



## First Half ended February 28, 2007 Financial Results (Consolidated)

April 12, 2007

Company name: BICCAMERA INC. Stock listing: JASDAQ  
 Code number: 3048 Headquarter: Tokyo

(URL: <http://www.biccamera.com/>)

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Date of Board Meeting for First Half ended February 28, 2007: April 12, 2007

The accounting methods used in this report are not consistent with standard U.S. accounting methods

### 1. Consolidated Results of First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)

#### (1) Consolidated financial results

(Amounts of less than 1 Million Yen are discarded)

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Half ended February 28, 2007	264,678	20.1	7,949	23.4	8,627	25.9
First Half ended February 28, 2006	220,385	-	6,439	-	6,852	-
Year ended August 31, 2006	480,453		12,084		12,729	

	Net income		Net income per share	Fully diluted net income per share
	Millions of yen	%	Yen	Yen
First Half ended February 28, 2007	3,284	24.1	4,344.07	-
First Half ended February 28, 2006	2,646	-	4,159.11	-
Year ended August 31, 2006	6,007		9,310.57	-

Notes:

#### 1) Equity in earnings of non-consolidated subsidiaries:

First Half ended February 28, 2007: - Million Yen      First Half ended February 28, 2006: - Million Yen      Year ended August 31, 2006: - Million Yen

#### 2) Average number of shares outstanding (consolidated):

First Half ended February 28, 2007: 756,201 shares      First Half ended February 28, 2006: 636,345 shares      Year ended August 31, 2006: 645,259 shares

#### 3) Change in accounting method: Not Applicable

#### 4) The percentage figures for net sales, operating income, ordinary income and net income represent percentages increased or decreased against the same period of the previous year.

#### (2) Consolidated financial position

(Amounts of less than 1 Million Yen are discarded)

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
First Half ended February 28, 2007	196,877	49,114	24.1	62,814.17
First Half ended February 28, 2006	183,030	18,813	10.3	29,340.54
Year ended August 31, 2006	190,639	43,262	22.0	55,378.95

Note: Number of shares outstanding (consolidated)

as of February 28, 2007: 756,201 shares      as of February 28, 2006: 641,201 shares      as of August 31, 2006: 756, 201 shares

#### (3) Consolidated cash flows

(Amounts of less than 1 Million Yen are discarded)

	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
First Half ended February 28, 2007	(6,040)	(9,559)	4,853	22,385
First Half ended February 28, 2006	(3,701)	(10,612)	10,351	23,800
Year ended August 31, 2006	7,336	(12,177)	10,182	33,108

(4) Scope of consolidation and application of the equity method

Number of consolidated subsidiaries: 13

Number of non-consolidated subsidiaries accounted for by equity method: 0

Number of affiliates accounted for by equity method: 0

(5) Change in the scope of consolidation and application of the equity method

Consolidation (New): 1

(Exclusion): 0

Equity method (New): 0

(Exclusion): 0

2. Forecast Consolidated Performance for Year ending August 31, 2007 (From September 1, 2006 to August 31, 2007)

	Net sales	Ordinary income	Net income
	Millions of yen	Millions of yen	Millions of yen
Year ending August 31, 2007	538,000	15,700	6,800

Reference: Expected net income per share of common stock for year ending August 31, 2007: 8,992.32 Yen

Note: 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.

Please see p. 9 of attached materials for matters with regard to the above forecasts.

*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.*

#### 4. Consolidated Financial Statements, etc.

##### Consolidated Financial Statements 1) Consolidated Balance Sheets

(Millions of yen)

Account item	As of February 28, 2006		As of February 28, 2007		As of August 31, 2006	
	Amount	(%)	Amount	(%)	Amount	(%)
(Assets)						
<b>I Current assets</b>						
1 Cash and deposits	25,686		24,610		35,300	
2 Notes and accounts receivable—trade	13,707		14,220		13,413	
3 Inventories	32,424		35,049		30,354	
4 Other	12,012		14,675		14,209	
Allowance for doubtful accounts	(61)		(24)		(16)	
Total current assets	83,769	45.8	88,530	45.0	93,262	48.9
<b>II Fixed assets</b>						
<b>1 Tangible fixed assets</b>						
(1) Buildings and structures	8,790		11,090		8,785	
(2) Land	30,219		29,904		29,919	
(3) Other	1,924	40,934	2,693	43,688	1,852	40,556
<b>2 Intangible fixed assets</b>						
(1) Consolidation adjust account	1,446		-		1,315	
(2) Goodwill	-		1,143		-	
(3) Other	3,553	4,999	3,752	4,896	3,561	4,876
<b>3 Investment and other assets</b>						
(1) Investment securities	19,482		25,379		16,305	
(2) Guarantee deposits	27,203		27,625		26,920	
(3) Other	8,862		9,249		11,048	
Allowance for doubtful accounts	(2,220)	53,326	(2,491)	59,761	(2,331)	51,943
Total fixed assets		99,261	108,346	55.0	97,376	51.1
Total assets		183,030	196,877	100.0	190,639	100.0

(Millions of yen)

Account item	As of February 28, 2006		As of February 28, 2007		As of August 31, 2006	
	Amount	(%)	Amount	(%)	Amount	(%)
(Liabilities)						
I Current liabilities						
1 Accounts payable—trade	34,901		35,660		40,583	
2 Short-term borrowings	21,727		32,570		13,265	
3 Current portion of long-term borrowings	29,594		18,208		24,338	
4 Current portion of bonds	1,530		1,090		1,140	
5 Income taxes payable	3,788		3,847		4,083	
6 Reserve for bonuses	1,168		1,328		1,472	
7 Allowance for customer - discount points	10,578		11,407		11,353	
8 Allowance for repair guarantee	180		45		100	
9 Other	8,965		9,042		9,596	
Total current liabilities	112,433	61.4	113,200	57.5	105,932	55.6
II Long-term liabilities						
1 Bonds	2,975		1,880		2,425	
2 long-term borrowings	41,661		27,153		34,132	
3 Reserve for retirement benefits	2,935		3,402		3,150	
4 Reserve for retirement benefits for directors and corporate auditors	479		509		503	
5 Other	2,079		1,615		1,232	
Total long-term liabilities	50,130	27.4	34,561	17.6	41,443	21.7
Total liabilities	162,564	88.8	147,762	75.1	147,376	77.3
(Minority interests)						
Minority interests	1,653	0.9	-	-	-	-
(Shareholders' equity)						
I Common stock	1,623	0.9	-	-	-	-
II Capital surplus	1,197	0.6	-	-	-	-
III Retained earnings	12,194	6.7	-	-	-	-
IV Net unrealized gain on available-for-sale securities	3,798	2.1	-	-	-	-
Total shareholders' equity	18,813	10.3	-	-	-	-
Total liabilities, minority interests and shareholders' equity	183,030	100.0	-	-	-	-

(Millions of yen)

Account item	As of February 28, 2006		As of February 28, 2007		As of August 31, 2006	
	Amount	(%)	Amount	(%)	Amount	(%)
(Net assets)						
I Shareholders' equity						
1 Common stock	-		12,548		12,548	
2 Capital surplus	-		12,122		12,122	
3 Retained earnings	-		18,085		15,551	
Total shareholders' equity	-	-	42,756	21.7	40,221	21.1
II Valuation and translation adjustments						
1 Net unrealized gain on available-for-sale securities	-		4,743		1,655	
Total valuation and translation adjustments	-	-	4,743	2.4	1,655	0.9
III Minority interests	-	-	1,614	0.8	1,385	0.7
Total net assets	-	-	49,114	24.9	43,262	22.7
Total liabilities and net assets	-	-	196,877	100.0	190,639	100.0

## 2) Consolidated Statements of Income

(Millions of yen)

Account item	First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)		First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)		Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)	
	Amount	(%)	Amount	(%)	Amount	(%)
I Net Sales	220,385	100.0	264,678	100.0	480,453	100.0
II Cost of sales	166,173	75.4	201,457	76.1	364,296	75.8
Gross profit	54,212	24.6	63,221	23.9	116,156	24.2
III Selling, general and administrative expenses	47,773	21.7	55,272	20.9	104,072	21.7
Operating income	6,439	2.9	7,949	3.0	12,084	2.5
IV Non-operating income						
1 Interest income	27		49		83	
2 Dividends received	43		24		108	
3 Commissions received	-		211		-	
4 Amortization of consolidation adjustment account	7		-		-	
5 Amortization of negative goodwill	-		53		-	
6 Rent income	499		498		1,010	
7 Advertisement fee income	222		283		453	
8 Gains on investments in anonymous association agreements	621		621		1,251	
9 Other	202	1,624	253	1,996	478	3,386
V Non-operating expenses						
1 Interest expenses	789		747		1,677	
2 Cost of rent	291		282		574	
3 Transfer to allowance for doubtful accounts	-		174		123	
4 Other	130	1,210	114	1,318	366	2,741
Ordinary income		6,852		8,627		12,729
VI Extraordinary gains						
1 Gain on sales of fixed assets	-		-		40	
2 Gain on sales of investment securities	43		49		391	
3 Provision for doubtful accounts	7		-		45	
4 Bad debt recovered	65	116	-	49	65	543
VII Extraordinary losses						
1 Loss on sales of fixed assets	1		-		8	
2 Loss on disposal of fixed assets	1		42		20	
3 Loss on sales of investment securities	144		-		144	
4 Loss on devaluation of investment securities	-		1,953		10	
5 Loss on liquidation of subsidiaries and affiliates	-		-		13	
6 Loss on changes in equities	88		-		88	
7 Loss on bad debt	24		-		24	
8 Impairment loss	959		157		1,083	
9 Cancellation expenses accompanying termination of CS broadcasting	-	1,219	73	2,226	-	1,392
Income before income taxes and minority interests		5,749		6,450		11,880
Income taxes-current	3,740		3,692		6,875	
Income taxes-deferred	(357)	3,383	(728)	2,964	(786)	6,089
Minority interest in loss or Minority interest in (income)		279		(201)		217
Net income		2,646		3,284		6,007

## 3) Consolidated Statement of Surplus

(Millions of yen)

Account item	First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)	
	Amount	
(Capital surplus)		
I Balance, September 1, 2005		623
II Increase of capital surplus		
1 Issue of new shares by capital increase	573	573
III Balance, February 28, 2006		1,197
(Retained earnings)		
I Balance, September 1, 2005		9,706
II Increase of retained earnings		
1 Net income	2,646	2,646
III Decrease of retained earnings		
1 Cash dividends	158	158
IV Balance, February 28, 2006		12,194

4) Consolidated Statement of Changes in Net Assets  
 First Half ended February 28, 2007 (From September 1, 2006 to February 28, 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 term				
Dividend of surplus	-	-	(756)	(756)
Net income	-	-	3,284	3,284
Adjustment of surplus for newly-consolidated subsidiaries	-	-	5	5
Net changes other than shareholders' equity	-	-	-	-
Total changes in term (Millions of yen)	-	-	2,534	2,534
Balance as of February 28, 2007 (Millions of yen)	12,548	12,122	18,085	42,756

	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 term			
Dividend of surplus	-	-	(756)
Net income	-	-	3,284
Adjustment of surplus for newly-consolidated subsidiaries	-	-	5
Net changes other than shareholders' equity	3,088	229	3,317
Total changes in term (Millions of yen)	3,088	229	5,851
Balance as of February 28, 2007 (Millions of yen)	4,743	1,614	49,114



Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)

	Shareholders' equity			
	Common stock	Capital surplus	Retained earnings	Total shareholders' equity
Balance as of August 31, 2005 (Millions of yen)	1,050	623	9,706	11,380
Changes in fiscal year				
Issue of new shares	11,498	11,498	-	22,996
Dividend of surplus	-	-	(158)	(158)
Net income	-	-	6,007	6,007
Other	-	-	(3)	(3)
Net changes other than shareholders' equity	-	-	-	-
Total changes in fiscal year (Millions of yen)	11,498	11,498	5,845	28,841
Balance as of August 31, 2006 (Millions of yen)	12,548	12,122	15,551	40,221

	Valuation and translation adjustments	Minority interests	Total net assets
	Net unrealized gain on other securities		
Balance as of August 31, 2005 (Millions of yen)	487	957	12,824
Changes in fiscal year			
Issue of new shares	-	-	22,996
Dividend of surplus	-	-	(158)
Net income	-	-	6,007
Other	-	-	(3)
Net changes other than shareholders' equity	1,168	427	1,596
Total changes in fiscal year (Millions of yen)	1,168	427	30,438
Balance as of August 31, 2006 (Millions of yen)	1,655	1,385	43,262

## 5) Consolidated Statements of Cash Flows

(Millions of yen)

	First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)	First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)	Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)
Account item	Amount	Amount	Amount
<b>I Cash flows from operating activities</b>			
1 Pre-tax income	5,749	6,450	11,880
2 Depreciation and amortization	777	792	1,559
3 Impairment loss	959	157	1,083
4 Consolidation adjustment account amortization	(7)	-	134
5 Goodwill amortization	-	140	-
6 Net increase (decrease) in allowance for doubtful accounts	(7)	169	66
7 Net increase (decrease) in reserve for bonuses	171	(143)	474
8 Net increase in allowance for customer-discount points	443	53	1,218
9 Net increase in reserve for retirement benefits	156	252	371
10 Net increase in reserve for retirement benefits for directors and corporate auditors	88	6	112
11 Other increase (decrease) in allowances and reserves	-	(55)	(80)
12 Interest and dividend income	(71)	(74)	(192)
13 Interest expenses	789	747	1,677
14 Foreign exchange losses/gains	(19)	(4)	(23)
15 Gain on investment in anonymous association	(621)	(621)	(1,251)
16 Gain on sales of fixed assets	-	-	(40)
17 Loss on sales of fixed assets	1	-	8
18 Loss on disposal of fixed assets	1	42	20
19 Gain on sales of investment securities	(43)	(49)	(391)
20 Loss on sales of investment securities	144	-	144
21 Loss on devaluation of investment securities	-	1,953	10
22 Net decrease (increase) in trade notes and accounts receivable	(383)	(66)	(880)
23 Net decrease (increase) in inventories	(3,593)	(4,694)	(1,522)
24 Net increase (decrease) in trade notes and accounts payable	(4,700)	(4,963)	1,058
25 Other, net (operating activities)	(46)	(1,573)	(557)
Subtotal	(211)	(1,480)	14,877
26 Interest and dividends received	253	81	523
27 Interest paid	(812)	(763)	(1,732)
28 Income taxes paid	(2,930)	(3,877)	(6,332)
Net cash provided by operating activities	(3,701)	(6,040)	7,336

(Millions of yen)

	First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)	First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)	Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)
Account item	Amount	Amount	Amount
<b>II Cash flows from investing activities</b>			
1 Deposit into term-deposits	(533)	(243)	(850)
2 Refund from term-deposits	34	210	44
3 Payments for purchases of tangible fixed assets	(2,742)	(2,696)	(3,183)
4 Proceeds from sale of tangible fixed assets	0	5	585
5 Payments for purchases of intangible fixed assets	(441)	(358)	(635)
6 Payments for purchases of investment securities	(8,032)	(5,910)	(8,904)
7 Proceeds from sale of investment securities	51	111	727
8 Proceeds from collection of investments	36	-	36
9 Payments for payment of guarantee deposits	(177)	(1,463)	(816)
10 Proceeds from refund of guarantee deposits	415	695	1,340
11 Payments for loans	(3,580)	(17)	(4,693)
12 Proceeds from collection of loans	3,001	110	3,075
13 Payments for additional acquisition of shares of consolidated subsidiaries	-	-	(353)
14 Proceeds from additional acquisition of shares of subsidiaries accompanied by change in scope of consolidation	1,349	-	1,349
15 Proceeds from sales of shares of subsidiaries accompanied by change in scope of consolidation	37	-	37
16 Other, net (investing activities)	(31)	(3)	62
<b>Net cash employed in investing activities</b>	<b>(10,612)</b>	<b>(9,559)</b>	<b>(12,177)</b>
<b>III Cash flows from financing activities</b>			
1 Net increase (decrease) in short-term borrowings	5,089	19,305	(3,372)
2 Proceeds from long-term borrowings	14,800	3,862	18,010
3 Repayments of long-term borrowings	(13,180)	(16,971)	(28,814)
4 Proceeds from bond issuance	2,955	-	2,955
5 Repayment of bond redemption	(300)	(595)	(1,240)
6 Proceeds from issue of shares	1,146	-	22,858
7 Dividends paid	(158)	(748)	(158)
8 Other, net (financing activities)	-	-	(56)
<b>Net cash used in financial activities</b>	<b>10,351</b>	<b>4,853</b>	<b>10,182</b>
<b>IV Foreign currency translation adjustments on cash and cash equivalents</b>	<b>19</b>	<b>4</b>	<b>23</b>
<b>V Net increase in cash and cash equivalents</b>	<b>(3,942)</b>	<b>(10,743)</b>	<b>5,364</b>
<b>VI Cash and cash equivalents at beginning of term</b>	<b>27,545</b>	<b>33,108</b>	<b>27,545</b>
<b>VII Increase in cash and cash equivalents from merger</b>	<b>198</b>	<b>-</b>	<b>198</b>
<b>VIII Cash and cash equivalents of newly consolidated subsidiaries</b>	<b>-</b>	<b>19</b>	<b>-</b>
<b>IX Cash and cash equivalents at end of the term</b>	<b>23,800</b>	<b>22,385</b>	<b>33,108</b>

## 5. Sales

### (1) Sales by region

Prefecture	First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)		First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)		Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)	
	Sales (Millions of yen)	Composition ratio (%)	Sales (Millions of yen)	Composition ratio (%)	Sales (Millions of yen)	Composition ratio (%)
Hokkaido	11,171	5.1	10,566	4.0	22,049	4.6
Gunma	2,188	1.0	1,951	0.7	4,203	0.9
Saitama	8,266	3.8	11,497	4.3	19,434	4.0
Chiba	7,108	3.2	6,582	2.5	14,247	3.0
Tokyo	138,939	63.0	150,504	56.9	295,087	61.4
Kanagawa	12,020	5.4	23,752	9.0	25,906	5.4
Niigata	-	-	-	-	478	0.1
Aichi	13,368	6.1	15,118	5.7	28,387	5.9
Kyoto	-	-	2,812	1.1	2,813	0.6
Osaka	13,235	6.0	22,726	8.6	35,717	7.4
Hyogo	-	-	2,071	0.8	1,901	0.4
Hiroshima	-	-	-	-	443	0.1
Fukuoka	6,522	3.0	6,158	2.3	12,872	2.7
Internet sale	4,097	1.8	10,046	3.8	12,497	2.6
Retail goods sales	216,919	98.4	263,788	99.7	476,039	99.1
Other business	3,466	1.6	890	0.3	4,413	0.9
Total	220,385	100.0	264,678	100.0	480,453	100.0

Note: Above amount does not include consumption taxes.

## (2) Sales by product line

Item		First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)		First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)		Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)	
		Sales (Millions of yen)	Composition ratio (%)	Sales (Millions of yen)	Composition ratio (%)	Sales (Millions of yen)	Composition ratio (%)
Audio visual products	Cameras	5,845	2.7	6,080	2.3	11,055	2.3
	TV	18,562	8.4	20,371	7.7	37,592	7.8
	Video players, cameras	11,294	5.1	10,219	3.9	21,486	4.5
	Audio	13,836	6.3	12,071	4.6	25,332	5.3
	AV software	3,894	1.7	3,260	1.2	7,005	1.5
	Other	6,816	3.1	11,123	4.2	17,430	3.6
	Subtotal	60,249	27.3	63,126	23.9	119,903	25.0
Home appliances	Refrigerators	4,385	2.0	4,466	1.7	10,602	2.2
	Washing machines	3,933	1.8	4,459	1.7	9,072	1.9
	Kitchen appliances	4,196	1.9	4,688	1.8	8,343	1.7
	Seasonal home electronics	6,037	2.7	5,380	2.0	13,777	2.9
	Personal care electronics	5,633	2.6	6,409	2.4	11,299	2.4
	Other	6,146	2.8	6,831	2.6	12,563	2.6
	Subtotal	30,333	13.8	32,235	12.2	65,659	13.7
Information communications equipment products	PC systems	29,515	13.4	30,675	11.6	64,132	13.3
	PC peripherals	26,374	12.0	30,922	11.7	56,002	11.7
	PC software	6,116	2.8	12,000	4.5	18,154	3.8
	Cellular phones	7,632	3.4	8,194	3.1	15,588	3.2
	Other	21,042	9.5	25,701	9.7	46,964	9.8
	Subtotal	90,681	41.1	107,495	40.6	200,842	41.8
Other products	TV games	10,812	4.9	23,360	8.8	27,289	5.7
	Watches	7,800	3.5	7,842	3.0	15,336	3.2
	Books	668	0.3	906	0.3	1,619	0.3
	Glasses and contact lenses	2,114	1.0	2,248	0.8	4,428	0.9
	Other	14,258	6.5	26,573	10.1	40,958	8.5
	Subtotal	35,654	16.2	60,930	23.0	89,632	18.6
Retail goods sales		216,919	98.4	263,788	99.7	476,039	99.1
Other business		3,466	1.6	890	0.3	4,413	0.9
Total		220,385	100.0	264,678	100.0	480,453	100.0

Note: Above amount does not include consumption taxes.

(3) Sales per unit

	First Half ended February 28, 2006 (From September 1, 2005 to February 28, 2006)	First Half ended February 28, 2007 (From September 1, 2006 to February 28, 2007)	Year ended August 31, 2006 (From September 1, 2005 to August 31, 2006)
Sales (retail goods sales) (millions of yen)	216,919	263,788	476,039
Sales floor space (average during term) (sq.m)	117,584	170,042	163,409
Sales per square meter (thousands of yen)	1,844	1,551	2,913
Number of employees (average during term) (person)	3,433	4,299	3,929
Sales per person (thousands of yen)	63,186	61,360	121,160

Notes: 1. Above amount does not include consumption taxes.  
2. Number of employees does not include temporary workers.