

Consolidated Financial Results for the Three Months Ended November 30, 2016 [Japanese GAAP]



January 12, 2017

Company name: BIC CAMERA INC. Stock exchange listing: Tokyo Stock Exchange
 Code number: 3048 URL: <http://www.biccamera.co.jp/ir/>
 Representative: Hiroyuki Miyajima, Representative Director and President
 Contact: Toru Abe, Managing Director, Corporate Planning
 Telephone: +81-3-3987-8785
 Scheduled date of filing quarterly securities report: January 13, 2017
 Scheduled date of commencing dividend payments: —
 Availability of supplementary briefing material on quarterly financial results: None
 Schedule of quarterly financial results briefing session: None

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

1. Consolidated Financial Results for the Three Months Ended November 30, 2016 (September 1, 2016 to November 30, 2016)

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

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
November 30, 2016	179,279	(0.6)	2,447	(23.4)	2,836	(16.2)	1,520	(26.4)
November 30, 2015	180,387	(1.7)	3,195	35.8	3,385	70.3	2,065	48.4

(Note) Comprehensive income: Three Months Ended November 30, 2016: ¥3,049 million [20.7%]
 Three Months Ended November 30, 2015: ¥2,527 million [31.9%]

	Net income per share	Diluted net income per share
Three months ended	Yen	Yen
November 30, 2016	8.37	8.11
November 30, 2015	11.36	11.01

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of November 30, 2016	364,004	130,759	30.2
As of August 31, 2016	336,769	129,096	32.0

(Reference) Equity: As of November 30, 2016: ¥109,850 million
 As of August 31, 2016: ¥107,897 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, 2016	-	5.00	-	7.00	12.00
Fiscal year ending August 31, 2017	-				
Fiscal year ending August 31, 2017 (Forecast)		5.00	-	7.00	12.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2017 (September 1, 2016 to August 31, 2017)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	395,000	0.1	10,400	(11.2)	10,900	(9.6)	6,200	(15.3)	34.10
Full year	800,000	2.7	23,000	4.5	24,200	4.9	12,500	4.3	68.75

(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.: No
 - 2) Changes in accounting policies other than 1) above: No
 - 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):
 - November 30, 2016: 182,478,765 shares
 - August 31, 2016: 182,478,765 shares
 - 2) Total number of treasury shares at the end of the period:
 - November 30, 2016: 658,600 shares
 - August 31, 2016: 658,600 shares
 - 3) Average number of shares during the period:
 - Three months ended November 30, 2016: 181,820,165 shares
 - Three months ended November 30, 2015: 181,882,165 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.

Consolidated Financial Statements

(1) Consolidated balance sheets

(Millions of yen)

	As of August 31, 2016	As of November 30, 2016
Assets		
Current assets		
Cash and deposits	25,137	20,546
Accounts receivable - trade	28,171	32,408
Merchandise and finished goods	93,603	116,542
Raw materials and supplies	475	460
Program right	127	135
Other	20,075	21,665
Allowance for doubtful accounts	(346)	(368)
Total current assets	167,244	191,390
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	24,813	25,690
Land	46,397	46,397
Other, net	5,204	5,622
Total property, plant and equipment	76,415	77,709
Intangible assets		
Goodwill	4,712	4,622
Other	17,050	17,406
Total intangible assets	21,762	22,028
Investments and other assets		
Guarantee deposits	44,060	44,011
Other	27,732	29,307
Allowance for doubtful accounts	(445)	(444)
Total investments and other assets	71,347	72,874
Total non-current assets	169,525	172,613
Total assets	336,769	364,004

(Millions of yen)

As of August 31, 2016 As of November 30, 2016

Liabilities		
Current liabilities		
Accounts payable - trade	39,846	63,333
Short-term loans payable	34,062	42,406
Current portion of long-term loans payable	11,609	11,459
Current portion of bonds	35	10
Income taxes payable	5,396	1,663
Provision for bonuses	2,820	4,378
Provision for point card certificates	11,570	11,152
Provision for loss on store closing	311	284
Asset retirement obligations	102	182
Other	26,721	25,137
Total current liabilities	132,475	160,009
Non-current liabilities		
Bonds payable	5,388	5,387
Long-term loans payable	36,101	34,408
Provision for goods warranties	2,132	1,962
Provision for loss on store closing	1,401	1,515
Net defined benefit liability	12,470	12,712
Asset retirement obligations	8,680	8,711
Other	9,022	8,536
Total non-current liabilities	75,198	73,235
Total liabilities	207,673	233,244
Net assets		
Shareholders' equity		
Capital stock	23,237	23,237
Capital surplus	24,328	24,328
Retained earnings	60,872	61,120
Treasury shares	(241)	(241)
Total shareholders' equity	108,196	108,445
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	902	2,532
Remeasurements of defined benefit plans	(1,201)	(1,127)
Total accumulated other comprehensive income	(299)	1,404
Non-controlling interests	21,198	20,909
Total net assets	129,096	130,759
Total liabilities and net assets	336,769	364,004

(2) Consolidated statements of income

(Millions of yen)

	From September 1, 2015 to November 30, 2015	From September 1, 2016 to November 30, 2016
Net sales	180,387	179,279
Cost of sales	131,891	130,395
Gross profit	48,496	48,884
Selling, general and administrative expenses	45,300	46,436
Operating income	3,195	2,447
Non-operating income		
Interest income	30	25
Dividend income	0	0
Commission fee	319	322
Reversal of provision for loss on store closing	69	—
Other	163	183
Total non-operating income	582	532
Non-operating expenses		
Interest expenses	203	103
Other	188	40
Total non-operating expenses	392	143
Ordinary income	3,385	2,836
Extraordinary income		
Gain on sales of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on retirement of non-current assets	11	11
Impairment loss	—	64
Provision for loss on store closing	—	158
Other	0	0
Total extraordinary losses	11	235
Profit before income taxes	3,374	2,600
Income taxes - current	1,594	1,422
Income taxes - deferred	(57)	(148)
Total income taxes	1,537	1,273
Profit	1,837	1,326
Loss attributable to non-controlling interests	(228)	(194)
Profit attributable to owners of parent	2,065	1,520

(3) Consolidated Comprehensive income

(Millions of yen)

	From September 1, 2015 to November 30, 2015	From September 1, 2016 to November 30, 2016
Profit	1,837	1,326
Other comprehensive income		
Valuation difference on available-for-sale securities	675	1,649
Remeasurements of defined benefit plans, net of tax	13	73
Total other comprehensive income	689	1,722
Comprehensive income	2,527	3,049
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,788	3,225
Comprehensive income attributable to non-controlling interests	(261)	(175)

(4) Sales by product line

Item		From September 1, 2016 to November 30, 2016		
		Sales (Millions of yen)	Composition ratio (%)	Previous year comparison (%)
Audio visual products	Cameras	8,057	4.5	(16.1)
	TVs	7,653	4.3	2.4
	BD/DVD recorders, Video cameras	3,429	1.9	(4.5)
	Audios	3,535	2.0	(6.8)
	AV softwares	1,182	0.6	(5.7)
	Others	4,122	2.3	1.4
	Subtotal	27,979	15.6	(6.0)
Home appliances	Refrigerators	8,153	4.6	8.2
	Washing machines	6,913	3.9	6.6
	Kitchen appliances	7,718	4.3	(1.5)
	Seasonal home electronics	9,007	5.0	14.5
	Personal care electronics	9,736	5.4	3.4
	Others	11,886	6.6	(0.6)
	Subtotal	53,416	29.8	4.5
Information communications equipment products	PCs	12,190	6.8	(6.9)
	PC peripherals	5,360	3.0	(8.2)
	PC softwares	1,634	0.9	(19.9)
	Cellular phones	29,009	16.2	(1.5)
	Others	11,649	6.5	4.2
	Subtotal	59,843	33.4	(2.8)
Other products	Video games	6,217	3.5	12.8
	Watches	4,820	2.7	(13.7)
	Used PCs	3,168	1.8	(21.2)
	Sporting goods	1,886	1.0	2.9
	Toys	2,602	1.4	1.1
	Glasses and Contact lenses	1,253	0.7	4.2
	Liquors and Soft drinks	1,301	0.7	(1.0)
	Medicines and Daily goods	3,166	1.8	22.8
	Others	10,475	5.8	1.5
Subtotal	34,892	19.4	(0.2)	
Retail goods sales		176,132	98.2	(0.7)
Other business		3,147	1.8	5.8
Total		179,279	100.0	(0.6)

Note: Above amount does not include consumption taxes.