



Third Quarter ended May 31, 2008 Financial Results (Consolidated)

July 8, 2008

Company name: BIC CAMERA INC. Stock listing: Tokyo Stock Exchange, JASDAQ
Code number: 3048 URL: <http://www.biccamera.co.jp/>
Representative: Hiroyuki Miyajima, Representative Director and President
Contact: Masaaki Kanazawa, Managing Director, General Manager Accounting Division
Telephone: +81-3-3987-8785

(Amounts of less than 1 Million Yen are discarded)

1. Consolidated Results of Third Quarter ended May 31, 2008 (From September 1, 2007 to May 31, 2008)

(1) Consolidated financial results

(% indicates changes from the previous term)

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Third Quarter ended May 31, 2008	451,614	11.5	12,950	(2.6)	13,473	(6.2)
Third Quarter ended May 31, 2007	405,202	14.0	13,289	35.5	14,367	43.5
Year ended August 31, 2007	542,294	-	16,002	-	17,448	-

	Net income		Net income per share	Fully diluted net income per share
	Millions of yen	%	Yen	Yen
Third Quarter ended May 31, 2008	9,347	45.7	6,180.34	-
Third Quarter ended May 31, 2007	6,415	58.6	*8,483.57	-
Year ended August 31, 2007	8,146	-	*10,772.56	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Third Quarter ended May 31, 2008	253,514	57,413	21.6	36,288.67
Third Quarter ended May 31, 2007	205,221	51,934	24.4	*66,151.77
Year ended August 31, 2007	201,838	52,474	24.9	*66,499.42

(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
Third Quarter ended May 31, 2008	742	(35,764)	35,548	22,818
Third Quarter ended May 31, 2007	190	(11,235)	1,640	23,739
Year ended August 31, 2007	7,136	(13,702)	(4,703)	22,012

Note*: The Company implemented a 2-for-1 stock split on September 1, 2007.

The stock split has been resolved at the Board of Directors meeting held on July 9, 2007.

Net income and Net assets per share for the Third Quarter ended May 31, 2007 and the Fiscal Year ended August 31, 2007 are not reflected the impact of the stock split.

2. Dividends

	Cash dividends per share
(Record date)	Third Quarter ended
	Yen
Third Quarter ended May 31, 2007	-
Third Quarter ended May 31, 2008	-

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

(% indicates changes from the previous term)

	Sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	610,000	12.5	17,700	10.6	18,200	4.3	12,000	47.3	7,742.31

Note: Expecting Net income per share, no revisions have been made to initial interim and full-year forecasts announced on April 14, 2008.

4. Others

(1) Significant changes of subsidiaries during period under review (affecting specific subsidiaries due to changes in scope of consolidation): No

(2) Adoption of simplified accounting method: Yes

(3) Change in accounting policies from the previous consolidated financial statements: No

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.

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. (Summary) Consolidated Financial Statements

(1) (Summary) Consolidated Balance Sheets

(Millions of yen)

Account item	As of May 31, 2007		As of May 31, 2008		Increase (decrease)		(Reference) As of August 31, 2007	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
(Assets)								
I Current assets								
1 Cash and deposits	26,213		24,511		(1,701)		24,485	
2 Notes and accounts receivable—trade	17,644		21,403		3,759		14,780	
3 Inventories	37,942		49,911		11,969		36,121	
4 Other	16,734		17,979		1,244		21,752	
Allowance for doubtful accounts	(30)		(36)		(6)		(39)	
Total current assets	98,504	48.0	113,769	44.9	15,265	15.5	97,101	48.1
II Fixed assets								
1 Tangible fixed assets								
(1) Buildings and structures	11,531		18,109		6,577		12,884	
(2) Land	29,914		48,371		18,457		29,894	
(3) Other	3,056		2,185		(871)		2,791	
Total tangible fixed assets	44,503	21.7	68,666	27.1	24,162	54.3	45,570	22.6
2 Intangible fixed assets								
(1) Goodwill	1,074		979		(94)		1,242	
(2) Land lease rights	2,783		13,773		10,990		2,783	
(3) Other	948		1,760		812		1,093	
Total intangible fixed assets	4,805	2.3	16,513	6.5	11,708	243.7	5,119	2.5
3 Investment and other assets								
(1) Investment securities	24,290		21,169		(3,120)		20,914	
(2) Guarantee deposits	27,771		27,915		144		29,890	
(3) Other	7,837		5,712		(2,124)		3,679	
Allowance for doubtful accounts	(2,489)		(437)		2,052		(437)	
Total investment and other assets	57,408	28.0	54,360	21.4	(3,048)	(5.3)	54,047	26.8
Total fixed assets	106,717	52.0	139,540	55.0	32,823	30.8	104,736	51.9
III Deferred assets	-	-	203	0.1	203	-	-	-
Total assets	205,221	100.0	253,514	100.0	48,292	23.5	201,838	100.0

Third Quarter ended May 31, 2008 Financial Results (Consolidated)
BIC CAMERA INC. (3048)

(Millions of yen)

Account item	As of May 31, 2007		As of May 31, 2008		Increase (decrease)		(Reference) As of August 31, 2007	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
(Liabilities)								
I Current liabilities								
1 Accounts payable—trade	44,071		51,513		7,442		43,222	
2 Short-term borrowings	31,009		38,319		7,310		24,014	
3 Current portion of long-term borrowings	17,367		22,043		4,675		17,754	
4 Current portion of bonds	1,090		625		(465)		1,225	
5 Income taxes payable	3,217		4,906		1,689		4,945	
6 Reserve for bonuses	2,231		2,569		338		1,709	
7 Allowance for customer - discount points	11,564		12,364		799		11,858	
8 Allowance for repair guarantee	25		-		(25)		12	
9 Other	9,425		11,497		2,071		11,422	
Total current liabilities	120,001	58.5	143,840	56.8	23,838	19.9	116,164	57.6
II Long-term liabilities								
1 Bonds	1,724		900		(824)		1,200	
2 long-term borrowings	26,500		45,275		18,774		26,816	
3 Reserve for retirement benefits	3,563		4,141		577		3,656	
4 Reserve for retirement benefits for directors and corporate auditors	526		577		51		539	
5 Other	971		1,366		394		986	
Total long-term liabilities	33,285	16.2	52,260	20.6	18,974	57.0	33,199	16.4
Total liabilities	153,287	74.7	196,100	77.4	42,812	27.9	149,363	74.0
(Net assets)								
I Shareholders' equity								
1 Common stock	12,548		12,548		-		12,548	
2 Capital surplus	12,122		12,122		-		12,122	
3 Retained earnings	21,216		30,878		9,662		22,947	
Total shareholders' equity	45,886	22.4	55,548	21.9	9,662	21.1	47,617	23.6
II Valuation and translation adjustments								
1 Net unrealized gain on available-for-sale securities	4,137		(665)		(4,803)		2,669	
Total valuation and translation adjustments	4,137	2.0	(665)	(0.3)	(4,803)	-	2,669	1.3
III Minority interests	1,910	0.9	2,530	1.0	620	32.5	2,187	1.1
Total net assets	51,934	25.3	57,413	22.6	5,479	10.6	52,474	26.0
Total liabilities and net assets	205,221	100.0	253,514	100.0	48,292	23.5	201,838	100.0

(2) (Summary) Consolidated Statements of Income and Expense

(Millions of yen)

Account item	As of May 31, 2007		As of May 31, 2008		Increase (decrease)		(Reference) As of August 31, 2007	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
I Net Sales	405,202	100.0	451,614	100.0	46,412	11.5	542,294	100.0
II Cost of sales	307,795	76.0	343,183	76.0	35,387	11.5	411,552	75.9
Gross profit	97,406	24.0	108,430	24.0	11,024	11.3	130,742	24.1
III Selling, general and administrative expenses	84,116	20.7	95,480	21.1	11,364	13.5	114,739	21.1
Operating income	13,289	3.3	12,950	2.9	(339)	(2.6)	16,002	3.0
IV Non-operating income	2,928	0.7	2,594	0.6	(334)	(11.4)	3,873	0.7
V Non-operating expenses	1,850	0.5	2,070	0.5	219	11.9	2,427	0.5
Ordinary income	14,367	3.5	13,473	3.0	(894)	(6.2)	17,448	3.2
VI Extraordinary gains	86	0.0	5,266	1.2	5,180	-	1,780	0.3
VII Extraordinary losses	2,252	0.5	659	0.2	(1,592)	(70.7)	3,382	0.6
Income before income taxes and minority interests	12,201	3.0	18,079	4.0	5,878	48.2	15,847	2.9
Income taxes-deferred	5,288	1.3	8,815	1.9	3,527	66.7	7,381	1.4
Minority interest in loss or Minority interest in (income)	(498)	(0.1)	82	0.0	581	-	(319)	(0.0)
Net income	6,415	1.6	9,347	2.1	2,931	45.7	8,146	1.5

(3) (Summary) Consolidated Statement of Changes in Net Assets

Third Quarter ended May 31, 2007 (From September 1, 2006 to May 31, 2007)

	Shareholders' equity				Valuation and translation adjustments	Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Total shareholders' equity	Net unrealized gain on other securities		
Balance as of August 31, 2006 (Millions of yen)	12,548	12,122	15,551	40,221	1,655	1,385	43,262
Changes in term							
Dividend of surplus	-	-	(756)	(756)	-	-	(756)
Net income	-	-	6,415	6,415	-	-	6,415
Adjustment of surplus for newly-consolidated subsidiaries	-	-	5	5	-	-	5
Net changes other than shareholders' equity	-	-	-	-	2,481	524	3,006
Total changes in term (Millions of yen)	-	-	5,664	5,664	2,481	524	8,671
Balance as of May 31, 2007 (Millions of yen)	12,548	12,122	21,216	45,886	4,137	1,910	51,934

Third Quarter ended May 31, 2008 (From September 1, 2007 to May 31, 2008)

	Shareholders' equity				Valuation and translation adjustments	Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Total shareholders' equity	Net unrealized gain on other securities		
Balance as of August 31, 2007 (Millions of yen)	12,548	12,122	22,947	47,617	2,669	2,187	52,474
Changes in term							
Dividend of surplus	-	-	(1,134)	(1,134)	-	-	(1,134)
Net income	-	-	9,347	9,347	-	-	9,347
Adjustment of surplus for newly-consolidated subsidiaries	-	-	(281)	(281)	-	-	(281)
Net changes other than shareholders' equity	-	-	-	-	(3,335)	342	(2,992)
Total changes in term (Millions of yen)	-	-	7,931	7,931	(3,335)	342	4,939
Balance as of May 31, 2008 (Millions of yen)	12,548	12,122	30,878	55,548	(665)	2,530	57,413

(Reference) Year ended August 31, 2007 (From September 1, 2006 to August 31, 2007)

	Shareholders' equity				Valuation and translation adjustments	Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Total shareholders' equity	Net unrealized gain on other securities		
Balance as of August 31, 2006 (Millions of yen)	12,548	12,122	15,551	40,221	1,655	1,385	43,262
Changes in term							
Dividend of surplus	-	-	(756)	(756)	-	-	(756)
Net income	-	-	8,146	8,146	-	-	8,146
Adjustment of surplus for newly-consolidated subsidiaries	-	-	5	5	-	-	5
Net changes other than shareholders' equity	-	-	-	-	1,013	802	1,816
Total changes in term (Millions of yen)	-	-	7,395	7,395	1,013	802	9,211
Balance as of August 31, 2007 (Millions of yen)	12,548	12,122	22,947	47,617	2,669	2,187	52,474

(4) (Summary) Consolidated Statements of Cash Flows

(Millions of yen)

	Third Quarter ended May 31, 2007 (From September 1, 2006 to May 31, 2007)	Third Quarter ended May 31, 2008 (From September 1, 2007 to May 31, 2008)	(Reference) Year ended August 31, 2007 (From September 1, 2006 to August 31, 2007)
Account item	Amount	Amount	Amount
I Cash flows from operating activities			
1 Pre-tax income	12,201	18,079	15,847
2 Depreciation and amortization	1,211	1,829	1,697
3 Impairment loss	157	154	201
4 Goodwill amortization	210	238	279
5 Net increase (decrease) in allowance for doubtful accounts	172	(2)	(1,519)
6 Net increase (decrease) in reserve for bonuses	759	855	217
7 Net increase in allowance for customer-discount points	210	505	391
8 Net increase in reserve for retirement benefits	413	483	493
9 Net increase in reserve for retirement benefits for directors and corporate auditors	22	38	36
10 Other increase (decrease) in allowances and reserves	(75)	(12)	(88)
11 Interest and dividend income	(95)	(334)	(159)
12 Interest expenses	1,125	1,313	1,463
13 Foreign exchange losses/gains	(16)	39	4
14 Gain on investment in anonymous association	(971)	(365)	(1,268)
15 Gain on sales of fixed assets	-	(265)	(0)
16 Loss on sales of fixed assets	-	3	-
17 Loss on disposal of fixed assets	47	191	238
18 Gain on sales of investment securities	(86)	(9)	(86)
19 Loss on sales of investment securities	-	0	7
20 Loss on devaluation of investment securities	1,974	1	2,678
21 Bad debt recovered	-	(4,920)	-
22 Loss on retirement of tie-in shares	-	-	183
23 Net decrease (increase) in trade notes and accounts receivable	(3,791)	(6,402)	(955)
24 Net decrease (increase) in inventories	(7,587)	(13,782)	(4,913)
25 Net increase (decrease) in trade notes and accounts payable	3,464	8,110	2,142
26 Other, net (operating activities)	(1,459)	(824)	(1,224)
Subtotal	7,886	4,925	15,666
27 Interest and dividends received	280	5,926	375
28 Interest paid	(1,144)	(1,318)	(1,501)
29 Income taxes paid	(6,832)	(8,791)	(7,404)
Net cash provided by operating activities	190	742	7,136

Third Quarter ended May 31, 2008 Financial Results (Consolidated)
BIC CAMERA INC. (3048)

(Millions of yen)

	Third Quarter ended May 31, 2007 (From September 1, 2006 to May 31, 2007)	Third Quarter ended May 31, 2008 (From September 1, 2007 to May 31, 2008)	(Reference) Year ended August 31, 2007 (From September 1, 2006 to August 31, 2007)
Account item	Amount	Amount	Amount
II Cash flows from investing activities			
1 Deposit into term-deposits	(501)	(60)	(501)
2 Refund from term-deposits	220	841	220
3 Payments for purchases of tangible fixed assets	(3,859)	(26,805)	(4,700)
4 Proceeds from sale of tangible fixed assets	5	1,774	206
5 Payments for purchases of intangible fixed assets	(453)	(12,124)	(621)
6 Payments for purchases of investment securities	(5,910)	(6,404)	(5,910)
7 Proceeds from sale of investment securities	196	51	200
8 Proceeds from collection of investments	-	-	0
9 Payments for payment of guarantee deposits	(1,626)	(1,230)	(3,283)
10 Proceeds from refund of guarantee deposits	712	3,207	827
11 Payments for loans	(41)	(49)	(78)
12 Proceeds from collection of loans	120	139	142
13 Payments for additional acquisition of shares of consolidated subsidiaries	-	-	(129)
14 Proceeds from liquidation dividend of anonymous association agreements	-	4,920	-
15 Other, net (investing activities)	(99)	(23)	(74)
Net cash employed in investing activities	(11,235)	(35,764)	(13,702)
III Cash flows from financing activities			
1 Net increase (decrease) in short-term borrowings	17,743	14,305	10,749
2 Proceeds from long-term borrowings	7,265	40,100	14,715
3 Repayments of long-term borrowings	(21,868)	(17,351)	(28,616)
4 Repayment of bond redemption	(751)	(900)	(1,140)
5 Proceeds from issue of shares	-	598	338
6 Dividends paid	(749)	(1,125)	(750)
7 Dividends paid to minority interests	-	(78)	-
Net cash used in financial activities	1,640	35,548	(4,703)
IV Foreign currency translation adjustments on cash and cash equivalents	16	(39)	(4)
V Net increase in cash and cash equivalents	(9,388)	487	(11,275)
VI Cash and cash equivalents at beginning of term	33,108	22,012	33,108
VII Increase in cash and cash equivalents from merger	-	-	158
VIII Cash and cash equivalents of newly consolidated subsidiaries	19	319	19
IX Cash and cash equivalents at end of the term	23,739	22,818	22,012