



**Consolidated Financial Results  
for the Fiscal Year ended August 31, 2008**

October 15, 2008

Company name: BIC CAMERA INC. Stock listing: Tokyo Stock Exchange  
Code number: 3048 URL: <http://www.biccamera.co.jp/>  
Representative: Hiroyuki Miyajima, Representative Director and President  
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Scheduled date to ordinary general meeting of shareholders: November 27, 2008

Scheduled date to commencement of dividend payments: November 28, 2008

Scheduled date to submit the Securities Report: November 27, 2008

(Amounts of less than 1 Million Yen are discarded)

1. Consolidated Financial Results for the Fiscal Year ended August 31, 2008 (From September 1, 2007 to August 31, 2008)

(1) Consolidated financial results (% indicates changes from the previous term)

	Net sales		Operating profit		Recurring profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended August 31, 2008	604,804	11.5	15,496	(3.2)	16,164	(7.4)	4,112	(49.5)
Year ended August 31, 2007	542,294	12.9	16,002	32.4	17,448	37.1	8,146	35.6

	Net income per share	Fully diluted net income per share	Return on equity	Ratio of recurring profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Year ended August 31, 2008	2,653.17	-	7.4	7.4	2.6
Year ended August 31, 2007	*10,772.56	-	17.7	8.9	3.0

Note: Equity in earnings of non-consolidated subsidiaries:

Year ended August 31, 2008: - Millions of Yen      Year ended August 31, 2007: - Millions of Yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Year ended August 31, 2008	235,924	63,163	25.8	36,284.53
Year ended August 31, 2007	201,838	52,474	24.9	*66,499.42

Note: Equity capital for year ended August 31, 2008: 60,809 Millions of Yen      Year ended August 31, 2007: 50,286 Millions of Yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at term-end
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended August 31, 2008	6,259	(39,488)	30,369	19,435
Year ended August 31, 2007	7,136	(13,702)	(4,703)	22,012

2. Dividends

(Record date)	Cash dividends per share				
	First Quarter ended	Second Quarter ended	Third Quarter ended	Year-ended	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended August 31, 2007	-	-	-	1,500	1,500
Year ended August 31, 2008	-	-	-	*1,000	*1,000
Years ending August 31, 2009 (Forecast)	-	-	-	1,000	1,000

Note\*: The annual dividends per share for FY08/08 will increase by 250 yen to 1000 yen (after the stock split).

(Record date)	Total amount of cash dividends (Annual)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	Millions of yen	%	%
Year ended August 31, 2007	1,134	13.9	2.5
Year ended August 31, 2008	1,675	37.7	1.9
Years ending August 31, 2009 (Forecast)	-	18.0	-

3. Forecast of Consolidated Financial Results for Year ended August 31, 2009 (From September 1, 2008 to August 31, 2009)

(% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Recurring profit		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim term	312,000	4.6	8,500	2.8	8,500	(4.1)	4,400	(38.4)	2,625.45
Full year	628,000	3.8	17,700	14.2	17,900	10.7	9,300	126.2	5,549.25

4. Others

(1) Significant changes of subsidiaries during period under review (affecting specific subsidiaries due to changes in scope of consolidation):  
Not applicable

(2) Changes in the accounting principles, accounting procedures, presentation, etc., related to preparation of consolidated financial statements (those to be described as changes in significant matters that are the basis for preparing consolidated financial statements)

1) Changes due to the revision of accounting standards, etc.: No

2) Any changes other than 1) above: No

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

1) Total number of issued shares at the end of fiscal year (including treasury stock):

Year ended August 31, 2008: 1,675,902 shares                      Year ended August 31, 2007: 756,201 shares

2) Total number of treasury shares at the end of fiscal year:

Year ended August 31, 2008: - share                                      Year ended August 31, 2007: - share

Reference: Summary of Non-Consolidated Financial Results

1. Financial Results for Year ended August 31, 2008 (From September 1, 2007 to August 31, 2008)

(1) Non-Consolidated results of operations

(% indicates changes from the previous term)

	Net sales		Operating profit		Recurring profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended August 31, 2008	489,542	9.7	15,472	16.4	16,667	9.2	2,253	(69.8)
Year ended August 31, 2007	446,409	4.3	13,290	20.8	15,262	21.4	7,458	13.2

	Net income per share	Fully diluted net income per share
	Yen	Yen
Year ended August 31, 2008	1,453.97	-
Year ended August 31, 2007	9,862.76	-

(2) Non-Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Year ended August 31, 2008	201,549	59,172	29.4	35,307.56
Year ended August 31, 2007	171,844	50,225	29.2	66,418.53

Note: Equity for year ended August 31, 2008: 59,172 Millions of Yen      Year ended August 31, 2007: 50,225 Millions of Yen

2. Forecast of Consolidated Financial Results for Year ended August 31, 2009 (From September 1, 2008 to August 31, 2009)

(% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Recurring profit		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim term	253,000	5.3	7,900	(3.3)	8,200	(7.9)	4,300	(42.1)	2,565.78
Full year	511,000	4.4	15,900	2.8	16,700	0.2	8,700	286.1	5,191.23

\* Description of proper usage of these forecasts, and other special affairs

- These forecasts are based on the Company's current assumptions and beliefs in light of the information currently available to it, and involve known and unknown risks and uncertainties. The Company's actual results may differ materially from those discussed in these forecasts as a result of numerous factors outside of the Company's control.
- The Company implemented a 2-for-1 stock split on September 1, 2007.  
The Company implemented 163,500 stocks of primary offering on June 9, 2008.  
Net income and Net assets per share for the Fiscal Year ended August 31, 2007 are not reflected the impact of the stock split and primary offering.

*This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.*

## 1. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of yen)

Account item	As of August 31, 2007		As of August 31, 2008		Increase/Decrease
	Amount	(%)	Amount	(%)	Amount
(Assets)					
I Current assets					
1 Cash and deposits	24,485		21,129		(3,356)
2 Notes and accounts receivable—trade	14,780		18,891		4,110
3 Inventories	36,121		42,367		6,245
4 Deferred tax assets	5,533		6,172		638
5 Accounts receivable—other	13,313		-		(13,313)
6 Other	2,905		12,878		9,973
Allowance for doubtful accounts	(39)		(33)		5
Total current assets	97,101	48.1	101,404	43.0	4,303
II Fixed assets					
1 Tangible fixed assets					
(1) Buildings and structures	22,515		28,297		
Accumulated depreciation	9,631	12,884	10,612	17,685	4,800
(2) Machinery, equipment and vehicles	389		451		
Accumulated depreciation	244	144	201	249	104
(3) Land		29,894		45,924	16,029
(4) Construction in progress		842		4	(837)
(5) Other	4,956		5,204		
Accumulated depreciation	3,152	1,804	3,292	1,912	108
Total tangible fixed assets		45,570		65,776	20,206
2 Intangible fixed assets					
(1) Land lease rights		-		13,773	13,773
(2) Other		5,119		2,492	(2,626)
Total intangible fixed assets		5,119		16,265	11,146
3 Investment and other assets					
(1) Investment securities		20,914		20,136	(778)
(2) Long-term loans receivable		1,371		1,366	(4)
(3) Guarantee deposits		29,890		28,089	(1,801)
(4) Deferred tax assets		747		2,906	2,159
(3) Other		1,560		1,728	168
Allowance for doubtful accounts		(437)		(1,943)	(1,505)
Total investment and other		54,047		52,285	(1,761)
Total fixed assets		104,736		134,327	29,590
III Deferred assets					
Business commence expenses		-		192	192
Total Deferred tax assets		-		192	192
Total assets		201,838		235,924	34,086
		100.0		100.0	

(Millions of yen)

Account item	As of August 31, 2007		As of August 31, 2008		Increase/Decrease
	Amount	(%)	Amount	(%)	Amount
(Liabilities)					
I Current liabilities					
1 Accounts payable—trade	43,222		42,946		(276)
2 Short-term borrowings	24,014		27,768		3,754
3 Current portion of long-term borrowings	17,754		23,347		5,593
4 Current portion of bonds	1,225		600		(625)
5 Income taxes payable	4,945		5,553		608
6 Reserve for bonuses	1,709		1,841		131
7 Allowance for customer -discount points	11,858		12,955		1,097
8 Allowance for repair guarantee	12		-		(12)
9 Other	11,422		12,876		1,454
Total current liabilities	116,164	57.6	127,890	54.2	11,726
II Long-term liabilities					
1 Bonds	1,200		600		(600)
2 long-term borrowings	26,816		38,020		11,203
3 Reserve for retirement benefits	3,656		4,299		642
4 Reserve for retirement benefits for directors and corporate auditors	539		594		54
5 Other	986		1,356		370
Total long-term liabilities	33,199	16.4	44,871	19.0	11,671
Total liabilities	149,363	74.0	172,761	73.2	23,398
(Net assets)					
I Shareholders' equity					
1 Common stock	12,548		18,402		5,854
2 Capital surplus	12,122		17,976		5,854
3 Retained earnings	22,947		25,643		2,696
Total shareholders' equity	47,617	23.6	62,021	26.3	14,404
II Valuation and translation adjustments					
1 Net unrealized gain on available-for-sale securities	2,669		(1,212)		(3,882)
Total valuation and translation adjustments	2,669	1.3	(1,212)	(0.5)	(3,882)
III Minority interests	2,187	1.1	2,353	1.0	166
Total net assets	52,474	26.0	63,163	26.8	10,688
Total liabilities and net assets	201,838	100.0	235,924	100.0	34,086

(2) Consolidated Statements of Income

(Millions of yen)

Account item	Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)		Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)		Increase/Decrease
	Amount	(%)	Amount	(%)	Amount
I Net Sales	542,294	100.0	604,804	100.0	62,510
II Cost of sales	411,552	75.9	459,672	76.0	48,120
Gross profit	130,742	24.1	145,131	24.0	14,389
III Selling, general and administrative expenses	114,739	21.1	129,634	21.4	14,895
Operating profit	16,002	3.0	15,496	2.6	(505)
IV Non-operating profit					
1 Interest income	95		75		
2 Dividends received	64		379		
3 Commissions received	430		568		
4 Amortization of negative goodwill	105		105		
5 Rent income	953		862		
6 Advertisement fee income	494		428		
7 Gains on investments in anonymous association agreements	1,268		365		
8 Other	461	3,873	607	3,392	0.6
V Non-operating expenses					
1 Interest expenses	1,463		1,724		
2 Cost of rent	530		465		
3 Transfer to allowance for doubtful accounts	174		-		
4 Other	259	2,427	535	2,725	0.5
Recurring profit	17,448	3.2	16,164	2.7	(1,284)

(Millions of yen)

Account item	Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)		Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)		Increase/Decrease		
	Amount	(%)	Amount	(%)	Amount		
VI Extraordinary gains							
1 Gain on sales of fixed assets	0		265				
2 Gain on sales of investment securities	86		9				
3 Provision for doubtful accounts	1,694		1				
4 Gain on changes in equities	-		71				
5 Bad debt recovered	-	1,780	0.3	4,920	5,267	0.9	3,486
VII Extraordinary losses							
1 Loss on sales of fixed assets	-		3				
2 Loss on disposal of fixed assets	238		213				
3 Loss on sales of investment securities	7		0				
4 Loss on devaluation of investment securities	2,678		3,176				
5 Loss on retirement of tie-in shares	183		-				
6 Transfer to allowance for doubtful accounts	-		1,506				
7 Goodwill amortization	-		168				
8 Impairment loss	201		2,861				
9 Expenditure for capital investment into BS digital broadcasting	-		160				
10 Cancellation expenses accompanying termination of CS broadcasting	73		-				
11 Cancellation expenses accompanying termination of BS data broadcasting	-	3,382	0.6	148	8,238	1.4	4,856
Income before income taxes and minority interests		15,847	2.9		13,192	2.2	(2,654)
Income taxes-current	8,143		9,479				
Income taxes-deferred	(761)	7,381	1.4	(138)	9,340	1.5	1,959
Minority interest in loss or Minority interest in (income)		(319)	(0.0)		260	0.0	579
Net income		8,146	1.5		4,112	0.7	(4,034)

(3) Consolidated Statement of Changes in Net Assets

From September 1, 2006 to August 31, 2007

	Shareholders' equity			
	Common stock	Capital surplus	Retained earnings	Total shareholders' equity
Balance as of August 31, 2006 (Millions of yen)	12,548	12,122	15,551	40,221
Changes in fiscal year				
Dividend of surplus	-	-	(756)	(756)
Net income	-	-	8,146	8,146
Adjustment of surplus for newly-consolidated subsidiaries	-	-	5	5
Net changes other than shareholders' equity	-	-	-	-
Total changes in fiscal year (Millions of yen)	-	-	7,395	7,395
Balance as of August 31, 2007 (Millions of yen)	12,548	12,122	22,947	47,617

	Valuation and translation adjustments	Minority interests	Total net assets
	Net unrealized gain on other securities		
Balance as of August 31, 2006 (Millions of yen)	1,655	1,385	43,262
Changes in fiscal year			
Dividend of surplus	-	-	(756)
Net income	-	-	8,146
Adjustment of surplus for newly-consolidated subsidiaries	-	-	5
Net changes other than shareholders' equity	1,013	802	1,816
Total changes in fiscal year (Millions of yen)	1,013	802	9,211
Balance as of August 31, 2007 (Millions of yen)	2,669	2,187	52,474

From September 1, 2007 to August 31, 2008

	Shareholders' equity			
	Common stock	Capital surplus	Retained earnings	Total shareholders' equity
Balance as of August 31, 2007 (Millions of yen)	12,548	12,122	22,947	47,617
Changes in fiscal year				
Issue of new shares	5,854	5,854	-	11,708
Dividend of surplus	-	-	(1,134)	(1,134)
Net income	-	-	4,112	4,112
Adjustment of surplus for newly-consolidated subsidiaries	-	-	(281)	(281)
Net changes other than shareholders' equity	-	-	-	-
Total changes in fiscal year (Millions of yen)	5,854	5,854	2,696	14,404
Balance as of August 31, 2008 (Millions of yen)	18,402	17,976	25,643	62,021

	Valuation and translation adjustments	Minority interests	Total net assets
	Net unrealized gain on other securities		
Balance as of August 31, 2007 (Millions of yen)	2,669	2,187	52,474
Changes in fiscal year			
Issue of new shares	-	-	11,708
Dividend of surplus	-	-	(1,134)
Net income	-	-	4,112
Adjustment of surplus for newly-consolidated subsidiaries	-	-	(281)
Net changes other than shareholders' equity	(3,882)	166	(3,716)
Total changes in fiscal year (Millions of yen)	(3,882)	166	10,688
Balance as of August 31, 2008 (Millions of yen)	(1,212)	2,353	63,163



(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)	Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)	Increase/Decrease
Account item	Amount	Amount	Amount
I Cash flows from operating activities			
1 Pre-tax income	15,847	13,192	(2,654)
2 Depreciation and amortization	1,697	2,496	798
3 Impairment loss	201	2,861	2,660
4 Goodwill amortization	279	485	206
5 Net increase (decrease) in allowance for doubtful accounts	(1,519)	1,499	3,019
6 Net increase (decrease) in reserve for bonuses	217	127	(90)
7 Net increase in allowance for customer-discount points	391	1,097	705
8 Net increase in reserve for retirement benefits	493	642	148
9 Net increase in reserve for retirement benefits for directors and corporate auditors	36	54	18
10 Other increase (decrease) in allowances and reserves	(88)	(12)	76
11 Interest and dividend income	(159)	(454)	(294)
12 Interest expenses	1,463	1,724	261
13 Foreign exchange losses/gains	4	36	31
14 Gain on investment in anonymous association	(1,268)	(365)	903
15 Gain on sales of fixed assets	(0)	(265)	(264)
16 Loss on sales of fixed assets	-	3	3
17 Loss on disposal of fixed assets	238	213	(25)
18 Gain on sales of investment securities	(86)	(9)	77
19 Loss on sales of investment securities	7	0	(7)
20 Loss on devaluation of investment securities	2,678	3,176	498
21 Bad debt recovered	-	(4,920)	(4,920)
22 Loss on retirement of tie-in shares	183	-	(183)
23 Net decrease (increase) in trade notes and accounts receivable	(955)	(3,462)	(2,506)
24 Net decrease (increase) in inventories	(4,913)	(6,237)	(1,324)
25 Net increase (decrease) in trade notes and accounts payable	2,142	(786)	(2,928)
26 Other, net (operating activities)	(1,224)	(368)	856
Subtotal	15,666	10,730	(4,935)
27 Interest and dividends received	375	6,087	5,711
28 Interest paid	(1,501)	(1,737)	(236)
29 Income taxes paid	(7,404)	(8,821)	(1,416)
Net cash provided by operating activities	7,136	6,259	(876)

Consolidated Financial Results for the Fiscal Year ended August 31, 2008  
BIC CAMERA INC. (3048)

(Millions of yen)

	Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)	Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)	Increase/Decrease
Account item	Amount	Amount	Amount
<b>II Cash flows from investing activities</b>			
1 Deposit into term-deposits	(501)	(60)	441
2 Refund from term-deposits	220	841	621
3 Payments for purchases of tangible fixed assets	(4,700)	(27,172)	(22,471)
4 Proceeds from sale of tangible fixed assets	206	1,774	1,568
5 Payments for purchases of intangible fixed assets	(621)	(12,229)	(11,608)
6 Payments for purchases of investment securities	(5,910)	(9,488)	(3,578)
7 Proceeds from sale of investment securities	200	52	(148)
8 Payments for payment of investments	-	(0)	(0)
9 Proceeds from collection of investments	0	-	(0)
10 Payments for payment of guarantee deposits	(3,283)	(1,528)	1,755
11 Proceeds from refund of guarantee deposits	827	3,317	2,490
12 Payments for loans	(78)	(49)	29
13 Proceeds from collection of loans	142	152	9
14 Payments for additional acquisition of shares of consolidated subsidiaries	(129)	-	129
15 Proceeds from liquidation dividend of anonymous association agreements	-	4,920	4,920
16 Other, net (investing activities)	(74)	(18)	55
Net cash employed in investing activities	(13,702)	(39,488)	(25,785)
<b>III Cash flows from financing activities</b>			
1 Net increase (decrease) in short-term borrowings	10,749	3,754	(6,994)
2 Proceeds from long-term borrowings	14,715	40,100	25,384
3 Repayments of long-term borrowings	(28,616)	(23,302)	5,313
4 Repayment of bond redemption	(1,140)	(1,225)	(85)
5 Proceeds from issue of shares	-	11,649	11,649
6 Proceeds from issue of shares	338	598	260
7 Dividends paid	(750)	(1,126)	(376)
8 Dividends paid to minority interests	-	(78)	(78)
Net cash used in financial activities	(4,703)	30,369	35,072
<b>IV Foreign currency translation adjustments on cash and cash equivalents</b>	(4)	(36)	(31)
<b>V Net increase in cash and cash equivalents</b>	(11,275)	(2,895)	8,379
<b>VI Cash and cash equivalents at beginning of term</b>	33,108	22,012	(11,096)
<b>VII Increase in cash and cash equivalents from merger</b>	158	-	(158)
<b>VIII Cash and cash equivalents of newly consolidated subsidiaries</b>	19	319	299
<b>IX Cash and cash equivalents at end of the term</b>	22,012	19,435	(2,576)

(5) Sales by product line

Item		Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)		Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)		Increase/Decrease	
		Sales (Millions of yen)	Composition ratio(%)	Sales (Millions of yen)	Composition ratio(%)	Sales (Millions of yen)	Ratio(%)
Audio visual products	Cameras	12,254	2.3	12,850	2.1	595	4.9
	TV	41,778	7.7	51,020	8.4	9,241	22.1
	Video players, cameras	19,965	3.7	24,812	4.1	4,847	24.3
	Audio	22,644	4.2	24,177	4.0	1,533	6.8
	AV software	6,613	1.2	7,290	1.2	677	10.2
	Other	22,229	4.0	22,904	3.8	674	3.0
	Subtotal	125,486	23.1	143,055	23.6	17,569	14.0
Home appliances products	Refrigerators	11,235	2.1	12,557	2.1	1,321	11.8
	Washing machines	9,921	1.8	10,410	1.7	488	4.9
	Kitchen appliances	9,296	1.7	10,313	1.7	1,016	10.9
	Seasonal home electronics	14,500	2.7	17,582	2.9	3,082	21.3
	Personal care electronics	12,467	2.3	13,125	2.2	658	5.3
	Other	13,748	2.5	16,994	2.8	3,245	23.6
	Subtotal	71,170	13.1	80,983	13.4	9,813	13.8
Information communications equipment products	PC systems	64,885	12.0	71,009	11.7	6,124	9.4
	PC peripherals	62,213	11.5	65,128	10.8	2,914	4.7
	PC software	25,634	4.7	27,190	4.5	1,556	6.1
	Cellular phones	17,732	3.3	28,651	4.7	10,919	61.6
	Other	52,534	9.6	56,651	9.4	4,116	7.8
	Subtotal	223,000	41.1	248,631	41.1	25,631	11.5
Other products	Games	43,941	8.1	47,685	7.9	3,743	8.5
	Watches	15,718	2.9	16,092	2.7	373	2.4
	Books	1,734	0.3	1,691	0.3	(42)	(2.5)
	Glasses and contact lenses	4,673	0.9	4,855	0.8	182	3.9
	Other	54,811	10.2	58,455	9.6	3,644	6.6
	Subtotal	120,879	22.4	128,780	21.3	7,901	6.5
Retail goods sales		540,536	99.7	601,451	99.4	60,915	11.3
Other business		1,758	0.3	3,352	0.6	1,594	90.7
Total		542,294	100.0	604,804	100.0	62,510	11.5

Note: Above amount does not include consumption taxes.

## 2. Non-Consolidated Financial Statements

### (1) Non-Consolidated Balance Sheets

(Millions of yen)

Account item	As of August 31, 2007		As of August 31, 2008		Increase/Decrease
	Amount	(%)	Amount	(%)	Amount
(Assets)					
<b>I Current assets</b>					
1 Cash and deposits	11,307		11,861		554
2 Notes and accounts receivable—trade	12,265		15,312		3,046
3 Inventories	22,234		26,189		3,954
4 Stored items	61		121		59
5 Advances	10		538		528
6 Prepaid expenses	1,665		1,539		(125)
7 Deferred tax assets	5,432		6,021		589
8 Short-term loans receivable	5,778		6,088		310
9 Accounts receivable—other	13,217		9,998		(3,219)
10 Other	1,649		1,288		(361)
Allowance for doubtful accounts	(25)		(12)		12
<b>Total current assets</b>	<b>73,597</b>	<b>42.8</b>	<b>78,946</b>	<b>39.2</b>	<b>5,348</b>
<b>II Fixed assets</b>					
<b>I Tangible fixed assets</b>					
(1) Buildings	15,136		19,698		
Accumulated depreciation	6,490	8,645	7,423	12,275	3,629
(2) Structures	831		816		
Accumulated depreciation	424	407	459	357	(49)
(3) Machinery	25		97		
Accumulated depreciation	16	9	31	65	55
(4) Vehicles	72		75		
Accumulated depreciation	66	5	62	12	6
(5) Equipment	30		158		
Accumulated depreciation	8	21	58	99	78
(6) Land		23,336		38,198	14,862
(7) Construction in progress		35		-	(35)
<b>Total tangible fixed assets</b>	<b>32,461</b>	<b>18.9</b>	<b>51,008</b>	<b>25.3</b>	<b>18,546</b>

(Millions of yen)

Account item	As of August 31, 2007		As of August 31, 2008		Increase/Decrease
	Amount	(%)	Amount	(%)	Amount
2 Intangible fixed assets					
(1) Patent rights	0		-		(0)
(2) Land lease rights	2,366		13,356		10,990
(3) Trademark rights	19		14		(5)
(4) Software	445		1,334		889
(5) Suspense account of software	220		-		(220)
(6) Other	80		77		(3)
Total intangible fixed assets	3,132	1.8	14,782	7.3	11,649
3 Investment and other assets					
(1) Investment securities	20,142		18,361		(1,780)
(2) Stocks of subsidiaries and affiliates	12,257		9,409		(2,848)
(3) Investments	339		339		(0)
(4) Investments of subsidiaries	3		3		-
(5) Long-term loans receivable for employees	0		5		5
(6) Long-term loans receivable of subsidiaries	4,045		3,602		(442)
(7) Long-term prepaid expenses	61		335		274
(8) Deferred tax assets	698		2,815		2,116
(9) Guarantee deposits	25,148		23,484		(1,663)
(10) Other	117		121		4
Allowance for doubtful accounts	(163)		(1,667)		(1,503)
Total investment and other assets	62,652	36.5	56,812	28.2	(5,839)
Total fixed assets	98,246	57.2	122,602	60.8	24,356
Total assets	171,844	100.0	201,549	100.0	29,705

Consolidated Financial Results for the Fiscal Year ended August 31, 2008  
BIC CAMERA INC. (3048)

(Millions of yen)

Account item	As of August 31, 2007		As of August 31, 2008		Increase/Decrease
	Amount	(%)	Amount	(%)	Amount
(Liabilities)					
I Current liabilities					
1 Accounts payable—trade	33,324		31,630		(1,694)
2 Short-term borrowings	20,984		22,832		1,848
3 Current portion of long-term borrowings	15,649		19,388		3,738
4 Current portion of bonds	600		600		-
5 Accounts payable	4,222		4,267		44
6 Accrued expenses	1,878		2,143		265
7 Income taxes payable	4,503		5,239		736
8 Consumption taxes payable	354		590		235
9 Advance received	1,404		2,126		722
10 Deposit received	609		920		310
11 Advance received profits	69		71		1
12 Reserve for bonuses	1,310		1,466		155
13 Allowance for customer -discount points	10,871		11,839		968
14 Other	741		913		172
Total current liabilities	96,524	56.2	104,030	51.6	7,506
II Long-term liabilities					
1 Bonds	1,200		600		(600)
2 long-term borrowings	18,660		33,180		14,519
3 Long-term borrowings for subsidiaries and affiliates	1,998		919		(1,079)
4 Reserve for retirement benefits	1,940		2,376		436
5 Reserve for retirement benefits for directors and corporate auditors	537		590		53
5 Other	757		680		(77)
Total long-term liabilities	25,094	14.6	38,347	19.0	13,252
Total liabilities	121,618	70.8	142,377	70.6	20,759

(Millions of yen)

Account item	As of August 31, 2007		As of August 31, 2008		Increase/Decrease		
	Amount	(%)	Amount	(%)	Amount		
(Net assets)							
I Shareholders' equity							
1 Common stock		12,548	7.3		18,402	9.2	5,854
2 Capital surplus							
(1) Capital reserve	12,122			17,976			
Total capital surplus		12,122	7.1		17,976	8.9	5,854
3 Retained earnings							
(1) Legal reserve	27			27			
(2) Other retained earnings							
General reserve	8,760			8,760			
Retained earnings carried forward	14,097			15,217			
Total retained earnings		22,885	13.3		24,004	11.9	1,119
Total shareholders' equity		47,555	27.7		60,383	30.0	12,827
II Valuation and translation adjustments							
1 Net unrealized gain on available-for-sale securities		2,670	1.5		(1,211)	(0.6)	(3,881)
Total valuation and translation adjustments		2,670	1.5		(1,211)	(0.6)	(3,881)
Total net assets		50,225	29.2		59,172	29.4	8,946
Total liabilities and net assets		171,844	100.0		201,549	100.0	29,705

(2) Non-Consolidated Statements of Income and Expense

(Millions of yen)

Account item	Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)		Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)		Increase/Decrease		
	Amount	(%)	Amount	(%)	Amount		
I Net Sales		446,409	100.0		489,542	100.0	43,133
II Cost of sales							
1 Opening inventories	19,483			22,234			
2 Amounts of purchase	340,707			373,776			
Total	360,191			396,011			
3 Closing inventories	22,234	337,956	75.7	26,189	369,822	75.5	31,865
Gross profit		108,452	24.3		119,720	24.5	11,267
III Selling, general and administrative expenses							
1 Advertisement expenses	5,388			5,545			
2 Commissions expenses	6,373			7,916			
3 Promotion expenses	3,610			3,855			
4 Customer-discount points	33,057			35,295			
5 Allowance for customer-discount points	212			1,041			
6 Salaries	11,950			13,721			
7 Reserve for bonuses	1,310			1,466			
8 Retirement benefits	505			508			
9 Allowance for retirement benefits for directors and corporate auditors	66			53			
10 Rents	15,141			14,070			
11 Depreciation	908			1,466			
12 Transfer to allowance for doubtful accounts	8			-			
13 Other	16,628	95,162	21.3	19,308	104,248	21.3	9,085
Operating profit		13,290	3.0		15,472	3.2	2,182
IV Non-operating profit							
1 Interest income	240			228			
2 Dividends received	53			464			
3 Commissions received	-			567			
4 Rent income	1,155			1,124			
5 Advertisement fee income	494			430			
6 Gains on investments in anonymous association agreements	1,268			365			
7 Other	735	3,947	0.8	469	3,650	0.7	(297)
V Non-operating expenses							
1 Interest expenses	1,127			1,417			
2 Bond interest	17			12			
3 Cost of rent	676			625			
4 Other	154	1,975	0.4	399	2,454	0.5	478
Recurring profit		15,262	3.4		16,667	3.4	1,405



Consolidated Financial Results for the Fiscal Year ended August 31, 2008  
BIC CAMERA INC. (3048)

(Millions of yen)

Account item	Previous consolidated fiscal year (From September 1, 2006 to August 31, 2007)		Current consolidated fiscal year (From September 1, 2007 to August 31, 2008)		Increase/Decrease		
	Amount	(%)	Amount	(%)	Amount		
VI Extraordinary gains							
1 Gain on sales of fixed assets	0		-				
2 Gain on sales of investment securities	36		48				
3 Gain on sales of subsidiaries stocks	51		-				
4 Provision for doubtful accounts	1,694		14				
5 Bad debt recovered	-	1,782	0.4	4,920	4,983	1.0	3,201
VII Extraordinary losses							
1 Loss on sales of fixed assets	-		0				
2 Loss on disposal of fixed assets	192		132				
3 Loss on sales of investment securities	-		0				
4 Loss on devaluation of investment securities	2,653		3,176				
5 Loss on sale of subsidiaries stocks	7		-				
6 Loss on devaluation of subsidiaries stocks	-		2,848				
7 Transfer to allowance for doubtful accounts	-		1,506				
8. Impairment loss	6	2,859	0.6	2,783	10,447	2.1	7,587
Income before income taxes and minority interests		14,185	3.2		11,204	2.3	(2,981)
Income taxes-current	7,493		8,998				
Income taxes-deferred	(765)	6,727	1.5	(48)	8,950	1.8	2,223
Net income		7,458	1.7		2,253	0.5	(5,204)

(3) Non-Consolidated Statement of Changes in Net Assets

From September 1, 2006 to August 31, 2007

	Shareholders' equity					
	Common stock	Capital surplus	Retained earnings			Total shareholders' equity
		Capital reserve	Legal reserve	Other retained earnings		
				General reserve	Retained earnings carried forward	
Balance as of August 31, 2006 (Millions of yen)	12,548	12,122	27	8,760	7,395	16,183
Changes in term						
Dividend of surplus	-	-	-	-	(756)	(756)
Net income	-	-	-	-	7,458	7,458
Net changes other than shareholders' equity	-	-	-	-	-	-
Total changes in term (Millions of yen)	-	-	-	-	6,702	6,702
Balance as of August 31, 2007 (Millions of yen)	12,548	12,122	27	8,760	14,097	22,885

	Shareholders' equity	Valuation and translation adjustments	Total net assets
	Total shareholders' equity	Net unrealized gain on available-for-sale securities	
Balance as of August 31, 2006 (Millions of yen)	40,853	1,704	42,557
Changes in term			
Dividend of surplus	(756)	-	(756)
Net income	7,458	-	7,458
Net changes other than shareholders' equity	-	965	965
Total changes in term (Millions of yen)	6,702	965	7,667
Balance as of August 31, 2007 (Millions of yen)	47,555	2,670	50,225

From September 1, 2007 to August 31, 2008

	Shareholders' equity					
	Common stock	Capital surplus	Retained earnings			Total shareholders' equity
		Capital reserve	Legal reserve	Other retained earnings		
				General reserve	Retained earnings carried forward	
Balance as of August 31, 2007 (Millions of yen)	12,548	12,122	27	8,760	14,097	22,885
Changes in term						
Issue of new shares	5,854	5,854	-	-	-	-
Dividend of surplus	-	-	-	-	(1,134)	(1,134)
Net income	-	-	-	-	2,253	2,253
Net changes other than shareholders' equity	-	-	-	-	-	-
Total changes in term (Millions of yen)	5,854	5,854	-	-	1,119	1,119
Balance as of August 31, 2008 (Millions of yen)	18,402	17,976	27	8,760	15,217	24,004

	Shareholders' equity	Valuation and translation adjustments	Total net assets
	Total shareholders' equity	Net unrealized gain on available-for-sale securities	
Balance as of August 31, 2007 (Millions of yen)	47,555	2,670	50,225
Changes in term			
Issue of new shares	11,708	-	11,708
Dividend of surplus	(1,134)	-	(1,134)
Net income	2,253	-	2,253
Net changes other than shareholders' equity	-	(3,881)	(3,881)
Total changes in term (Millions of yen)	12,827	(3,881)	8,946
Balance as of August 31, 2008 (Millions of yen)	60,383	(1,211)	59,172