

Consolidated Financial Results for the Fiscal Year Ended August 31, 2015 [Japanese GAAP]



October 14, 2015

Company name: BIC CAMERA INC. Stock exchange listing: Tokyo Stock Exchange
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 Scheduled date of ordinary general meeting of shareholders: November 26, 2015
 Scheduled date of commencing dividend payments: November 27, 2015
 Scheduled date of filing securities report: November 26, 2015
 Availability of supplementary briefing material on financial results: Available
 Schedule of 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 Fiscal Year Ended August 31, 2015 (September 1, 2014 to August 31, 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	%
Fiscal year ended August 31, 2015	795,368	(4.5)	18,800	(6.1)	20,401	(15.2)	6,804	(30.9)
August 31, 2014	832,748	3.4	20,014	53.5	24,056	56.8	9,850	304.3

(Note) Comprehensive income: Fiscal year ended August 31, 2015: ¥5,773 million [(52.5)%]
 Fiscal year ended August 31, 2014: ¥12,143 million [121.4%]

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
Fiscal year ended August 31, 2015	Yen 39.25	Yen 36.25	% 7.3	% 6.2	% 2.4
August 31, 2014	57.35	56.39	12.4	7.1	2.4

(Reference) Equity in earnings of affiliates: Fiscal year ended August 31, 2015: ¥- million
 Fiscal year ended August 31, 2014: ¥- million

- (Notes) 1. BIC CAMERA INC. (hereinafter the "Company") conducted a 1:100 share split on March 1, 2014. Net income per share and diluted net income per share are calculated assuming that the share split was conducted at the beginning of the fiscal year ended August 31, 2014.
2. The Company has changed its accounting policy and method of presentation from the fiscal year ended August 31, 2015. Such changes have also been applied retrospectively to the results for the fiscal year ended August 31, 2014. As a result of such retrospective restatement, net sales increased 2,914 million yen, operating income increased 953 million yen, ordinary income decreased 6 million yen, and net income decreased 2 million yen for the fiscal year ended August 31, 2014.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of August 31, 2015	329,580	120,846	30.5	553.20
As of August 31, 2014	329,335	107,085	25.7	492.79

(Reference) Equity: As of August 31, 2015: ¥100,617 million
 As of August 31, 2014: ¥84,639 million

(3) Consolidated Cash Flows

	Net cash provided by operating activities	Net cash provided by investment activities	Net cash provided by financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
August 31, 2015	6,128	(8,001)	(1,765)	22,349
August 31, 2014	32,848	(4,598)	(35,111)	25,953

2. Dividends

	Annual dividends					Total cash dividends	Payout ratio (Consoli- dated)	Ratio of dividends to net assets (Consoli- dated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
August 31, 2014	-	500.00	-	5.00	-	1,717	17.4	2.2
Fiscal year ended	-	5.00	-	5.00	10.00	1,772	25.5	1.9
August 31, 2015	-	5.00	-	5.00	10.00		15.4	
Fiscal year ending	-	5.00	-	5.00	10.00			
August 31, 2016 (Forecast)								

3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2016 (September 1, 2015 to August 31, 2016)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
First half	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	407,000	3.4	9,100	9.3	9,300	10.9	5,100	4.7	28.04
	820,000	3.1	21,200	12.8	21,300	4.4	11,800	73.4	64.88

*** Notes:**

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) 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

(3) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

August 31, 2015: 182,478,765 shares

August 31, 2014: 172,352,600 shares

2) Total number of treasury shares at the end of the period:

August 31, 2015: 596,600 shares

August 31, 2014: 596,600 shares

3) Average number of shares during the period:

Fiscal year ended August 31, 2015: 173,343,595 shares

Fiscal year ended August 31, 2014: 171,756,000 shares

(Note) The Company conducted a 1:100 share split on March 1, 2014. The number of shares is calculated assuming that the share split was conducted at the beginning of the fiscal year ended August 31, 2014

(Reference) Summary of Non-consolidated Financial Results

Non-consolidated Financial Results for the Fiscal Year Ended August 31, 2015 (September 1, 2014 to August 31, 2015)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
August 31, 2015	444,879	(0.7)	13,216	15.9	14,807	19.9	8,112	27.1
August 31, 2014	448,087	11.0	11,402	399.7	12,349	94.2	6,383	100.1

Fiscal year ended	Net income per share	Diluted net income per share
	Yen	Yen
August 31, 2015	46.80	43.22
August 31, 2014	37.17	36.55

(Notes) 1. The Company conducted a 1:100 share split on March 1, 2014. Net income per share and diluted net income per share are calculated assuming that the share split was conducted at the beginning of the fiscal year ended August 31, 2014.

2. The Company has changed its accounting policy and method of presentation from the fiscal year ended August 31, 2015. Such changes have also been applied retrospectively to the results for the fiscal year ended August 31, 2014. As a result of such retrospective restatement, net sales increased 2,569 million yen and operating income increased 1,961 million yen for the fiscal year ended August 31, 2014. There was no effect on ordinary income and net income for the fiscal year ended August 31, 2014 as a result of this retrospective restatement.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of August 31, 2015	224,222	89,964	40.1	494.63
As of August 31, 2014	218,810	72,635	33.2	422.90

(Reference) Equity: As of August 31, 2015: ¥89,964 million

As of August 31, 2014: ¥72,635 million

* Presentation regarding the implementation status of the audit procedures

These financial results are outside the scope of audit procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these financial results, audit procedures for the 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 financial results briefing session for institutional investors and analysts on Wednesday, October 21, 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 balance sheets

(Millions of yen)

	As of August 31, 2014	As of August 31, 2015
Assets		
Current assets		
Cash and deposits	26,276	22,410
Accounts receivable - trade	30,014	29,663
Lease investment assets	0	-
Merchandise and finished goods	73,784	81,677
Raw materials and supplies	448	490
Program right	97	91
Deferred tax assets	8,019	6,584
Other	13,067	12,717
Allowance for doubtful accounts	(237)	(271)
Total current assets	151,470	153,362
Non-current assets		
Property, plant and equipment		
Buildings and structures	46,406	50,406
Accumulated depreciation	(21,503)	(25,513)
Buildings and structures, net	24,902	24,892
Machinery, equipment and vehicles	824	1,004
Accumulated depreciation	(466)	(582)
Machinery, equipment and vehicles, net	358	421
Land	45,407	44,056
Leased assets	5,327	6,222
Accumulated depreciation	(2,282)	(3,184)
Leased assets, net	3,045	3,037
Construction in progress	2,683	2,639
Other	6,742	7,688
Accumulated depreciation	(5,350)	(6,124)
Other, net	1,392	1,563
Total property, plant and equipment	77,789	76,611
Intangible assets		
Goodwill	193	5,072
Other	18,618	18,972
Total intangible assets	18,811	24,045
Investments and other assets		
Investment securities	12,523	14,385
Long-term loans receivable	1,217	1,157
Deferred tax assets	16,390	9,605
Net defined benefit asset	2,059	2,905
Guarantee deposits	47,241	46,026
Other	2,378	2,111
Allowance for doubtful accounts	(546)	(630)
Total investments and other assets	81,263	75,560
Total non-current assets	177,865	176,217
Total assets	329,335	329,580

(Millions of yen)

	As of August 31, 2014	As of August 31, 2015
Liabilities		
Current liabilities		
Accounts payable - trade	42,204	44,038
Short-term loans payable	39,983	23,698
Current portion of long-term loans payable	12,759	30,652
Current portion of bonds	625	50
Lease obligations	1,307	2,369
Income taxes payable	8,514	4,711
Provision for bonuses	2,814	2,856
Provision for point card certificates	11,183	11,563
Provision for loss on store closing	1,838	149
Asset retirement obligations	271	81
Other	28,253	25,393
Total current liabilities	149,756	145,562
Non-current liabilities		
Bonds payable	15,158	5,427
Long-term loans payable	22,900	24,287
Lease obligations	5,127	3,484
Deferred tax liabilities	105	88
Provision for goods warranties	2,639	2,700
Provision for loss on store closing	2,945	2,003
Net defined benefit liability	8,755	10,194
Asset retirement obligations	8,263	8,626
Other	6,597	6,358
Total non-current liabilities	72,493	63,171
Total liabilities	222,249	208,733
Net assets		
Shareholders' equity		
Capital stock	18,402	23,237
Capital surplus	19,492	24,327
Retained earnings	45,560	50,706
Treasury shares	(184)	(184)
Total shareholders' equity	83,270	98,087
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,398	2,746
Remeasurements of defined benefit plans	(28)	(216)
Total accumulated other comprehensive income	1,369	2,530
Minority interests	22,446	20,228
Total net assets	107,085	120,846
Total liabilities and net assets	329,335	329,580

(2) Consolidated statements of income

(Millions of yen)

	From September 1, 2013 to August 31, 2014	From September 1, 2014 to August 31, 2015
Net sales	832,748	795,368
Cost of sales	617,867	585,723
Gross profit	214,880	209,645
Selling, general and administrative expenses	194,866	190,845
Operating income	20,014	18,800
Non-operating income		
Interest income	182	135
Dividend income	173	186
Commission fee	1,037	1,280
Reversal of provision for loss on store closing	4,061	1,189
Other	1,253	836
Total non-operating income	6,708	3,627
Non-operating expenses		
Interest expenses	1,317	951
Commission fee	857	855
Other	490	219
Total non-operating expenses	2,665	2,027
Ordinary income	24,056	20,401
Extraordinary income		
Gain on sales of non-current assets	328	379
Gain on sales of investment securities	0	-
Gain on sales of shares of subsidiaries and associates	358	0
Gain on change in equity	548	-
Compensation income	-	170
Other	0	25
Total extraordinary income	1,236	575
Extraordinary losses		
Loss on sales of non-current assets	34	47
Loss on retirement of non-current assets	154	143
Loss on valuation of investment securities	-	19
Impairment loss	3,177	1,520
Other	175	86
Total extraordinary losses	3,541	1,817
Income before income taxes and minority interests	21,752	19,158
Income taxes - current	8,792	6,951
Income taxes - deferred	1,373	7,666
Total income taxes	10,166	14,618
Income before minority interests	11,585	4,539
Minority interests in income (loss)	1,735	(2,264)
Net income	9,850	6,804

(3) Consolidated Comprehensive income

(Millions of yen)

	From September 1, 2013 to August 31, 2014	From September 1, 2014 to August 31, 2015
Income before minority interests	11,585	4,539
Other comprehensive income		
Valuation difference on available-for-sale securities	558	1,367
Remeasurements of defined benefit plans, net of tax	-	(133)
Total other comprehensive income	558	1,234
Comprehensive income	12,143	5,773
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,342	7,968
Comprehensive income attributable to minority interests	1,801	(2,194)

(4) Consolidated statement of comprehensive income

(Millions of yen)

	From September 1, 2013 to August 31, 2014	From September 1, 2014 to August 31, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	21,752	19,158
Depreciation	5,608	5,579
Impairment loss	3,177	1,520
Amortization of goodwill	266	378
Increase (decrease) in allowance for doubtful accounts	(1,187)	109
Increase (decrease) in provision for bonuses	502	(5)
Increase (decrease) in provision for point card certificates	(320)	379
Increase(decrease) in provision for goods warranties	969	60
Increase (decrease) in net defined benefit liability	933	1,019
Increase (decrease) on net defined benefit assets	9	(49)
Increase (decrease) in provision for directors' retirement benefits	(120)	-
Increase (decrease) in provision for loss on store closing	(6,090)	(2,442)
Increase (decrease) in other provision	(83)	-
Interest and dividend income	(355)	(321)
Interest expenses	1,317	951
Foreign exchange losses (gains)	(0)	(0)
Loss (gain) on sales of non-current assets	(294)	(332)
Loss on retirement of non-current assets	154	143
Loss (gain) on sales of investment securities	(0)	-
Loss (gain) on valuation of investment securities	-	19
Loss (gain) on sales of shares of subsidiaries and associates	(358)	(0)
Loss (gain) on change in equity	(548)	-
Decrease (increase) in notes and accounts receivable - trade	222	1,208
Decrease (increase) in inventories	159	(7,593)
Increase (decrease) in notes and accounts payable - trade	(2,926)	1,119
Other, net	13,941	(3,589)
Subtotal	36,728	17,315
Interest and dividend income received	238	209
Interest expenses paid	(1,347)	(980)
Income taxes paid	(2,770)	(10,416)
Net cash provided by (used in) operating activities	32,848	6,128
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	-	262
Purchase of property, plant and equipment	(4,925)	(3,846)
Proceeds from sales of property, plant and equipment	843	2,029
Purchase of intangible assets	(3,750)	(2,464)
Purchase of investment securities	(22)	-
Proceeds from sales of investment securities	0	-
Proceeds from sales of shares of subsidiaries and associates	1,599	0
Payments for guarantee deposits	(627)	(1,207)
Proceeds from collection of guarantee deposits	2,624	2,256
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(5,257)
Other, net	(340)	225
Net cash provided by (used in) investing activities	(4,598)	(8,001)

(Millions of yen)

	From September 1, 2013 to August 31, 2014	From September 1, 2014 to August 31, 2015
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(5,696)	(16,598)
Proceeds from long-term loans payable	9,200	35,200
Repayments of long-term loans payable	(52,351)	(15,919)
Proceeds from issuance of bonds	15,075	-
Redemption of bonds	(1,060)	(625)
Proceeds from share issuance to minority shareholders	2,845	-
Cash dividends paid	(1,715)	(1,719)
Cash dividends paid to minority shareholders	(0)	(239)
Repayments of lease obligations	(1,408)	(1,832)
Other, net	(0)	(31)
Net cash provided by (used in) financing activities	(35,111)	(1,765)
Effect of exchange rate change on cash and cash equivalents	0	0
Net increase (decrease) in cash and cash equivalents	(6,861)	(3,638)
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	25,953	22,349

(5) Sales by product line

Item		From September 1, 2014 to August 31, 2015		
		Sales (Millions of yen)	Composition ratio (%)	Previous year comparison (%)
Audio visual products	Cameras	47,126	5.9	(7.3)
	TVs	35,085	4.4	(7.5)
	BD/DVD recorders, Video cameras	17,473	2.2	(14.1)
	Audios	17,780	2.2	(17.4)
	AV softwares	5,640	0.7	(17.5)
	Others	17,809	2.3	8.0
	Subtotal	140,916	17.7	(8.5)
Home appliances	Refrigerators	34,346	4.3	(20.9)
	Washing machines	27,119	3.4	(12.6)
	Kitchen appliances	34,125	4.3	8.0
	Seasonal home electronics	51,776	6.5	(10.9)
	Personal care electronics	36,903	4.7	20.3
	Others	50,033	6.3	0.9
	Subtotal	234,304	29.5	(4.1)
Information communications equipment products	PCs	65,140	8.2	(24.0)
	PC peripherals	25,358	3.2	(15.9)
	PC softwares	9,351	1.2	(22.4)
	Cellular phones	110,774	13.9	8.5
	Others	47,046	5.9	(8.2)
	Subtotal	257,671	32.4	(8.4)
Other products	Video games	23,912	3.0	(5.4)
	Watches	24,851	3.1	23.1
	Used PCs	17,515	2.2	(11.9)
	Sporting goods	6,987	0.9	14.5
	Toys	11,168	1.4	27.9
	Glasses and Contact lenses	5,072	0.6	1.4
	Liquors and Soft drink	5,218	0.7	16.0
	Medicine and Daily goods	8,467	1.1	93.0
	Others	48,560	6.1	(1.6)
Subtotal	151,755	19.1	5.8	
Retail goods sales		784,647	98.7	(4.7)
Other business		10,721	1.3	10.9
Total		795,368	100.0	(4.5)

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.