

Consolidated Financial Results for the Six Months Ended February 28, 2015 [Japanese GAAP]



April 10, 2015

Company name: BIC CAMERA INC. Stock exchange listing: Tokyo Stock Exchange
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Scheduled date of filing quarterly securities report: April 13, 2015

Scheduled date of commencing dividend payments: May 18, 2015

Availability of supplementary briefing material on quarterly financial results: Available

Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months Ended February 28, 2015 (September 1, 2014 to February 28, 2015)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended February 28, 2015	393,487	(3.7)	8,322	19.8	8,385	(12.1)	4,871	2.5
February 28, 2014	408,562	2.2	6,946	64.6	9,539	137.2	4,750	-

(Note) Comprehensive income: Six months ended February 28, 2015: ¥5,852 million [8.5%]

Six months ended February 28, 2014: ¥5,394 million [488.0%]

	Net income per share	Diluted net income per share
Six months ended February 28, 2015	Yen 28.36	Yen 25.96
February 28, 2014	27.66	-

(Notes) 1. BIC CAMERA INC. (hereinafter the "Company") conducted a 1:100 share split on March 1, 2014. Net income per share is calculated assuming that the share split was conducted at the beginning of the fiscal year ended February 28, 2014.

2. The Company has changed its accounting policy and method of presentation from the first quarter of the fiscal year ending August 31, 2015. Such changes have been also applied retrospectively to the results for the six months ended February 28, 2014. As a result of such retrospective restatement, net sales increased 1,422 million yen, operating income increased 470 million yen, ordinary income decreased 34 million yen, and net income decreased 11 million yen for the six months ended February 28, 2014.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of February 28, 2015	351,731	112,961	25.7
As of August 31, 2014	329,335	107,085	25.7

(Reference) Equity: As of February 28, 2015: ¥90,524 million

As of August 31, 2014: ¥84,639 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended August 31, 2014	-	500.00	-	5.00	-
Fiscal year ending August 31, 2015	-	5.00			
Fiscal year ending August 31, 2015 (Forecast)			-	5.00	10.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2015 (September 1, 2014 to August 31, 2015)

(% indicates changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	812,000	(2.1)	20,500	7.6	20,500	(14.8)	10,200	3.5	59.39

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatements
 - 1) Changes in accounting policies due to the revision of accounting standards, etc.: Yes
 - 2) Changes in accounting policies other than 1) above: Yes
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatements: No
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):
 - February 28, 2015: 173,235,878 shares
 - August 31, 2014: 172,352,600 shares
 - 2) Total number of treasury shares at the end of the period:
 - February 28, 2015: 596,600 shares
 - August 31, 2014: 596,600 shares
 - 3) Average number of shares during the period:
 - Six months ended February 28, 2015: 171,769,012 shares
 - Six months ended February 28, 2014: 171,756,000 shares

* Presentation regarding the implementation status of the quarterly review procedures

These quarterly financial results are outside the scope of quarterly review procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these quarterly financial results, review procedures for the quarterly financial statements under the Financial Instruments and Exchange Act have not been completed.

* Explanation of the proper use of financial results forecast and other notes

(Notes regarding forward-looking statements, etc.)

The earnings forecasts and other forward-looking statements herein are based on information the Company has acquired and certain assumptions deemed reasonable as of the date of publication of this document. Actual results may differ significantly from these forecasts due to a wide range of factors.

(Method of obtaining supplementary briefing material on quarterly financial results and its content)

The Company is scheduled to hold a quarterly financial results briefing session for institutional investors and analysts on Thursday, April 16, 2015. The outline of the session and its audio data are scheduled to be posted on the Company's website together with the briefing material.

Consolidated Financial Statements

(1) Consolidated quarterly balance sheets

(Millions of yen)

	As of August 31, 2014	As of February 28, 2015
Assets		
Current assets		
Cash and deposits	26,276	23,759
Accounts receivable - trade	30,014	28,801
Merchandise and finished goods	73,784	94,116
Raw materials and supplies	448	442
Program right	97	111
Other	21,086	20,584
Allowance for doubtful accounts	(237)	(292)
Total current assets	151,470	167,524
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	24,902	25,477
Land	45,407	43,780
Other, net	7,479	7,876
Total property, plant and equipment	77,789	77,135
Intangible assets		
Goodwill	193	5,253
Other	18,618	19,589
Total intangible assets	18,811	24,843
Investments and other assets		
Guarantee deposits	47,241	46,548
Other	34,568	36,276
Allowance for doubtful accounts	(546)	(595)
Total investments and other assets	81,263	82,229
Total non-current assets	177,865	184,207
Total assets	329,335	351,731

(Millions of yen)

	As of August 31, 2014	As of February 28, 2015
liabilities		
Current liabilities		
Accounts payable - trade	42,204	43,810
Short-term loans payable	39,983	42,797
Current portion of long-term loans payable	12,759	13,004
Current portion of bonds	625	120
Income taxes payable	8,514	3,399
Provision for bonuses	2,814	2,303
Provision for point card certificates	11,183	11,027
Provision for loss on store closing	1,838	975
Asset retirement obligations	271	161
Other	29,560	27,815
Total current liabilities	149,756	145,415
Non-current liabilities		
Bonds payable	15,158	14,284
Long-term loans payable	22,900	45,014
Provision for goods warranties	2,639	2,890
Provision for loss on store closing	2,945	2,753
Net defined benefit liability	8,755	9,336
Asset retirement obligations	8,263	8,591
Other	11,830	10,483
Total non-current liabilities	72,493	93,354
Total liabilities	222,249	238,770
Net assets		
Shareholders' equity		
Capital stock	18,402	18,824
Capital surplus	19,492	19,913
Retained earnings	45,560	49,636
Treasury shares	(184)	(184)
Total shareholders' equity	83,270	88,190
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,398	2,305
Remeasurements of defined benefit plans	(28)	28
Total accumulated other comprehensive income	1,369	2,334
Minority interests	22,446	22,436
Total net assets	107,085	112,961
Total liabilities and net assets	329,335	351,731

(2) Consolidated quarterly statements of income

(Millions of yen)

	From September 1, 2013 to February 28, 2014	From September 1, 2014 to February 28, 2015
Net sales	408,562	393,487
Cost of sales	305,913	291,348
Gross profit	102,649	102,138
Selling, general and administrative expenses	95,702	93,816
Operating income	6,946	8,322
Non-operating income		
Interest income	85	69
Dividend income	57	66
Commission fee	483	626
Reversal of provision for loss on store closing	2,946	106
Other	614	443
Total non-operating income	4,186	1,310
Non-operating expenses		
Interest expenses	726	485
Commission fee	763	646
Other	103	116
Total non-operating expenses	1,593	1,248
Ordinary income	9,539	8,385
Extraordinary income		
Gain on sales of non-current assets	143	375
Compensation income	-	170
Other	-	24
Total extraordinary income	143	569
Extraordinary losses		
Loss on sales of non-current assets	2	46
Loss on retirement of non-current assets	70	73
Impairment loss	-	90
Total extraordinary losses	72	211
Income before income taxes and minority interests	9,610	8,744
Income taxes - current	3,470	2,965
Income taxes - deferred	656	893
Total income taxes	4,127	3,859
Income before minority interests	5,482	4,885
Minority interests in income	732	13
Net income	4,750	4,871

(3) Consolidated quarterly Comprehensive income

(Millions of yen)

	From September 1, 2013 to February 28, 2014	From September 1, 2014 to February 28, 2015
Income before minority interests	5,482	4,885
Other comprehensive income		
Valuation difference on available-for-sale securities	(87)	924
Remeasurements of defined benefit plans, net of tax	-	43
Total other comprehensive income	(87)	967
Comprehensive income	5,394	5,852
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,596	5,839
Comprehensive income attributable to minority interests	797	13

(4) Quarterly consolidated statement of comprehensive income

(Millions of yen)

	From September 1, 2013 to February 28, 2014	From September 1, 2014 to February 28, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	9,610	8,744
Depreciation	2,542	2,538
Impairment loss	-	90
Amortization of goodwill	134	198
Increase (decrease) in allowance for doubtful accounts	126	94
Increase (decrease) in provision for bonuses	(84)	(558)
Increase (decrease) in provision for point card certificates	(200)	(155)
Increase (decrease) in provision for goods warranties	453	250
Increase (decrease) in provision for retirement benefits	489	-
Increase decrease in net defined benefit liability	-	629
Increase (decrease) in provision for directors' retirement benefits	(120)	-
Increase (decrease) in provision for loss on store closing	(4,188)	(1,055)
Increase (decrease) in other provision	(80)	-
Interest and dividend income	(142)	(135)
Interest expenses	726	485
Foreign exchange losses (gains)	(0)	(0)
Loss (gain) on sales of non-current assets	(141)	(328)
Loss on retirement of non-current assets	70	73
Decrease (increase) in notes and accounts receivable - trade	428	2,076
Decrease (increase) in inventories	(20,691)	(20,001)
Increase (decrease) in notes and accounts payable - trade	8,551	874
Other, net	(220)	(4,950)
Subtotal	(2,735)	(11,129)
Interest and dividend income received	83	77
Interest expenses paid	(760)	(511)
Income taxes paid	(1,444)	(7,179)
Net cash provided by (used in) operating activities	(4,857)	(18,742)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,926)	(1,943)
Proceeds from sales of property, plant and equipment	552	2,025
Purchase of intangible assets	(2,017)	(1,599)
Purchase of investment securities	(20)	-
Payments for guarantee deposits	(294)	(598)
Proceeds from collection of guarantee deposits	1,620	1,288
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(5,257)
Other, net	115	63
Net cash provided by (used in) investing activities	(3,969)	(6,022)

(Millions of yen)

	From September 1, 2013 to February 28, 2014	From September 1, 2014 to February 28, 2015
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	43,332	2,500
Proceeds from long-term loans payable	6,200	30,000
Repayments of long-term loans payable	(33,529)	(7,639)
Redemption of bonds	(530)	(530)
Cash dividends paid	(861)	(858)
Cash dividends paid to minority shareholders	(0)	(239)
Repayments of lease obligations	(799)	(1,018)
Other, net	(0)	(0)
Net cash provided by (used in) financing activities	13,811	22,213
Effect of exchange rate change on cash and cash equivalents	0	0
Net increase (decrease) in cash and cash equivalents	4,984	Δ2,551
Cash and cash equivalents at beginning of period	32,815	25,953
Increase (decrease) in cash and cash equivalents resulting from merger of subsidiaries	-	34
Cash and cash equivalents at end of period	37,799	23,436

(5) Sales by product line

Item		From September 1, 2014 to February 28, 2015		
		Sales (Millions of yen)	Composition ratio (%)	Previous year comparison (%)
Audio visual products	Cameras	23,965	6.1	(7.3)
	TVs	17,371	4.4	(8.5)
	BD/DVD recorders, Video camera	9,664	2.5	(7.2)
	Audios	9,228	2.3	(13.6)
	AV softwares	2,854	0.7	(9.4)
	Others	9,307	2.4	11.0
	Subtotal	72,391	18.4	(6.6)
Home appliances	Refrigerators	14,141	3.6	(18.2)
	Washing machines	12,532	3.2	(10.0)
	Kitchen appliances	16,947	4.2	7.4
	Seasonal home electronics	19,932	5.1	(16.9)
	Personal care electronics	17,187	4.4	9.3
	Others	25,456	6.5	3.5
	Subtotal	106,196	27.0	(4.6)
Information communications equipment products	PCs	33,557	8.5	(19.1)
	PC peripherals	13,302	3.4	(14.3)
	PC softwares	4,817	1.2	(21.6)
	Cellular phones	59,094	15.0	8.5
	Others	25,936	6.6	0.2
	Subtotal	136,708	34.7	(4.7)
Other products	Video games	13,826	3.5	(16.2)
	Watches	11,725	3.0	19.9
	Used PCs	8,656	2.2	(2.5)
	Sporting goods	3,100	0.8	14.1
	Toys	6,096	1.5	32.0
	Glasses and Contact lenses	2,346	0.6	(1.8)
	Liquors and Soft drink	2,656	0.7	18.1
	Others	24,467	6.2	(0.2)
	Subtotal	72,874	18.5	1.7
Retail goods sales		388,171	98.6	(3.9)
Other business		5,316	1.4	14.4
Total		393,487	100.0	(3.7)

Note: 1.Above amount does not include consumption taxes.

2.The Company conducted change in accounting policy and presentation from September 1, 2014. It is also applied retrospectively to results of Previous year comparison.