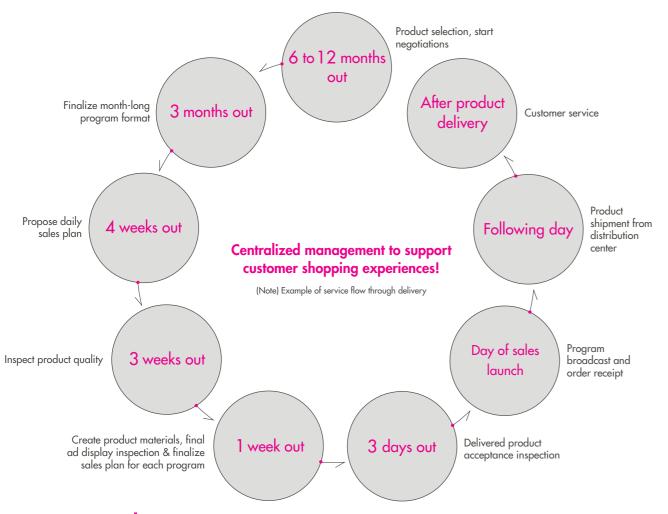






## Until Our Products Reach Our Customers

We provide centralized management, from product selection to post-sales support. Through product selection and sales plans based on past experience and the current needs of customers, we engage in numerous processes to ensure our ability to offer shopping experiences that provide those heart-pounding moments of delight.



## Main Programs & Broadcast Schedule



Golden times for Shop Channel are 12:00 am (midnight) and 12:00 pm (noon). In particular, Shop Star Value, which airs from 12:00 am, has become a regular viewing habit for many customers thanks to the familiar pattern of launching with the day's recommended products the moment the date on the calendar changes.

## SHOPSTAR VALUE

## Daily at 12:00 am (Midnight)

Introducing the day's recommended products at special prices.



## GO! GO! VALUE

## Daily at 12:00 pm (Noon)

Presenting the afternoon's recommended items, including select seasonal items and select products.



## **Broadcast Schedule Example**

12:00 am	SHOPSTAR/ALUE
1:00 am	Gourmet
2:00 am	Fashion
3:00 am	Appliances
4:00 am	Home
5:00 am	Cosmetics
6:00 am	Fashion
7:00 am	SHOPSTARVALUE
8:00 am	Health and Beauty
9:00 am	Home
10:00 am	SHOPSTARVALUE
11:00 am	Appliances
12:00 pm	Go! Go! Value
<b>12:00</b> pm 1:00 pm	Gorgor Value  Jewelry
-	
1:00 pm	Jewelry
1:00 pm 2:00 pm	Jewelry Sportanian
1:00 pm 2:00 pm 3:00 pm	Jewelry ShorSuntain Gourmet
1:00 pm 2:00 pm 3:00 pm 4:00 pm	Jewelry StorState Gourmet Home
1:00 pm 2:00 pm 3:00 pm 4:00 pm 5:00 pm	Jewelry  Gourmet  Home  Cosmetics
1:00 pm 2:00 pm 3:00 pm 4:00 pm 5:00 pm 6:00 pm	Jewelry  ShorSharVaur  Gourmet  Home  Cosmetics  Health and Beauty
1:00 pm 2:00 pm 3:00 pm 4:00 pm 5:00 pm 6:00 pm 7:00 pm	Jewelry  Gourmet  Home  Cosmetics  Health and Beauty  Fashion
1:00 pm 2:00 pm 3:00 pm 4:00 pm 5:00 pm 6:00 pm 7:00 pm	Jewelry  StorStarVature  Gourmet  Home  Cosmetics  Health and Beauty  Fashion

## **Numerical Data**

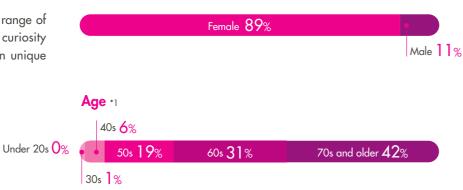




78,345 units
Single day sales record
(unit volume)

## **Customer Profile**

Shop Channel is supported by a wide range of generations. From people who enjoy curiosity and adventure to ladies with their own unique values and aesthetic sense.



Male/Female Ratio \*1

## Media

Shop Channel programs are available to the majority of Japanese households. We provide various programming to fit a wide range of viewer environments, including CS broadcasts, cable TV, BS broadcasts, terrestrial digital broadcasts, IPTV (broadband TV), and 4K broadcasts.

No. of households reached

## Over 32 million

households nationwide\*

Hokkaido

780,000 households

Tohoku Region 700,000 households

Koshinetsu Region 900,000 households

Kanto Regions 13.9 million households

Tokai Region 3.3 million households

Kansai & Kinki Regions 7.1 million households

Hokuriku Region

660,000 households

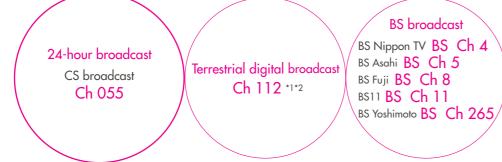
Chugoku Region 1.2 million households

Shikoku Region 730,000 households

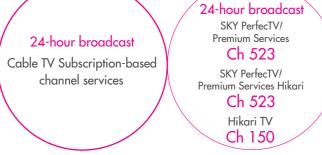
Kyushu & Okinawa 2.5 million households

\*As of end of March 2024.

### Free broadcasts



### **Subscription-based boadcasts**



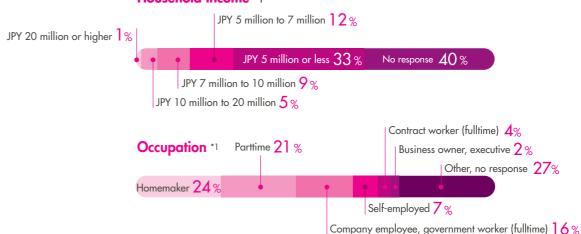
Also available in 4K

Shop Channel 4K BS4K Ch 11 BS Nippon TV 4K BS4K Ch 4 BS Asahi 4K BS4K Ch 5 BS Fuji 4K BS4K Ch 8

\*Calculated using figures from media that disclose figures for the number of streamed households (total for cable TV, SKY PerfecTV! Navi, SKY PerfecTV!, SKY PerfecTV! Premium Services, SKY PerfecTV! Premium Services Hikari, Hikari TV) However, the breakdown of region-specific figures does not include viewing households for Hikari TV. \*1 Ch 112 is available to viewers living in residences compatible with cable TV or SKY PerfecTV! Navi.

\*2 The channel number and broadcast times for Ch 112 will vary depending on the region.Check our website for details.

### Household income •1



## **Contact Points**

(Note) Decimals rounded off, so numbers may not total 100%. (\*1) Based on Shop Channel customer data (as of March 2024)

SC

Catalog

We have a diverse range of contact points to connect customers with Shop Channel anytime, anywhere to provide enjoyable shopping experiences.

Enabling program viewing and product orders across all devices.



shipped to customers, we introduce broadcast schedules and offered products. Shop Channel main media Program

Included with products

We regularly publish popular gourmet catalogs.

7



We distribute the latest

official SNS accounts.

information via our

Directly-owned shop in







## Lineup of select products from around the world

Through our TV broadcasts, we introduce some 500 items\* per week, of which nearly half are new products. Providing a product line that fulfills our customer needs is critical to the fun and joy of shopping, and our vast array of products and diverse product categories are the secret ingredients to Shop Channel's popularity. This product line is supported by our passionate and talented professional buyers who identify products not only in Japan, but from around the world.

\*Fluctuates depending on the week. (FY2023 figures: Approx. 421 to 577 items/week)

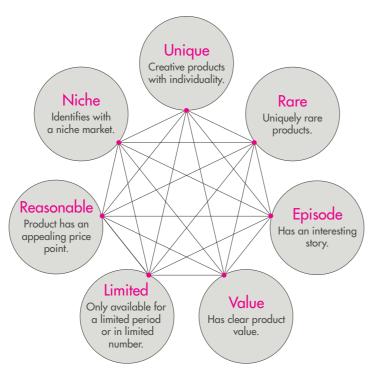
# Our 7 selection criteria for increasing product appeal

To deliver new surprise and excitement to our customers, we only sell items carefully selected based on our own unique selection criteria. Our original selection of products is the result of the following 7 criteria.

# Wide range of categories to suit customer needs

With a focus on categories popular with women, we introduce a wide range of in-season items that fulfill the hearts and lifestyle desires of our customers. These categories extend from fashion to beauty products, home goods, gourmet, and more. Our professional buyers oversee specific categories to identify products in Japan and overseas.

### **Product selection standards**



### **Product categories**











Beauty









/ariety





## Realistic programming unique to live broadcasts

Shop Channel spends from 30 minutes to an hour on each product or brand conveying the appeal, the commitment of the manufacturer, and the unique story behind the product. During live broadcasts, we ascertain product order volume, inventory, and contact center congestion in real-time to accurately provide customers with the useful information. We create a realistic environment to help viewers feel like they have the products right in front of them.



# Product-oriented studio for realistic presentations

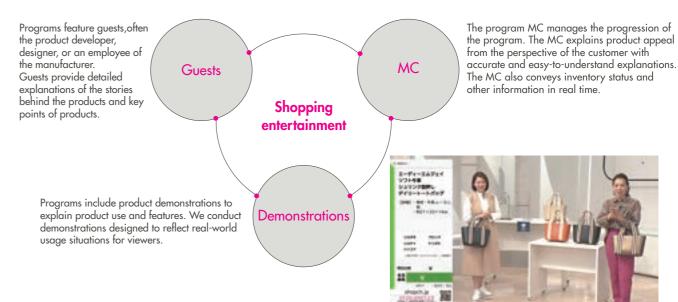
We have three broadcast studios and three sub-control rooms, and each studio has four unique sets. In addition to conveying product appeal and use, sets and lighting are designed to convey product color and material texture in a way that feels like you are holding it in your own hands.

# Efficient management backed by experience

We move cameras in between each program when switching sets. Sub-control rooms that monitor product inventory and order status in real time are continuously linked with each studio. Programs are supported by efficient broadcast staff who excel at multitasking, including using a single camera operator to control five cameras via remote control.

## The trinity of shopping entertainment

The appeal of our programming is in having an MC to lead the program, a guest with in-depth knowledge of the product, and product explanations based on unscripted presentations. Programs feature demonstrations mixed in with detailed and highly comprehensible product explanations for customers who are unable to view products in person.





## Programs

## A behind-the-scenes look at our staff's unified efforts, from final preparations to broadcast

The key to creating realistic programing that captures the hearts of our viewers is the unified efforts of on-air guests, the MC, and our production staff. A look at to the work involved, from pre-broadcast final preparations to program broadcast.

## **Program staff** group meeting

Studio and sub-control room staff gather to confirm program progression, including product details and the type of product demonstration.



## MC and guest meeting

One hour prior to going live, on-air members hold a final meeting. Members use product information to reconfirm the key product points to convey in order to ensure an easily comprehensible and fun program.



In the studio and sub-control room, staff conform camera positions, video elements scheduled for use during the broadcast, and captions, and conduct a final audio check.



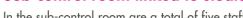
### In the studio...

During live broadcasts in the studio, staff are working to prepare the adjacent set for the next program broadcast. Our studio features multiple sets to



## **Program start**

Product features and usage method are introduced using unscripted dialogue and demonstrations. The MC wears an inner ear monitor linked to the sales producer in the sub-control room in order to receive instructions and real-time information on order and inventory status.



In the sub-control room are a total of five staff, the sales producer, technical director, camera operator, CG operator, and audio operator/time keeper. These staff are linked to the studio and our contact center to ensure smooth program progression. In particular, the sales producer accurately ascertains the status of systems used to monitor sales, inventory, and call lines. The sales producer provides timely instructions to the MC and studio staff.

## Contact center for rapid order response

In addition to customer orders, in some cases we also respond to customer requests related to how we show featured products. The sales producer's seat in the sub-control room is equipped with a direct line to our contact center. This link allows us to change program progression flexibly in response to customer feedback.



## **Operations**

## Operations supported by speed and quality

Contact centers for directly receiving customer feedback and logistics centers for handling the products delivered to customers. We support pleasant shopping experiences by providing speedy, polite, and highly detailed service.



# Contact centers handle some 60,000 orders and inquiries per day

Customer orders and inquiries are processed through our internal contact centers. Questions and feedback received from customers are shared internally. That feedback is used in future program development, product selection, and service improvement.

- -Order response- As the number of calls we receive depends on the time of day, we use sales projections to assign the optimal number of operators. We have developed an environment, which includes the use of interactive voice response (IVR) to promote speedy ordering. The command center, which is located at the center of our Tokyo contact center, manages all operations in Tokyo and Osaka, and serves the role of linking customer calls to the studio.
- **-Inquiry response** Post-purchase inquiries are handled by our in-house dedicated staff. As necessary, inquiry details are shared with internal departments to increase response speed.

## Contact Center Locations / Tokyo and Osaka

Operator desks

250 in Tokyo
110 in Osaka

Number of operators

Approx. 750

Order / inquiry calls

Approx. 60,000/day

Telephone lines

Approx. 1,600 lines

Order response hours

24 hours/day

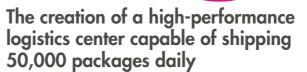
9:00 am to 9:00 pm

Inquiry response hours

(Note) As of end of March 2024

The facilities within walking distance from JR Minami-Funabashi Station offer a lounge and other perks that create a comfortable working environment.





Our high-performance logistics center at the MFLP Funabashi III logistics park in Funabashi, Chiba Prefecture combines operations normally allocated to five different sites. The center, which covers approximately 100,000 m², commenced operations in spring 2022. The center can conduct flexible operations to ship out large quantities of items from a product lineup that changes by the day and contains a diverse assortment ranging from jewelry to major appliances. We strike the optimal balance between automation and manual labor, from product acceptance, inspection, and storage to packaging and shipment. This enables logistics that is efficient, but also safe and environmentally friendly.



## Product delivery acceptance

Products received from manufacturers based on sales plans.

## Acceptance inspection

Inspection of delivered products for size, specifications, and performance.



## Storage

The location and details of products stored in our warehouse are managed via barcodes.



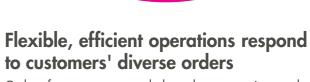
### Packaging

Products are packaged rapidly and gently through a combination of automated processes and manual labor.



## Shipment

Next-day shipping throughout Japan.



Orders for top recommended products come in a rush. The dedicated Speed Line responds quickly to single item purchases of these products. For efficient and accurate handling of various multi-item purchases, we introduced a goods-to-person (GTP) system that conveys products from an automated warehouse to operators working at fixed locations. We have applied knowledge from many years in our business to optimize operations specifically for Shop Channel.



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(Note) As of end of March 2024

1996

November Established Jupiter Shop Channel Co., Ltd.



Launched 12 hours/day programming on PerfecTV! (currently SKY PerfecTV!) with 18 hours/week of live programming

## 1997

March Expanded broadcasts to 24 hours/day

#### December Expanded live

programming to 5 days/ week, 36.5 hours/week

1999

Relocated to new office building featuring in-house studio, dedicated call center, and other functions

Expanded live programming to 60 hours/week

## 2000

February Launched SHOP CHANNEL THE MAGAZINE PR magazine (currently our

Monthly Program Guide)



October Expanded live programming Approx. 12 hours/day

## 2001 March

First for Japan: 24 hours of live programming (1 day only)

#### October Expanded live programming to 100 hours/week

2002

October

Opened first directly-owned shop - Outlet Shop Odaiba (closed in February 2009)



March

2003



September First overseas live programming from Thailand



## 2012

### April

Outlined company slogan as For "those heart-pounding moments of delight"

Self-Declaration of Compliance with ISO 10001 international standard for Quality Management - Customer Satisfaction-Guidelines for codes of conduct in organizations

## 2014

**February** Launched provision of Shop Channel App

#### June Broadcast first commercial

on digital terrestrial TV November Received Excellence Award at the 8th Annual Best

Contributors to Product

Safety Awards (FY2014)

## 2015

#### **August** Obtained Kurumin Certification as a Company Supporting Childcare



## 2016

### August

Three-month serial program -20th Anniversary Special-If You Could Shop for Your Dream



## 2017

April Launched Shop Channel Plus on J:COM TV



#### July Launched provision of Lite App

## 2019

2018

November

December

Obtained highest certification

for Eruboshi as a company

contributing to the women's

engagement in the workplace

Launched Shop Channel 4K

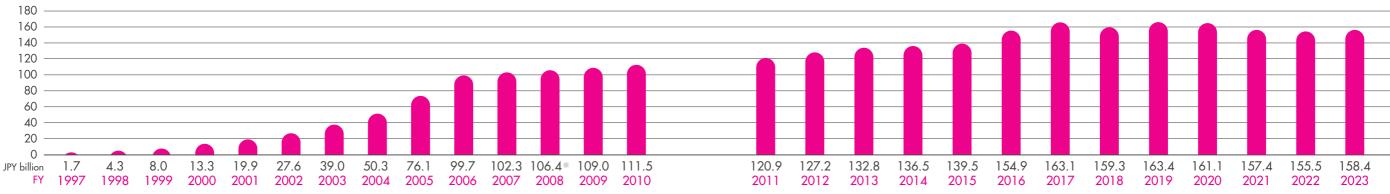
## March

Expanded broadcast channels for Shop Channel

#### August

Opened Shop Channel Style as a dedicated fashion page on our website

### Transitions in net sales



\*Fiscal year ended in December through FY2007. From FY2008, we switched to a fiscal year ending in March.

JPY 131.7 billion for 15-month accounting period from January 2008 through March 2009.

## 2004

### March

First for Japan: Launched 24-hour free streaming of TV programming via our website

Opened Osaka Call Center

## September

Completed new studio building in Chuo-ku, Tokyo



Launched fully live 24-hour programming

## 2005

## April

Opened directly-owned shop (Shop Channel Osaka)



October

Started sponsorship of Pink Ribbon Campaign

## 2006

March Relocated Tokyo Call Center

### May

Acquired Privacy Mark certifying Shop Channel as a business with personal information protection structure

## 2007

## April

Relocated logistics center to Narashino, Chiba

Launched simul broadcast on BS Asahi, a first for BS digital broadcasting

### October

Launched full high-vision broadcast on CS Digital Ch 055

### December

Exceeded JPY 100 billion in annual net sales for fiscal year (ending in December)

## 2008

## June

Self-Declaration of Compliance with ISO 10002 international standard for Quality Management-Customer Satisfaction-Guidelines for complaints handling in organizations

### July

Launched "Let's Meet Japan" special programming focused on various regions in Japan. First broadcast conducted live from Bankoku Shinryokan, Okinawa



## 2020

### April

Changed live programming to 7 hours/day in response to COVID-19 pandemic

### June

Changed live programming to 16 hours/day

## October

Launched broadcast of "Gourmet at Home! Delicious Discoveries from Around Japan," special programming supporting producers impacted by COVID-19

## 2021

## February

Constructed and relocated to new 4K-ready studio in Koto-ku, Tokyo

## March

Relocated main office to Koto-ku, Tokyo



### April

Rebranded corporate logo SHOP

Changed live programming to 20 hours/day

Launched "Gifts to the Future" a program introducing sustainable fashion

Launched new livestream shopping (influencer streaming on social media platform)

April

Relocated logistics center to Funabashi, Chiba

#### Launched "Star Membership" as a new membership service.

## December

Broadcasted "Oh! Cha15" a new program on weekday.

## 2023

## January

Launched "SHOP CHANNEL PEOPLE" offering customers fashion coordination on our website.

## February

Created fashion dedicated space in our studio

## May

Started sales of charter cruise trips.

#### October

Changed live interactive programming to 24hours/

Resumed live broadcast of special programming "Let's Meet Japan" from Takamatsu, Kagawa

## 2024

## February

Held a pop-up store event in Setagaya, Tokyo

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## Corporate Overview

Company name

Jupiter Shop Channel Co., Ltd.

Established

November 22, 1996 \*Broadcast start: November 1, 1996

Address

7-2-18 Toyo, Koto-ku, Tokyo

Shareholders

JCOM Co., Ltd. 50% Sumitomo Corporation 45% KDDI CORPORATION 5%

Capital JPY 4.4 billion

President and CEO

Yoshihiro Ogawa

**Executive Vice President** Osamu Sekiyama

**Employees** 

\*As of end of March 2024

Management of direct marketing business centered ground Shop Channel, which conducts correspondence sales via CATV broadcasts, satellite broadcasts, internet, catalogs, and other media.

## For more heart-pounding moments of delight into the future

Everyone involved with Shop Channel wants a future where we can lead happy lives with an abundance of goods and a rich environment. Through our business activities, we endeavor to address issues facing our customers and society and to contribute to achieving the SDGs.

### Four themes of Shop Channel's action

Contribute to stimulating local economies by utilizing our connections with customers and business partners across Japan

We broadcast special programs that discover and share local specialties and allures through Shop Channel's very own network. In addition, through cleanup efforts and other activities, we strengthen our collaboration with communities and contribute to creating better lives.





Introduce Japan's local culinary specialties

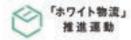


various regions across Japan

Introduce fine pieces of Japanese workmanship

Create a shopping experience that is good for people and the environment through our products, programming, and operations

We handle products that are good for the environment and society and do more to publicize them through our programming. Furthermore, by purchasing The Certificate of Green Power and using eco-friendly packaging, we reduce our environmental impact.







Introduce products good for people and the environment

# 3 Help customers lead physically and mentally healthy lives

We encourage support for the Pink Ribbon Campaign that publicizes the importance of detecting, diagnosing, and treating breast cancer at an early stage. We also seek to continuing recommending products that improve our customers' quality of life.



Modified logo during Pink Ribbon Awareness Month in October

Create a workplace environment where everyone can demonstrate their abilities and thrive on the job

To create a workplace environment allowing for flexible working arrangements in line with changing lifestyles, our goal is to have women in at least 50% of managerial positions by 2030 and to have at least 30% of eligible men taking paternity leave by FY2023.



Kurumin certification for supporting a balance between work and childcare



Eruboshi certification as a company promoting women's engagement in the















A new start towards our 30th anniversary and more of those heart-pounding moments of delight.

Since launching as Japan's first dedicated shopping channel in 1996, we have used live broadcasts and two-way communication with our customers to propose new shopping styles and values. Thanks to the love and support of our customers, in 2021 we celebrated our 25th anniversary. We are now taking on new challenges as we head towards our 30th anniversary as the next milestone in our history.

From the diversification of consumer lifestyles and values to the acceleration of digital technology, the operating environment impacting our business is changing at an unprecedented pace. At Shop Channel, our brand promise is to deliver those heartpounding moments of delight to our customers. Under this philosophy, we have worked to present the shopping experience as entertainment for our customers to enjoy. Moving forward, we will adapt to our dramatically changing operating environment by reforming our core business and engaging in new business development that enables us to increase our engagement with customers and more accurately address customer needs. We will also proactively work towards resolving societal issues through our business activities.

Every employee at Shop Channel is dedicated to applying creative and innovative ideas towards providing entertainment that surpasses the expectations of our customers. We ask for your continued supporting and cooperation.

> Jupiter Shop Channel Co., Ltd. Yoshihiro Ogawa, President and CEO