

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Three Months Ended November 30, 2021 (Based on Japanese GAAP)

January 13, 2022

Company name: BIC CAMERA INC.
 Stock exchange listing: Tokyo
 Stock code: 3048 URL <https://www.biccamera.co.jp/ir/>
 Representative: Representative Director and President Kazuyoshi Kimura
 Managing Director, Business Management
 Inquiries: Headquarters Toru Abe TEL 03-3987-8785
 Scheduled date to file Quarterly Securities Report: January 14, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended November 30, 2021 (from September 1, 2021 to November 30, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended November 30, 2021	178,974	–	2,189	–	2,968	–	1,209	–
Three months ended November 30, 2020	200,552	(7.3)	3,754	(11.6)	4,663	(3.1)	2,112	(25.8)

Note: Comprehensive income Three months ended November 30, 2021 ¥2,041 million [–%]

Three months ended November 30, 2020 ¥3,723 million [(5.1)%]

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations effective from the beginning of the first quarter of the fiscal year ending August 31, 2022. Each figure for the first three months of the fiscal year ending August 31, 2022 is the figure after applying the accounting standard and relevant ASBJ regulations. Therefore, the percentages of change from the same quarter of the previous year are not stated.

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended November 30, 2021	6.87	6.86
Three months ended November 30, 2020	12.01	12.00

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of November 30, 2021	481,560	167,890	27.6
As of August 31, 2021	454,466	179,523	31.6

Reference: Equity As of November 30, 2021: ¥132,926 million

As of August 31, 2021: ¥143,730 million

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations effective from the beginning of the first quarter of the fiscal year ending August 31, 2022. Each figure for the first three months of the fiscal year ending August 31, 2022 is the figure after applying the accounting standard and relevant ASBJ regulations.

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended August 31, 2021	–	5.00	–	10.00	15.00
Year ending August 31, 2022	–				
Year ending August 31, 2022 (Forecast)		5.00	–	10.00	15.00

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

3. Forecast of consolidated financial results for the year ending August 31, 2022 (from September 1, 2021 to August 31, 2022)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending February 28, 2022	387,000	–	5,000	–	6,000	–	3,000	–	17.05
Full year	806,000	–	15,700	–	17,500	–	8,800	–	50.02

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

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations effective from the beginning of the first quarter of the fiscal year ending August 31, 2022. The figure of the above consolidated financial results forecast is the figure after applying the accounting standard and relevant ASBJ regulations. Therefore, the percentages of change from the previous fiscal year and the same quarter of the previous year are not stated.

4. Notes

- (1) Changes in significant subsidiaries during the three months ended November 30, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of November 30, 2021	188,146,304 shares	As of August 31, 2021	188,146,304 shares
-------------------------	--------------------	-----------------------	--------------------

Number of treasury shares at the end of the period

As of November 30, 2021	12,207,801 shares	As of August 31, 2021	12,207,800 shares
-------------------------	-------------------	-----------------------	-------------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended November 30, 2021	175,938,504 shares	Three months ended November 30, 2020	175,934,811 shares
--------------------------------------	--------------------	--------------------------------------	--------------------

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including the earnings forecasts, shown in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, the statements herein do not constitute assurances regarding the Company's actual results. Actual financial results may differ substantially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of August 31, 2021	As of November 30, 2021
Assets		
Current assets		
Cash and deposits	108,973	107,145
Accounts receivable - trade	37,501	43,383
Merchandise and finished goods	98,584	107,976
Raw materials and supplies	560	529
Program right	136	214
Other	12,575	16,414
Allowance for doubtful accounts	(253)	(177)
Total current assets	258,077	275,486
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	27,041	27,328
Land	46,984	46,991
Other, net	11,748	12,989
Total property, plant and equipment	85,774	87,309
Intangible assets	31,040	31,308
Investments and other assets		
Guarantee deposits	41,809	41,032
Other	38,083	46,724
Allowance for doubtful accounts	(319)	(300)
Total investments and other assets	79,574	87,456
Total non-current assets	196,388	206,074
Total assets	454,466	481,560

(Millions of yen)

	As of August 31, 2021	As of November 30, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	38,098	53,170
Short-term borrowings	56,496	66,166
Current portion of bonds payable	200	200
Current portion of long-term borrowings	25,387	24,675
Income taxes payable	4,572	993
Contract liabilities	—	37,186
Provision for bonuses	3,527	5,438
Provision for point card certificates	13,029	—
Provision for loss on store closings	203	70
Asset retirement obligations	61	44
Other	32,012	21,336
Total current liabilities	173,589	209,282
Non-current liabilities		
Bonds payable	600	500
Long-term borrowings	66,491	60,570
Contract liabilities	—	8,868
Provision for goods warranties	402	362
Provision for loss on store closing	438	431
Retirement benefit liability	18,323	18,616
Asset retirement obligations	9,230	9,295
Other	5,866	5,742
Total non-current liabilities	101,353	104,387
Total liabilities	274,942	313,670
Net assets		
Shareholders' equity		
Share capital	25,929	25,929
Capital surplus	27,103	27,103
Retained earnings	105,983	95,066
Treasury shares	(16,729)	(16,729)
Total shareholders' equity	142,287	131,370
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,593	1,673
Remeasurements of defined benefit plans	(149)	(117)
Total accumulated other comprehensive income	1,443	1,555
Share acquisition rights	151	163
Non-controlling interests	35,640	34,801
Total net assets	179,523	167,890
Total liabilities and net assets	454,466	481,560

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended November 30, 2020	Three months ended November 30, 2021
Net sales	200,552	178,974
Cost of sales	143,732	130,337
Gross profit	56,820	48,637
Selling, general and administrative expenses	53,065	46,447
Operating profit	3,754	2,189
Non-operating income		
Interest income	11	9
Dividend income	2	6
Share of profit of entities accounted for using equity method	100	8
Commission income	356	349
Subsidy income	6	320
Other	610	222
Total non-operating income	1,088	916
Non-operating expenses		
Interest expenses	84	73
Other	94	64
Total non-operating expenses	179	137
Ordinary profit	4,663	2,968
Extraordinary income		
Gain on sale of non-current assets	1	1
Total extraordinary income	1	1
Extraordinary losses		
Loss on retirement of non-current assets	57	34
Provision for loss on store closings	81	—
Total extraordinary losses	138	34
Profit before income taxes	4,525	2,934
Income taxes - current	1,096	699
Income taxes - deferred	421	292
Total income taxes	1,517	991
Profit	3,008	1,943
Profit attributable to non-controlling interests	895	734
Profit attributable to owners of parent	2,112	1,209

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended November 30, 2020	Three months ended November 30, 2021
Profit	3,008	1,943
Other comprehensive income		
Valuation difference on available-for-sale securities	634	79
Remeasurements of defined benefit plans, net of tax	80	18
Total other comprehensive income	715	97
Comprehensive income	3,723	2,041
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,837	1,321
Comprehensive income attributable to non-controlling interests	886	720