informa-tion	Advertis-ing	Urban Develop-ment	Total				
Net sales:											
Net sales to third parties	244,093	13,887	40,194	101,283	30,185	27,444	457,088	8,804	465,892	—	465,892
Inter-segment net sales and transfers	12,322	23,945	451	459	2,551	540	40,271	11,390	51,661	(51,661)	—
Total net sales	256,415	37,832	40,645	101,743	32,737	27,985	497,359	20,194	517,553	(51,661)	465,892
Segment operating income (loss)	11,108	2,040	234	(382)	421	3,667	17,089	850	17,940	247	18,187

Notes: 1. The "Other" category is a business segment not included in reported segments. It includes such operations as publishing, temporary agency services, movables leasing and software development.

2. The segment operating income adjustment of ¥247 million mainly comprises ¥3,553 million in eliminations of inter-segment business, together with minus ¥3,306 million in Group-wide expenses not allocated to a particular reported segment. Group-wide expenses are the expenses of the parent company as a certified broadcast holding company.

3. Segment operating income is adjusted to the operating income figure on the Consolidated Statement of Income.

II. Nine months ended December 31, 2015

1. Information on Net Sales and Profit or Loss by Reported Segment

Millions of Yen

	Reported segment							Other (Note 1)	Total	Adjust-ment (Note 2)	Consolidated statement of income (Note 3)
	Broad-casting	Produc-tion	Video and Music	Life Informa-tion	Advertis-ing	Urban Develop-ment	Total				
Net sales:											
Net sales to third parties	**227,925**	**15,652**	**35,149**	**101,459**	**28,118**	**56,999**	**465,305**	**8,501**	**473,806**	**—**	**473,806**
Inter-segment net sales and transfers	**11,969**	**22,917**	**658**	**476**	**2,524**	**439**	**38,986**	**11,170**	**50,157**	**(50,157)**	**—**
Total net sales	**239,894**	**38,570**	**35,807**	**101,936**	**30,643**	**57,438**	**504,291**	**19,672**	**523,963**	**(50,157)**	**473,806**
Segment operating income	**4,968**	**1,913**	**41**	**1,312**	**246**	**4,940**	**13,421**	**494**	**13,916**	**60**	**13,976**

Notes: 1. The “Other” category is a business segment not included in reported segments. It includes such operations as publishing, temporary agency services, movables leasing and software development.

2. The segment operating income adjustment of ¥60 million mainly comprises ¥3,617 million in eliminations of inter-segment business, together with minus ¥3,557 million in Group-wide expenses not allocated to a particular reported segment. Group-wide expenses are the expenses of the parent company as a certified broadcast holding company.

3. Segment operating income is adjusted to the operating income figure on the Consolidated Statement of Income.

2. Information on Changes to Reported Segments, etc.

As stated in Changes in Accounting Policies, effective from the first quarter of the fiscal year ending March 31, 2016, the Company has applied “Business Combinations Standard,” “Consolidated Financial Statements Standard,” “Business Divestitures Standard,” and other pronouncements. Accordingly, the accounting methods have been changed such that the difference arising from a change in the Company’s ownership interest in a subsidiary over which the Company continues to have control is recorded as capital surplus and that acquisition-related costs are recorded as expenses for the consolidated fiscal year in which they are incurred. As a result, segment operating income in the Urban Development decreased ¥736 million.

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