

Summary of Financial Results for the Interim Period Ended September 30, 2007

November 9, 2007

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 Date to submit semi-annual report: December 21, 2007

The Tokyo Stock Exchange, First Section
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 Date of dividend payments: December 4, 2007

*Financial information presented herein was not audited by certified public accountants.

1. CONSOLIDATED RESULTS FOR THE INTERIM PERIOD ENDED SEPTEMBER 2007 (April 1, 2007 to September 30, 2007)

(1) Consolidated Operating Results

	Revenues		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Interim period ended September 2007	236,843	(10.5)	8,243	(57.5)	7,698	(62.1)	815	(75.7)
Interim period ended September 2006	264,655	(1.1)	19,391	(4.3)	20,300	(2.0)	3,349	(67.8)
Fiscal Year ended March 2007	552,140	—	43,688	—	44,372	—	4,248	—

	Net income per share		Net income per share (diluted)	
	Yen		Yen	
Interim period ended September 2007	2.54		2.54	
Interim period ended September 2006	10.12		9.96	
Fiscal Year ended March 2007	12.92		12.92	

(Notes) Equity in net income of equity-method affiliates: Interim period ended September 2007: None Interim period ended September 2006: None
 Fiscal year ended March 2007: None

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of Yen	Millions of Yen	%	Yen
Interim period ended September 2007	704,930	372,878	52.9	1,202.06
Interim period ended September 2006	743,163	407,950	54.6	1,243.68
Fiscal Year ended March 2007	740,373	404,631	54.4	1,233.35

(Reference) Stockholders' equity: Interim period ended September 2007: 372,586 million yen Interim period ended September 2006: 405,987 million yen
 Fiscal year ended March 2007: 402,610 million yen

(3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Interim period ended September 2007	1,798	13,486	(23,574)	36,433
Interim period ended September 2006	1,330	(12,170)	12,253	44,032
Fiscal Year ended March 2007	23,828	(28,025)	6,300	44,722

2. DIVIDENDS

	Cash dividends per share		
	First half	Second half	Total
Fiscal year ended March 2007	Yen 12.00	Yen 16.00	Yen 28.00
Fiscal year ending March 2008	14.00		28.00
Fiscal year ending March 2008 (Forecast)		14.00	

3. FORECAST OF CONSOLIDATED RESULTS FOR THE FISCAL YEAR ENDING MARCH 2008 (April 1, 2007 to March 31, 2008)

	Revenues		Operating income		Ordinary income		Net income		Net income per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Fiscal year ending March 2008	495,000	(10.3)	18,000	(58.8)	18,000	(59.4)	5,000	17.7	16.33

4. OTHER

(1) During the interim period, the following changes in status to the main subsidiary companies occurred (changes in status of subsidiary companies accompanying changes in consolidated range):

Newly added subsidiaries: One (Marui Field Co., Ltd.)

Removed: None

(Note) Please refer to page 5, 'Marui Group Companies' for further details.

(2) Number of shares outstanding (common stock):

① Number of outstanding shares at period-end (including treasury stock)

Interim period ended September 2007: 328,660,417 shares Interim period ended September 2006: 368,660,417 shares

Fiscal year ended March 2007: 368,660,417 shares

② Number of treasury stocks at period-end:

Interim period ended September 2007: 18,702,658 shares Interim period ended September 2006: 42,219,256 shares

Fiscal year ended March 2007: 42,222,840 shares

Explanation regarding use of performance forecasts, and other special items

1. The foregoing estimates are made based on information available as of the date this data was released, and actual results may differ from estimates due to various factors arising in the future. Please see page 3 'Outlook for the Fiscal Year Ending March 31, 2008' regarding to assumption of forecast of consolidated results and related matters.

Further, the above forecasts of results differ from the forecast of consolidated results presented in the Summary of Financial Results for the Fiscal Year Ended March 31, 2007 (released on May 15, 2007).

2. In calculating net income per share for the period presented in '3. Forecast of Consolidated Results for the Fiscal Year Ending March 2008,' the effect of the acquisition of treasury stock approved by a meeting of the board of directors held on May 15, 2007, has been taken into consideration.

1. Operating Results

(1) Analysis of operating results

In the interim period ended September 30, 2007, business conditions were challenging. Although the economy continued to expand modestly, with solid corporate business results fueling further capital investment and improvement in employment, consumer spending did not reach full-fledged recovery.

In response to those conditions, the Marui Group took a range of decisive steps centered on its mainstay Retailing business. However, due to unseasonable weather and changes in business conditions, including changes in the consumer finance market, the Group recorded decreases of 10.5% in revenues, to ¥236,843 million; 57.5% in operating income, to ¥8,243 million; 62.1% in ordinary income, to ¥7,698 million; and 75.7% in net income, to ¥815 million.

Segment Breakdown

(Retailing)

In retailing, total operating revenue declined 6.3%, to ¥186,028 million. That decrease was attributable to an overall slump in apparel sales due to unseasonable weather; decrease of business days (five days less than the previous interim period) due to the Group's policy of strategically increasing the number of regular holidays; the closure of five stores in the previous fiscal year, including the Tokorozawa store; and the closure of four stores in the interim period, the Nakano store, Oimachi store, Mini Tachikawa, and in The Room Ikebukuro.

Regarding earnings, the interim period saw increases in price reductions associated with discount sales of summer products, an increase in inventory disposals due to the closure of four stores, and an increase in temporary price reductions to achieve appropriate inventory levels, which resulted from product-policy initiatives to improve gross profit. Those price reductions offset cost reduction efforts focused on sales administration costs and equipment costs. As a result, the gross profit margin edged down 0.4 percentage points, to 30.1%, and operating income decreased 45.0%, to ¥4,025 million.

(Credit Card Services)

In credit card services, the number of new Epos Card holders continued to increase favorably. And, the volume of Epos Card transactions rose steadily at Marui stores and Visa affiliated stores. Consequently, financial charges earned on installment sales were up an impressive 75.1%, to ¥2,153 million. On the other hand, revenues from annual fees for credit cards decreased because the Group decided to abolish annual fees in order to promote growth of its credit card business over the medium-to-long term.

Meanwhile, in consumer loans interest income decreased dramatically because the Group lowered annual interest on cash advances from 27% to 17.7% in March, ahead of the enforcement of a law requiring interest rate reductions, and because of lower outstanding loans that resulted from changes in the consumer finance environment.

As a result of the above, segment operating revenues decreased by 31.0% to ¥26,615 million, and operating income decreased by 76.6% to ¥2,551 million.

(Retailing-Related Services)

Retailing-related services mainly comprise of store remodeling, advertising, logistics, real estate leasing, and information systems. In the interim period, the Group continued efforts to increase revenues from outside the Group. The planning and operation of commercial and other facilities and apartment leasing performed particularly well.

As a result, total operating revenue decreased by 15.8% to ¥43,647 million, and operating income decreased by 8.9% to ¥3,662 million.

In addition, aiming to establish a strategic alliance for its logistics business, the Group made spin-off of delivery operations, which had been conducted by subsidiary Moving Co., Ltd., to Yamato Home Convenience Co., Ltd., in September.

Outlook for the Fiscal Year Ending March 31, 2008

In retailing, the Group will implement initiatives focused on customer needs, step up efforts to cater to working adults, and increase the share of spending by young customers. Specifically, the opening of the Yurakucho Marui store in October heralds the beginning of concrete efforts to establish a model for the Group's store strategy going forward by offering product lineups, customer services, and store environments that genuinely cater to working adults. Further, for SPA shops and specialty stores the Group will continue initiatives to improve profit margins and open new stores in commercial facilities.

In credit card services, the Group will abolish annual fees to heighten customer satisfaction, facilitate recruitment of new members, and curb membership cancellations. At the same time, the Group aims to increase earnings by offsetting the decrease in interest income from cash advances through efforts to promote increased credit card usage at affiliated stores and other facilities.

In retailing-related services, the Group will take steps to improve cost efficiency while actively marketing business outside the Group.

As a result, for the fiscal year ending March 31, 2008, the Group forecasts year-on-year decreases of 10.3% in revenues, to ¥495,000 million; 58.8% in operating income, to ¥18,000 million; and 59.4% in ordinary income, to ¥18,000 million, and a 17.7% increase in net income, to ¥5,000 million.

(2) Financial Position

Assets, Liabilities and Net Assets

Total assets at the end of the interim period decreased ¥35,442 million from the previous fiscal year-end, to ¥704,930 million, which was attributable to a ¥11,836 million reduction in consumer loans receivables from changes in the consumer finance market environment and a ¥26,141 million decrease in total property and equipment due to recognition of impairment loss on stores and the sale of the Oimachi store.

Total liabilities declined ¥3,689 million, to ¥332,052 million. That decrease was primarily related to decreases of ¥4,041 million in income taxes payable and ¥3,325 million in trade payables, which counteracted a ¥10,000 million increase in commercial paper.

Total net assets decreased ¥31,753 million, to ¥372,878 million, due to a ¥26,960 million decline in total stockholders' equity relating to continuation from last year of strategic acquisition of treasury stock.

Consolidated Cash Flows

Cash and cash equivalents at end of the period amounted to ¥36,433 million, down ¥8,289 million from the previous fiscal year-end. Cash flows in the interim period were as follows.

Net cash provided by operating activities stood at ¥1,798 million, mainly the result of income before income taxes and minority interests of ¥3,456 million and a ¥11,836 million decrease in consumer loans receivables, which absorbed a ¥7,046 million increase in installment sales receivables that accompanied higher outstanding Epos Card transactions and income taxes paid in cash of ¥5,998 million.

Net cash provided by investing activities totaled ¥13,486 million, principally associated with income from the sale of the Oimachi Store and the spin-off of delivery operations to Yamato Home Convenience Co., Ltd., which offset payments for purchase of property and equipment such as Yurakucho Marui.

Net cash used in financing activities was ¥23,574 million, mainly reflecting payments for purchase of treasury stock and dividends paid, which offset proceeds from the issuance of commercial paper that accompanied with an increase in working capital.

Indices for cash flow trends are as follows:

	Fiscal year ended March 31, 2006	Fiscal year ended March 31, 2007	Interim period ended September 30, 2007
Equity ratio (%)	59.9	54.4	52.9
Capital ratio at market value (%)	108.3	63.7	55.8
Ratio of cash flow to interest bearing debt (yearly)	5.6	9.1	28.5
Interest coverage ratio (times)	18.3	10.8	7.8

Equity Ratio = Stockholders' equity / Total assets

Capital ratio at market value = Market capitalization / Total assets

Ratio of cash flow to interest bearing debt = Interest bearing debt / Cash flow

Interest coverage ratio = Cash flow / Interest payment

Notes 1: All calculations are based upon consolidated figures.

2: Market capitalization is calculated based upon number of shares outstanding excluding treasury stock.

3: Cash flow refers to operating cash flow.

4: Interest bearing debt refers to all liabilities on the consolidated balance sheet for which interest is paid.

(3) Basic policy for distribution of profits, and dividend policy for the fiscal years ended March 2007 and ending March 2008

The Group's basic policy is to enhance returns on stockholders' equity while maintaining appropriate distributions of profits to stockholders, in light of comprehensive consideration of such factors as performance trends and dividend payout ratios.

In addition, based on cash flows, the Group will actively reinvest retained earnings to expand operations strategically and increase earnings.

Specifically, from the current fiscal year the group, has introduced consolidated dividend on equity ratio (DOE) that facilitates stable dividends. Targeting a future DOE of 3%, the Group will strive to raise the current level of returns to stockholders in step with business results.

In light of the above basic policy, the Group will pay an interim cash dividend of ¥14 per share. The Group forecasts a full-year cash dividend of ¥28 per share.

2. Marui Group Companies

[Business Description]

Marui Co., Ltd., (the Company) and its related companies, comprised of 21 subsidiaries and 6 affiliates as of September 30, 2007, implement operations in three business segments—Retailing, Credit Card Services, and Retailing-Related Services.

The following is a categorization and description of the operations of the Company and its related companies.

The categorization is consistent with the Company's operational segments.

(Retailing)

The Company and the related companies listed below retail apparel, accessories, interior and household goods, foodstuffs, and other goods.

Related Companies:

Marui M's Mode Co., Ltd., Marui Fashion Navi. Co., Ltd., Marui Palette Co., Ltd., Marui Access Co., Ltd., Marui Voi Co., Ltd., in The Room Co., Ltd., Marui Field Co., Ltd., and Marui Seasoning Co., Ltd.

* On May 1, 2007, Marui M's Mode Co., Ltd. divested its sports fashion business to the newly established Marui Field Co., Ltd.

(Credit Card Services)

The Company and the related companies listed below are responsible for the Company's in-house credit card and installment sale operations and provide consumer loan, insurance, and travel agency services.

Related Companies:

Epos Card Co., Ltd., MRI Servicer Co., Ltd., Zero First Co., Ltd., and PROCENT Inc.

(Retailing-Related Services)

The Company and the affiliates listed below conduct operations for corporate clients that are primarily comprised of store remodeling, advertising, building management and maintenance, real estate leasing, IT business, and truck freight transportation.

Related Companies:

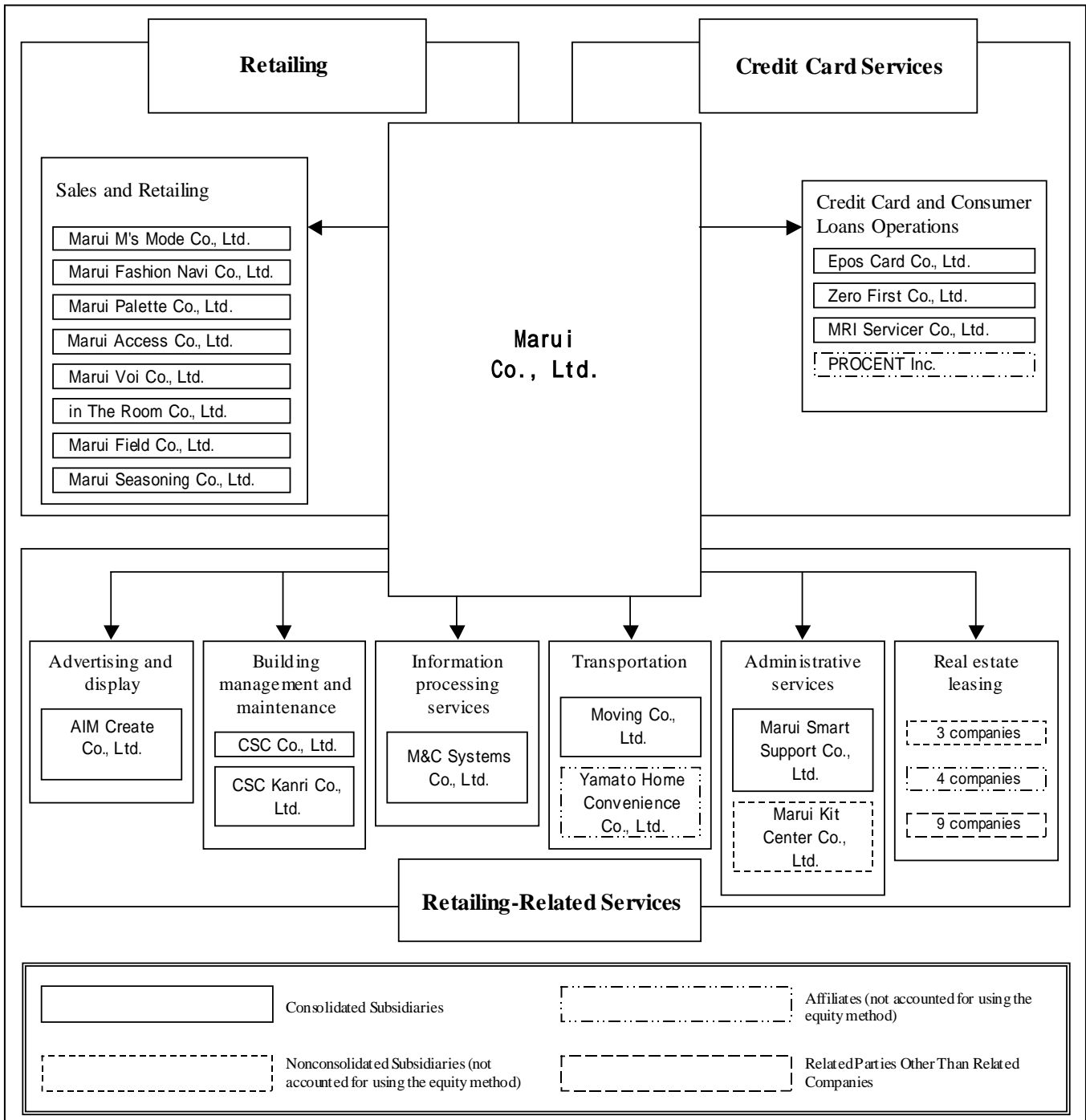
AIM Create Co., Ltd., CSC Co., Ltd., M&C Systems Co., Ltd., Moving Co., Ltd., Marui Smart Support Co., Ltd., CSC Kanri Co., Ltd., Marui Kit Center Co., Ltd., Kitasenju Toshi Kaihatsu Co., Ltd., Totsuka Shogyobiru Kanri Co., Ltd., Shiki Toshi Kaihatsu Co., Ltd., Mizonokuchi Shintoshi Co., Ltd., Nakano Sun Cuore Co., Ltd. Yurakucho Ekimae Kaihatsu Co., Ltd., Mito Toshi Kaihatsu Co., Ltd., and Yamato Home Convenience Co., Ltd. (capitalized in September 30, 2007)

In addition to the abovementioned companies, the Company and its affiliates lease buildings and other facilities for operations and stores from Aoi Fudosan Co., Ltd., and eight other companies.

* Effective for October 1, 2007, the Company made spin-off of its retailing business to the wholly owned and newly established subsidiary Marui Co., Ltd. (incorporation-type demerger) and made split-off of its credit card services to the wholly owned subsidiary Epos Card Co., Ltd. (absorption-type demerger). As the result, the Company became a pure holding company and changed its name to Marui Group Co., Ltd., on October 1, 2007.

[The Marui Group]

The following is a schematic diagram of the Marui Group's operations.



3. Management Policy

(1) Basic management policy and (2) Management targets and important issues relating medium-to-long term management strategy are omitted since there are no significant changes from the content of disclosure in the Summary of Financial Results for the Fiscal Year Ended March 31, 2007 (released on May 15, 2007).

The Summary of Financial Results is available at the following URLs:

(The Company's web site)

<http://www.0101maruigroup.co.jp>

(Website of the Tokyo Stock Exchange Group Inc. : Listed Company Information)

<http://www.tse.or.jp/listing/compsearch/index.html>

4. INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(1) INTERIM CONSOLIDATED BALANCE SHEETS

(Assets)	As of September 30, 2006		As of September 30, 2007		Increase (Decrease)	As of March 31, 2007	
	Millions of Yen	% of Total	Millions of Yen	% of Total		Millions of Yen	% of Total
Current assets:							
1. Cash and deposits	44,032		36,433			44,722	
2. Retailing sales receivables	13,989		9,270			13,415	
3. Installment sales receivables	39,408		58,357			51,310	
4. Consumer loans receivables	257,832		236,627			248,464	
5. Other receivables	2,730		1,393			2,247	
6. Inventories	47,460		41,338			42,150	
7. Deferred income taxes	2,828		4,291			3,030	
8. Other current assets	13,318		22,609			12,713	
Allowance for doubtful accounts	(9,900)		(11,100)			(11,500)	
Total current assets	411,701	55.4	399,222	56.6	(12,478)	406,555	54.9
Fixed assets:							
1. Property and equipment, net:							
(1) Buildings and store fixtures	101,716		82,455			96,518	
(2) Land	113,726		102,086			112,568	
(3) Other property and equipment	15,681		15,911			17,507	
Total property and equipment	231,125	31.1	200,453	28.5	(30,671)	226,595	30.6
2. Intangible assets, net	2,192	0.3	4,243	0.6	2,050	3,220	0.4
3. Investments and other assets:							
(1) Investments in securities	33,856		32,082			33,327	
(2) Prepaid rents and lease deposits—principally for stores	51,828		50,174			52,187	
(3) Deferred income taxes	8,582		13,926			13,846	
(4) Other assets	3,876		4,828			4,640	
Total investments and other assets	98,144	13.2	101,011	14.3	2,867	104,001	14.1
Total fixed assets	331,462	44.6	305,708	43.4	(25,753)	333,817	45.1
Total Assets	743,163	100.0	704,930	100.0	(38,232)	740,373	100.0

	As of September 30, 2006		As of September 30, 2007		Increase (Decrease)	As of March 31, 2007	
	Millions of Yen	% of Total	Millions of Yen	% of Total		Millions of Yen	% of Total
(Liabilities)							
Current liabilities:							
1. Payables—principally trade	41,513		33,430			36,756	
2. Short-term loans and current maturities of long-term debt	73,047		76,412			78,470	
3. Commercial paper	40,000		30,000			20,000	
4. Income taxes payable	7,283		1,694			5,736	
5. Accrued bonuses	5,120		4,296			4,300	
6. Allowance for credit card points	939		1,734			1,436	
7. Reserve for loss from redemption of gift certificates	—		130			—	
8. Other current liabilities	20,232		21,366			20,446	
Total current liabilities	188,135	25.3	169,065	24.0	(19,070)	167,145	22.6
Long-term liabilities:							
1. Bonds	80,000		95,000			95,000	
2. Convertible bonds	39,838		39,532			39,838	
3. Long-term debt, less current maturities	8,300		4,500			6,000	
4. Deferred income taxes	618		368			542	
5. Allowance for loss on interest reimbursement	13,200		19,019			22,800	
6. Other long-term liabilities	5,121		4,567			4,415	
Total long-term liabilities	147,077	19.8	162,986	23.1	15,909	168,595	22.7
Total liabilities	335,212	45.1	332,052	47.1	(3,160)	335,741	45.3
(Net assets)							
Stockholders' Equity							
1. Common stock	35,920	4.8	35,920	5.1		35,920	4.9
2. Capital surplus	91,274	12.3	91,307	13.0	33	91,274	12.3
3. Retained earnings	334,804	45.1	269,290	38.2	(65,514)	331,785	44.8
4. Less treasury stock, at cost	(61,415)	(8.3)	(25,920)	(3.7)	35,495	(61,421)	(8.3)
Total stockholders' equity	400,584	53.9	370,598	52.6	(29,985)	397,559	53.7
Valuation and translation adjustments							
1. Net unrealized holding gains on securities	5,403	0.7	1,988	0.3	(3,415)	5,050	0.7
Total valuation and translation adjustments	5,403	0.7	1,988	0.3	(3,415)	5,050	0.7
Minority interests	1,962	0.3	291	0.0	(1,670)	2,021	0.3
Total net assets	407,950	54.9	372,878	52.9	(35,072)	404,631	54.7
Total liabilities and net assets	743,163	100.0	704,930	100.0	(38,232)	740,373	100.0

(2) INTERIM CONSOLIDATED STATEMENTS OF INCOME

	Interim period ended September 30, 2006		Interim period ended September 30, 2007		Increase (Decrease)	Fiscal year ended March 31, 2007	
	Millions of Yen	% of Total	Millions of Yen	% of Total		Millions of Yen	% of Total
Revenues from retailing	198,599	75.0 (100.0)	186,028	78.5 (100.0)	(12,570)	422,169	76.5 (100.0)
Cost of sales of retailing	138,057	(69.5)	130,092	(69.9)	(7,965)	293,991	(69.6)
Gross profit on retailing	60,541	(30.5)	55,936	(30.1)	(4,605)	128,178	(30.4)
Revenues from credit card services							
1. Interest income on consumer loans	33,089		20,390			64,420	
2. Finance charges earned on installment sales	1,229		2,153			3,004	
3. Other revenues	2,642		2,724			5,664	
Revenues from retailing-related services	36,962	14.0	25,268	10.7	(11,693)	73,090	13.2
Cost of retailing-related services	29,093	11.0	25,545	10.8	(3,548)	56,881	10.3
Gross profit on retailing-related services	23,941		20,585		(3,356)	47,861	
Gross profit on retailing-related services	5,152		4,960		(191)	9,019	
Total gross profit	102,656	38.8	86,165	36.4	(16,490)	210,288	38.1
Selling, general and administrative expenses	83,264	31.5	77,922	32.9	(5,342)	166,599	30.2
Operating income	19,391	7.3	8,243	3.5	(11,148)	43,688	7.9
Other income:							
1. Interest income	106		101			206	
2. Income from donation of property	1,412		436			2,387	
3. Dividend income			240				
4. Other non-operating income	574		255			920	
Other expenses:	2,093	0.8	1,033	0.4	(1,059)	3,513	0.6
1. Interest expenses	983		1,243			2,113	
2. Other expenses	199		334			716	
Ordinary income	1,183	0.4	1,578	0.6	395	2,830	0.5
Special gains:	20,300	7.7	7,698	3.3	(12,602)	44,372	8.0
1. Gain on sale of property and equipment	138		6,872			519	
2. Gain on sale of investments in securities	271					272	
3. Gain on changes in equity interests			881				
Special losses:	410	0.1	7,754	3.3	7,343	791	0.2
1. Loss on disposal of property and equipment	1,644		3,353			6,620	
2. Loss on sale of property and equipment			2			39	
3. Loss on closing stores	143		530			2,116	
4. Loss on impairment of fixed assets	431		7,037			4,823	
5. Realignment expenses			54				
6. Loss on devaluation of investments in securities	17		10			23	
7. Loss on sale of investment securities	7					7	
8. Loss on prior period adjustment	1,131		878			1,131	
9. Provision of reserve for loss from redemption of gift certificates			129				
10. Provision for loss on interest reimbursement	10,921					20,721	
Income before income taxes and minority interests	14,296	5.4	11,995	5.1	(2,300)	35,482	6.4
Income taxes:	6,414	2.4	3,456	1.5	(2,958)	9,680	1.8
Current	6,813		1,980			14,423	
Deferred	(3,801)		587			(9,101)	
Minority interests	3,012	1.1	2,568	1.1	(443)	5,321	1.0
Net income	52	0.0	72	0.1	20	111	0.0
	3,349	1.3	815	0.3	(2,534)	4,248	0.8

* Revenues of the previous interim period are presented in accordance with the classification of revenues in the interim period ended September 30, 2007.

(3) INTERIM CONSOLIDATED STATEMENTS OF NET ASSETS

Interim period ended September 30, 2006

(Millions of Yen)

	Stockholders' Equity					Valuation and translation adjustments		Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Less treasury stock, at cost	Total stockholders' equity	Net unrealized holding gains on securities	Total valuation and translation adjustments		
Balance as of March 31, 2006	35,920	91,274	340,874	(43,108)	424,962	7,733	7,733	1,913	434,608
Changes during interim period									
Dividends from surplus			(9,420)		(9,420)				(9,420)
Interim net income			3,349		3,349				3,349
Acquisition and disposal of treasury stock		0		(18,307)	(18,307)				(18,307)
Changes (net) in items outside stockholders' equity during interim period						(2,329)	(2,329)	49	(2,280)
Total changes during interim period	-	0	(6,070)	(18,307)	(24,378)	(2,329)	(2,329)	49	(26,658)
Balance as of September 30, 2006	35,920	91,274	334,804	(61,415)	400,584	5,403	5,403	1,962	407,950

Interim period ended September 30, 2007

(Millions of Yen)

	Stockholders' Equity					Valuation and translation adjustments		Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Less treasury stock, at cost	Total stockholders' equity	Net unrealized holding gains on securities	Total valuation and translation adjustments		
Balance as of March 31, 2007	35,920	91,274	331,785	(61,421)	397,559	5,050	5,050	2,021	404,631
Changes during interim period									
Conversion of convertible bonds		99		206	305				305
Change due to exchange of shares		34		2,110	2,114				2,144
Dividends from surplus			(5,223)		(5,223)				(5,223)
Interim net income			815		815				815
Acquisition of treasury stock				(25,003)	(25,003)				(25,003)
Disposal of treasury stock			(0)	0	0				0
Retirement of treasury stock		(100)	(58,087)	58,187	-				-
Changes (net) in items outside stockholders' equity during interim period						(3,062)	(3,062)	(1,729)	(4,792)
Total changes during interim period	-	33	(62,495)	35,500	(26,960)	(3,062)	(3,062)	(1,729)	(31,753)
Balance as of September 30, 2007	35,920	91,307	269,290	(25,920)	370,598	1,988	1,988	291	372,878

Fiscal year ended March 31, 2007

(Millions of Yen)

	Stockholders' Equity					Valuation and translation adjustments		Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Less treasury stock, at cost	Total stockholders' equity	Net unrealized holding gains on securities	Total valuation and translation adjustments		
Balance as of March 31, 2006	35,920	91,274	340,874	(43,108)	424,962	7,733	7,733	1,913	434,608
Changes during the fiscal year									
Dividends from surplus (Note)			(9,420)		(9,420)				(9,420)
Dividends from surplus (Interim dividend)			(3,917)		(3,917)				(3,917)
Net income			4,248		4,248				4,248
Acquisition and disposal of treasury stock		0		(18,313)	(18,312)				(18,312)
Changes (net) in items outside stockholders' equity during the fiscal year						(2,682)	(2,682)	108	(2,574)
Total changes during the fiscal year	-	0	(9,089)	(18,313)	(27,402)	(2,682)	(2,682)	108	(29,977)
Balance as of March 31, 2007	35,920	91,274	331,785	(61,421)	397,559	5,050	5,050	2,021	404,631

(Note) Allocated at the ordinary general meeting of stockholders held in June, 2006.

(4) INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Interim period ended September 30, 2006	Interim period ended September 30, 2007	Increase (Decrease)	Fiscal year ended March 31, 2007
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Cash flows from operating activities:				
1. Income before income taxes and minority interests	6,414	3,456		9,680
2. Depreciation and amortization	8,290	8,456		17,727
3. Increase in allowance for credit card points	645	298		1,142
4. Increase (decrease) in allowance for doubtful accounts	400	(400)		2,000
5. Increase in allowance for loss on interest reimbursement	820	287		
6. Increase(decrease) in accrued bonuses	12,000	(3,780)		21,600
7. Increase in provision of reserve for loss from redemption of gift certificates		130		
8. Interest and dividends income	(311)	(341)		(508)
9. Interest expenses	1,078	1,341		2,305
10. Gain on sale of property and equipment	(138)	(6,872)		(519)
11. Loss on disposal of property and equipment	1,452	3,250		6,532
12. Loss on impairment of fixed assets	431	7,037		4,823
13. (Increase) decrease in retailing sales receivables	(13,353)	2,182		(24,680)
14. (Increase) in installment sales receivables		(7,046)		
15. Decrease in consumer loans receivables	656	11,836		10,024
16. (Increase) decrease in inventories	(1,365)	798		3,944
17. Increase (decrease) in trade payables	411	(2,332)		(4,345)
18. Other, net	(2,571)	(9,689)		(2,033)
Subtotal	14,860	8,611	(6,248)	47,694
19. Interest and dividends income received in cash	260	287		427
20. Interest expenses paid in cash	(810)	(1,101)		(2,275)
21. Income taxes paid in cash	(12,979)	(5,998)		(22,018)
Net cash provided by operating activities	1,330	1,798	467	23,828
Cash flows from investing activities:				
1. Payments for purchase of property and equipment	(9,334)	(8,991)		(27,099)
2. Proceeds from sale of property and equipment	184	15,816		1,328
3. Purchase of investments in securities	(2,887)	(1,050)		(2,889)
4. Proceeds from sale of investments in securities	395			397
5. Proceeds from transfer of business		5,523		
6. Purchase of stocks of subsidiaries		(6)		(71)
7. Payments of leasehold deposits	(912)	(567)		(3,194)
8. Refunds of leasehold deposits	698	2,879		3,583
9. Other, net	(314)	(116)		(81)
Net cash used in investing activities	(12,170)	13,486	25,657	(28,025)
Cash flows from financing activities:				
1. Net increase (decrease) in short-term loans	20,010	(2,257)		21,583
2. Proceeds from long-term debt				3,000
3. Repayments of long-term debt		(1,300)		(1,450)
4. Proceeds from issuance of stock		269		14,847
5. Net increase in commercial paper	20,000	10,000		
6. Payments for purchase of treasury stock	(18,334)	(25,060)		(18,339)
7. Dividends paid	(9,420)	(5,223)		(13,337)
8. Other, net	(2)	(2)		(2)
Net cash used in financing activities	12,253	(23,574)	(35,827)	6,300
Effect of exchange rate changes on cash and cash equivalents				
Increase (decrease) in cash and cash equivalents	1,413	(8,289)	(9,702)	2,103
Cash and cash equivalents at the beginning of the period	42,619	44,722	2,103	42,619
Cash and cash equivalents at the end of the period	44,032	36,433	(7,598)	44,722

(Segment Information)

1. Segment information by operational type

Consolidated interim period ended September 2006 (from April 1, 2006 to September 30, 2006)

(Millions of yen)

	Retailing	Credit card and consumer finance services	Retailing-related services	Total	Elimination or corporate	Consolidated
Operating revenues						
(1) Outside customers	198,599	36,962	29,093	264,655		264,655
(2) Inter-segment		1,618	22,719	24,338	(24,338)	
Total	198,599	38,580	51,813	288,993	(24,338)	264,655
Operating expenses	191,278	27,700	48,450	267,429	(22,165)	245,263
Operating income	7,320	10,880	3,363	21,564	(2,172)	19,391

Consolidated interim period ended September 2007 (from April 1, 2007 to September 30, 2007)

(Millions of yen)

	Retailing	Credit card services	Retailing-related services	Total	Elimination or corporate	Consolidated
Operating revenues						
(1) Outside customers	186,028	25,268	25,545	236,843		236,843
(2) Inter-segment		1,346	18,101	19,447	(19,447)	
Total	186,028	26,615	43,647	256,290	(19,447)	236,843
Operating expenses	182,003	24,063	39,984	246,051	(17,451)	228,599
Operating income	4,025	2,551	3,662	10,239	(1,995)	8,243

Consolidated fiscal year ended March 2007 (from April 1, 2006 to March 31, 2007)

(Millions of yen)

	Retailing	Credit card services	Retailing-related services	Total	Elimination or corporate	Consolidated
Operating revenues						
(1) Outside customers	422,169	73,090	56,881	552,140		552,140
(2) Inter-segment		3,238	44,870	48,109	(48,109)	
Total	422,169	76,329	101,751	600,250	(48,109)	552,140
Operating expenses	402,859	54,436	94,838	552,134	(43,681)	508,452
Operating income	19,309	21,892	6,913	48,115	(4,427)	43,688

Note 1: Method of classifying operational segments

Operational classification reflects the classification that the Company employs for internal operational management.

Note 2: Summary of operational segments

(Interim period ended September 30, 2006)

Retailing

sale of apparel, luxury and accessory goods, furniture and household goods, and foodstuffs

Credit card and consumer finance services

operation of in-house credit cards, installment sales operations, handling of consumer loans and insurance and other services

Retailing-related services

store remodeling, advertising, building management and maintenance, real estate leasing operations, software development, and truck logistics operations primarily targeting corporate clients

(Interim period ended September 30, 2007)

Retailing

sale of apparel, luxury and accessory goods, furniture and household goods, and foodstuffs

Credit card services

operation of in-house credit cards, installment sales operations, handling of consumer loans and insurance and other services

Retailing-related services

store remodeling, advertising, building management and maintenance, real estate leasing operations, IT business, and truck logistics operations primarily targeting corporate clients

(Fiscal year ended March 31, 2007)

Retailing

sale of apparel, luxury and accessory goods, furniture and household goods, and foodstuffs

Credit card services

operation of in-house credit cards, installment sales operations, handling of consumer loans and insurance and other services

Retailing-related services

store remodeling, advertising, building management and maintenance, real estate leasing operations, software development, and truck logistics operations primarily targeting corporate clients

Note 3: In operating expenses, unallocated operating expenses included in the item elimination or corporate largely comprise costs associated with the management division of the Company's headquarter:

	Millions of yen
Interim period ended September 30, 2006	2,312
Interim period ended September 30, 2007	2,865
Fiscal year ended March 31, 2007	4,595

Note 4: As stated in 'Depreciation method of tangible assets' of 'Change of Basis of Presenting Interim Consolidated Financial Statements,' the Company and its consolidated subsidiaries recognize operating expenses increases of ¥291 million for retailing, ¥9 million for credit card services, and ¥27 million for retailing-related services and an ¥8 million increase in elimination or corporate. Operating income is decreased by the same amount.

2. Segment Information by Geographic Area

No items have been included because the Company did not have any overseas consolidated subsidiaries or overseas branches in the previous interim period ended September 30, 2006, in the interim period ended September 30, 2007 or in the fiscal year ended March 31, 2007.

3. Overseas Operating Revenues

A summary of overseas revenues has not been included because overseas revenues amounted to less than 10% of consolidated total operating revenues in the previous interim period ended September 30, 2006, in the interim period ended September 30, 2007 or in the fiscal year ended March 31, 2007.