

# Brief Summary for the Second Quarter of FY2018

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## ■ Consolidated Results

### I. Financial Results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Group's total sales <sup>*1</sup>	5,280,494	99.4	5,499,592	104.1	10,621,530	99.2	11,150,000	105.0
Revenues from operations	2,866,167	95.7	2,987,198	104.2	5,835,689	96.5	6,100,000	104.5
Domestic convenience store operations	455,552	105.0	472,696	103.8	901,306	104.4	935,000	103.7
Overseas convenience store operations	796,410	88.5	957,948	120.3	1,658,542	91.1	1,978,000	119.3
Superstore operations	976,808	99.3	942,830	96.5	1,949,313	98.3	1,920,000	98.5
Department store operations	355,346	95.5	330,190	92.9	729,612	94.9	674,000	92.4
Financial services	98,615	103.5	101,341	102.8	201,932	104.9	207,000	102.5
Specialty store operations	211,266	91.1	208,622	98.7	450,488	96.3	422,000	93.7
Others	11,805	67.1	11,557	97.9	23,854	78.6	30,800	129.1
Eliminations / corporate	(39,637)	-	(37,988)	-	(79,360)	-	(66,800)	-
Operating income (loss)	181,466	105.2	194,466	107.2	364,573	103.5	386,500	106.0
Domestic convenience store operations	126,616	102.9	131,087	103.5	243,839	103.7	245,000	100.5
Overseas convenience store operations	32,677	115.4	33,437	102.3	67,421	100.9	77,000	114.2
Superstore operations	6,568	-	6,666	101.5	20,228	517.3	25,200	124.6
Department store operations	(1,359)	-	875	-	2,867	94.3	5,200	181.4
Financial services	25,789	107.0	25,821	100.1	50,136	100.9	51,500	102.7
Specialty store operations	(4,371)	-	834	-	(11,276)	-	(1,700)	-
Others	1,752	109.3	2,119	121.0	4,005	86.1	3,600	89.9
Eliminations / corporate	(6,205)	-	(6,375)	-	(12,650)	-	(19,300)	-
Ordinary income	182,616	107.0	194,170	106.3	364,405	104.1	385,000	105.7
Special gains	1,752	108.5	3,770	215.2	4,411	72.3		
Special losses	88,087	453.0	49,966	56.7	151,248	288.1		
Income before income taxes	96,280	63.0	147,974	153.7	217,569	71.6		
Net income attributable to owners of parent	33,480	39.6	89,421	267.1	96,750	60.1	177,000	182.9
Net income per share	yen: 37.86	% 39.6	yen: 101.10	% 267.0	yen: 109.42	% 60.1	yen: 200.11	% 182.9
<b>Number of shares outstanding</b>								
Average <sup>*2</sup>	884,227,468		884,517,966		884,214,252			
End of period <sup>*2</sup>	883,873,452		884,544,159		884,402,184			

\*1. Group's total sales include the sales of Seven-Eleven Japan and 7-Eleven, Inc. franchisees.

\*2. Excluding treasury stock.

#### Exchange rates

(yen)

	Six Months Ended Aug. 31, 2016	Six Months Ended Aug. 31, 2017	Fiscal Year Ended Feb. 28, 2017	Fiscal Year Ending Feb. 28, 2018 (Forecast)
Income statements U.S.\$1=	111.70	112.34	108.78	110.00
1yuan=	17.05	16.39	16.42	16.00
Balance sheets U.S.\$1=	102.91	112.00	116.49	-
1yuan=	15.46	16.49	16.76	-

#### Operating income before amortization of goodwill

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Total	189,718	103.8	202,871	106.9	380,731	101.9	403,400	106.0
Domestic convenience store operations	126,616	102.9	131,087	103.5	243,839	103.7		
Overseas convenience store operations	36,583	109.8	39,415	107.7	76,671	99.0		
Superstore operations	8,119	-	8,216	101.2	23,329	332.1		
Department store operations	399	24.7	876	219.5	4,627	58.5		
Financial services	26,455	106.0	26,490	100.1	51,443	100.1		
Specialty store operations	(4,001)	-	1,040	-	(10,537)	-		
Others	1,752	103.1	2,119	121.0	4,005	84.4		
Eliminations / corporate	(6,205)	-	(6,375)	-	(12,650)	-		

Note: Eliminations / corporate in operating income mainly reflect the Company's operating expenses relating to the Group strategy.

## II. Major Factors for the Change

	(Millions of yen)		Major Factors for the Change
	Six Months Ended Aug. 31, 2017	Change	
Group's total sales <sup>*1</sup>	5,499,592	+219,097	Total store sales at Seven-Eleven Japan: +87.0 bn. Total store sales at 7-Eleven, Inc.: +184.1 bn. The effect of exchange rate: +65bn.
Revenues from operations	2,987,198	+121,031	Domestic CVS: +17.1bn. Overseas CVS: +161.5 bn. Financial services: +2.7 bn. Superstore: (33.9) bn. Department store: (25.1) bn. Specialty store: (2.6) bn. The effect of exchange rate: +3.3 bn.
Operating income (loss)	194,466	+13,000	Retirement benefit expense: +0.7 bn. Electricity charge [unit price]: +0.5 bn. Size-based business tax: (2.4) bn. The effect of exchange rate: +0.1 bn.
Domestic convenience store operations	131,087	+4,470	Seven-Eleven Japan: +4.2 bn. Sales: +13.5 bn., Gross profit margin: +1.9 bn., SG&A: (11.2) bn. Others: +0.2 bn.
Overseas convenience store operations	33,437	+760	7-Eleven, Inc.: +2.8 bn. Sales: +11.4 bn., Gross profit margin: +0.6 bn. <sup>*2</sup> , SG&A: (9.2) bn. The effect of exchange rate: +0.2 bn. Amortization of goodwill: (2.0) bn.
Superstore operations	6,666	+98	Ito-Yokado: +1.4 bn. Sales: (4.2) bn., Gross profit margin: +2.1 bn., SG&A: +3.5 bn. York-Benimaru: (0.6) bn. Sales: +1.5 bn., Gross profit margin: (0.5) bn., SG&A: (1.6) bn. Life Foods <sup>*3</sup> : (0.2) bn. Others: (0.4) bn.
Department store operations	875	+2,235	Sogo & Seibu: +0.5 bn Sales: (5.7) bn., Gross profit margin: (0.7) bn., SG&A: +7.1 bn. Amortization of goodwill: +1.7 bn. Others: (0.1) bn.
Financial services	25,821	+32	Increase in operating income, despite the impact of upfront expenses in the non-bank business and other factors.
Specialty store operations	834	+5,206	Seven & i Food Systems: +0.3 bn. Nissen Holdings (Consolidated): +3.2 bn. Others: +1.5 bn.
Others	2,119	+367	
Eliminations / corporate <sup>*4</sup>	(6,375)	(169)	
Ordinary income	194,170	+11,554	Increase in operating income, decrease in equity in earnings of affiliates, etc.
Income before income taxes	147,974	+51,693	Decrease in special losses
Income attributable to owners of parent	89,421	+55,941	

\*1. Group's total sales include the sales of Seven-Eleven Japan and 7-Eleven, Inc. franchisees.

\*2. Gross profit margin was positive as gasoline gross profit exceeded the negative impact of merchandise gross profit.

\*3. Life Foods is a wholly owned subsidiary which produces and sells delicatessen in York-Benimaru stores.

\*4. Eliminations / corporate in operating income mainly reflect the Company's operating expenses relating to the Group strategy.

### III. Segment Information

#### Business segment information

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017			Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)	Composition(%)		YOY(%)		YOY(%)
<b>Capital expenditures</b>	172,800	87.5	149,785	86.7	100.0	384,119	96.2	807,000	210.1
	[165,771]	[83.9]	-	-	-	[377,090]	[100.6]	-	-
Domestic convenience store operations	58,174	91.0	58,809	101.1	39.3	125,970	100.0	183,200	145.4
Overseas convenience store operations*	47,052	137.2	43,866	93.2	29.3	147,226	130.5	510,000	346.4
Superstore operations	33,235	60.6	13,698	41.2	9.1	50,086	61.8	41,100	82.1
	[26,206]	[47.8]	-	-	-	[43,057]	[75.8]	-	-
Department store operations	5,660	82.7	5,224	92.3	3.5	12,151	90.9	13,300	109.5
Financial services	12,830	66.2	17,027	132.7	11.4	26,070	78.0	37,700	144.6
Specialty store operations	5,647	111.8	3,415	60.5	2.3	8,979	76.7	10,000	111.4
Others	2,367	194.5	3,001	126.8	2.0	3,259	125.3	1,700	52.1
Eliminations / corporate	7,832	65.5	4,742	60.6	3.2	10,373	56.9	10,000	96.4
<b>Depreciation and amortization</b>	102,992	109.7	105,927	102.8	100.0	207,483	106.1	222,100	107.0
Domestic convenience store operations	29,820	115.5	32,146	107.8	30.3	61,101	113.1	69,200	113.3
Overseas convenience store operations	32,711	102.9	35,129	107.4	33.2	64,992	99.4	69,000	106.2
Superstore operations	12,440	114.4	11,905	95.7	11.2	24,397	106.8	25,200	103.3
Department store operations	5,960	97.2	5,063	84.9	4.8	11,472	94.0	10,800	94.1
Financial services	14,522	101.6	14,427	99.3	13.6	29,416	101.2	29,000	98.6
Specialty store operations	3,722	104.0	2,848	76.5	2.7	7,787	106.9	5,800	74.5
Others	1,028	80.7	1,153	112.2	1.1	2,189	91.5	2,300	105.0
Eliminations / corporate	2,787	-	3,255	116.8	3.1	6,125	266.4	10,800	176.3
<b>Amortization of goodwill</b>	8,251	79.9	8,404	101.8	100.0	16,158	76.1	16,900	104.6
Domestic convenience store operations	-	-	-	-	-	-	-	-	-
Overseas convenience store operations	3,905	78.1	5,977	153.0	71.1	9,249	86.6	-	-
Superstore operations	1,550	99.5	1,549	99.9	18.4	3,101	99.5	-	-
Department store operations	1,759	72.2	1	-	0.0	1,760	36.1	-	-
Financial services	666	78.9	669	100.4	8.0	1,306	77.1	-	-
Specialty store operations	369	95.0	206	55.9	2.5	739	95.4	-	-
Others	-	-	-	-	-	-	-	-	-
<b>Impairment loss</b>	40,888	401.5	31,966	78.2	100.0	59,719	207.4	-	-
Domestic convenience store operations	5,834	117.2	5,967	102.3	18.7	8,783	118.2	-	-
Overseas convenience store operations	67	23.6	291	431.3	0.9	1,591	82.0	-	-
Superstore operations	16,504	481.8	7,255	44.0	22.7	23,285	199.8	-	-
Department store operations	16,004	-	17,561	109.7	54.9	17,623	525.9	-	-
Financial services	-	-	-	-	-	-	-	-	-
Specialty store operations	1,571	158.0	887	56.5	2.8	7,522	177.0	-	-
Others	905	-	2	0.3	0.0	913	626.2	-	-

Notes: 1. Capital expenditures include long-term leasehold deposits and advances for store construction. An increase of the future amortization of assets under the "Accounting Standard for Asset Retirement Obligations" is not included.

Figures for actual results don't include goodwill and others related to the acquisition of stores, etc.

Corporate in capital expenditures mainly reflect the Company's capital expenditures relating to the Group strategy.

2. Capital expenditures include investments related to openings of stores for each fiscal year and beyond.

3. In capital expenditures, figures in square brackets [ ] show the figures reflecting the sales & leaseback of assets of a new store in superstore operations.

4. Depreciation and amortization include amortization on intangible assets. Corporate in depreciation and amortization mainly reflect the Company's depreciation and amortization relating to the Group strategy.

5. Amortization of goodwill include only the amount recorded on selling, general and administrative expenses.

6. Impairment losses include 5,534 million yen, 17,413 million yen, and 10,611 million yen recorded as restructuring expenses in the consolidated income statements for the six months ended Aug. 31, 2016 and 2017, and recorded as the same for the fiscal year ended Feb. 28, 2017.

\* Forecast capital expenditures for the overseas convenience store operations in the fiscal year ending February 28, 2018 include acquisition of part of the retail business of Sunoco LP by 7-Eleven, Inc.

#### Geographic area segment information

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017			Fiscal Year Ended Feb. 28, 2017	
		YOY(%)		YOY(%)	Composition(%)		YOY(%)
<b>Revenues from operations</b>	2,866,167	95.7	2,987,198	104.2	100.0	5,835,689	96.5
Japan	1,996,467	99.4	1,956,760	98.0	65.5	4,032,803	99.4
North America	812,306	88.6	975,657	120.1	32.7	1,690,713	91.1
Others	58,082	83.0	55,263	95.1	1.8	113,475	83.4
Eliminations	(689)	-	(482)	-	-	(1,303)	-
<b>Operating income</b>	181,466	105.2	194,466	107.2	100.0	364,573	103.5
Japan	149,697	103.1	161,718	108.0	83.2	299,251	103.9
North America	31,863	115.8	32,129	100.8	16.5	65,548	100.6
Others	(100)	-	613	-	0.3	(238)	-
Eliminations	5	98.7	4	85.9	0.0	11	-

Note: "Others" consists of the business results in China, etc

#### IV. Interest-Bearing Debt

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		YOY(%) / change		YOY(%) / change		YOY(%) / change
Short-term loans	144,410	107.3	153,745	106.5	150,376	115.0
Current portion of long-term loans	115,201	139.1	61,256	53.2	64,301	63.5
Current portion of bonds	50,000	125.0	74,998	150.0	50,000	125.0
Commercial paper	-	-	-	-	-	-
Sub-total	309,611	120.3	290,000	93.7	264,678	97.3
Bonds	349,995	87.5	275,000	78.6	349,996	87.5
Long-term loans	307,110	82.0	419,615	136.6	433,814	120.2
Commercial paper	-	-	-	-	-	-
Sub-total	657,106	84.9	694,615	105.7	783,811	103.0
Total	966,717	93.7	984,615	101.9	1,048,490	101.5
Ratio to total assets (%)	18.5	(0.4)	17.9	(0.6)	19.0	±0.0
Ratio to owners' equity (%)	43.5	(0.1)	41.6	(1.9)	44.9	+1.4

#### Segment Information excluding Financial Services

Domestic convenience store operations	-	-	-	-	-	-
Overseas convenience store operations	102,902	76.4	171,062	166.2	177,601	133.9
Superstore operations	3,825	75.0	2,550	66.7	3,187	71.4
Department store operations	173,007	103.3	181,810	105.1	187,908	110.6
Specialty store operations	51,047	105.5	52,363	102.6	53,735	109.2
Others	-	-	-	-	-	-
Corporate	289,995	87.9	269,998	93.1	289,996	87.9
Sub-total	620,778	90.5	677,784	109.2	712,429	103.8
Financial services	345,939	99.9	306,831	88.7	336,060	96.9
Total	966,717	93.7	984,615	101.9	1,048,490	101.5

#### Bond information

(As of Aug. 31, 2017)

	Amount	Date of issue	Coupon	Redemption date
Issued by Seven & i Holdings				
3rd unsecured domestic straight bonds	30 billion yen	Jul. 3, 2008	1.94%	Jun. 20, 2018
6th unsecured domestic straight bonds	60 billion yen	Jun. 29, 2010	1.399%	Jun. 19, 2020
8th unsecured domestic straight bonds	40 billion yen	Apr. 26, 2013	0.383%	Jun. 20, 2019
9th unsecured domestic straight bonds	20 billion yen	Apr. 26, 2013	0.671%	Mar. 20, 2023
10th unsecured domestic straight bonds	30 billion yen	Jun. 17, 2015	0.150%	Jun. 20, 2018
11th unsecured domestic straight bonds	60 billion yen	Jun. 17, 2015	0.514%	Jun. 20, 2022
12th unsecured domestic straight bonds	30 billion yen	Jun. 17, 2015	0.781%	Jun. 20, 2025
Issued by Seven Bank				
7th unsecured domestic straight bonds	10 billion yen	May 31, 2012	0.613%	Jun. 20, 2019
8rd unsecured domestic straight bonds	15 billion yen	Mar. 7, 2013	0.243%	Mar. 20, 2018
9th unsecured domestic straight bonds	20 billion yen	Mar. 7, 2013	0.460%	Mar. 19, 2020
10th unsecured domestic straight bonds	20 billion yen	Mar. 7, 2013	0.803%	Mar. 20, 2023
11th unsecured domestic straight bonds	15 billion yen	Dec. 17, 2014	0.536%	Dec. 20, 2024

#### Ratings

(As of Sep. 30, 2017)

		S&P	Moody's	R&I	JCR
Seven & i Holdings	Long-term	AA-	A1	AA	AA+
Seven-Eleven Japan	Long-term	AA-	-	-	AA+
	Short-term*	A-1+	P-1	-	-
7-Eleven, Inc.	Long-term	AA-	Baa1	-	-
Seven Bank	Long-term	A+	-	AA	-

\* From January 2006, Seven-Eleven Japan's short-term rating is its rating as the guarantor of 7-Eleven, Inc.'s commercial paper program.

## V. Consolidated Quarterly Financial Statements

	(Millions of yen)			(Millions of yen)	
	February 28, 2017 Amount	August 31, 2017 Amount		February 28, 2017 Amount	August 31, 2017 Amount
<b>ASSETS</b>			<b>LIABILITIES</b>		
Current assets	2,274,403	2,305,830	Current liabilities	1,947,618	1,982,538
Cash and bank deposits	1,222,101	1,273,850	Notes and accounts payable, trade	415,349	462,937
Notes and accounts receivable-trade	347,838	356,124	Short-term loans	150,376	153,745
Trade accounts receivable-financial services	91,052	93,693	Current portion of bonds	50,000	74,998
Merchandise and finished goods	189,193	175,714	Current portion of long-term loans	64,301	61,256
Work in process	31	23	Income taxes payable	34,462	38,759
Raw materials and supplies	3,238	3,470	Accrued expenses	131,871	119,570
Prepaid expenses	49,113	51,404	Deposits received	188,798	158,570
ATM-related temporary payments	98,710	83,322	ATM-related temporary advances	46,072	37,869
Deferred income taxes	30,239	28,935	Allowance for sales promotion expenses	21,409	22,677
Other	247,866	244,709	Allowance for bonuses to employees	14,159	16,113
Allowance for doubtful accounts	(4,983)	(5,419)	Allowance for bonuses to Directors and Audit & Supervisory Board Members	311	165
			Allowance for loss on future collection of gift certificates	1,807	1,616
Non-current assets	3,234,485	3,179,511	Provision for sales returns	77	67
Property and equipment	2,007,829	1,977,575	Deposits received in banking business	538,815	547,289
Buildings and structures, net	865,439	856,688	Call money	20,000	20,000
Furniture, fixtures and equipment, net	311,762	311,391	Other	269,804	266,900
Land	768,926	749,135	Non-current liabilities	1,085,463	988,848
Lease assets, net	12,735	8,799	Bonds	349,996	275,000
Construction in progress	48,677	48,361	Long-term loans	433,814	419,615
Other, net	288	3,199	Deferred income taxes	49,080	51,720
Intangible assets	495,935	478,853	Allowance for retirement benefits to Directors and Audit & Supervisory Board Members	939	938
Goodwill	270,055	253,892	Net defined benefit liability	9,163	8,595
Software	72,416	75,116	Deposits received from tenants and franchised stores	55,327	54,622
Other	153,463	149,844	Asset retirement obligations	77,640	79,303
Investments and other assets	730,720	723,082	Other	109,502	99,052
Investments in securities	188,162	184,409	<b>TOTAL LIABILITIES</b>	<b>3,033,082</b>	<b>2,971,387</b>
Long-term loans receivable	15,315	15,070			
Long-term leasehold deposits	396,707	389,533	<b>NET ASSETS</b>		
Advances for store construction	389	253	Shareholder's equity	2,247,056	2,297,077
Net defined benefit asset	44,628	47,163	Common stock	50,000	50,000
Deferred income taxes	25,261	29,395	Capital surplus	409,095	409,144
Other	64,064	60,856	Retained earnings	1,793,035	1,842,658
Allowance for doubtful accounts	(3,808)	(3,600)	Treasury stock, at cost	(5,074)	(4,725)
<b>TOTAL ASSETS</b>	<b>5,508,888</b>	<b>5,485,342</b>	Total accumulated other comprehensive income	89,000	72,031
			Unrealized gains(losses) on available- for-sale securities, net of taxes	28,467	28,896
			Unrealized gains(losses) on hedging derivatives, net of taxes	23	(53)
			Foreign currency translation adjustments	56,391	37,515
			Remeasurements of defined benefit plans	4,117	5,673
			Subscription rights to shares	2,594	2,637
			Non-controlling interests	137,154	142,207
			<b>TOTAL NET ASSETS</b>	<b>2,475,806</b>	<b>2,513,955</b>
			<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>5,508,888</b>	<b>5,485,342</b>

## VI. Consolidated Statements of Income

	(Millions of yen)	
	Six Months ended August 31,2016	Six Months ended August 31,2017
Revenues from operators	2,866,167	2,987,198
Net sales	2,268,907	2,368,047
Cost of sales	1,751,520	1,858,556
Gross profit on sales	517,386	509,491
Operating revenues	597,259	619,151
Gross Profit from operations	1,114,646	1,128,642
Selling, general and administrative expenses	933,179	934,175
Operating income	181,466	194,466
Non-operating income	7,493	6,157
Interest income	2,757	2,562
Equity in earnings of affiliates	2,262	1,306
Other	2,474	2,288
Non-operating expenses	6,344	6,454
Interest expenses	2,967	3,319
Interest on bonds	1,272	1,211
Other	2,104	1,923
Ordinary income	182,616	194,170
Special gains	1,752	3,770
Gain on sales of property and equipment	1,106	3,160
Other	646	610
Special losses	88,087	49,966
Loss on desposals of property and equipment	6,846	9,299
Impairment loss on property and equipment	35,354	14,553
Amortization of goodwill	33,401	-
Restructuring expenses	10,202	21,712
Other	2,282	4,399
Income before income taxes	96,280	147,974
Total income taxes	55,468	48,828
Income taxes - current	59,032	49,090
Income taxes - deferred	(3,563)	(261)
Net income	40,811	99,145
Net income attributable to non-controlling interests	7,331	9,724
Net income attributable to owners of parent	33,480	89,421

## VII. Consolidated Quarterly Statements of Cash Flows

(Millions of yen)

	Six Months ended August 31,2016	Six Months ended August 31,2017
<b>Cash flows from operating activities:</b>		
Income before income taxes	96,280	147,974
Depreciation and amortization	102,992	105,927
Impairment loss on property and equipment	40,888	31,966
Amortization of goodwill	41,653	8,404
Interest income	(2,757)	(2,562)
Interest expenses and interest on bonds	4,240	4,531
Equity in losses(earnings) of affiliates	(2,262)	(1,306)
Gain on sales of property and equipment	(1,106)	(3,160)
Loss on disposals of property and equipment	6,897	9,373
Decrease (increase) in notes and accounts receivable,trade	775	(9,890)
Decrease (increase) in trade accounts receivable,financial services	(3,404)	(2,640)
Decrease (increase) in inventories	917	10,358
Increase (decrease) in notes and accounts payable,trade	54,308	50,641
Increase (decrease) in deposits received	(2)	(29,950)
Net increase (decrease) in loans in banking business	(1,000)	-
Net increase (decrease) in bonds in banking business	-	(30,000)
Net increase (decrease) in deposits received in banking business	6,471	8,473
Net decrease (increase) in call loan in banking business	(5,000)	-
Net change in ATM-related temporary accounts	(3,184)	7,183
Other	(7,524)	(26,517)
<b>Sub-total</b>	<b>329,184</b>	<b>278,806</b>
Interest and dividends received	2,231	2,146
Interest paid	(4,525)	(4,562)
Income taxes paid	(55,520)	(41,869)
Income taxes refund	-	16,936
<b>Net cash provided by operating activities</b>	<b>271,369</b>	<b>251,457</b>
<b>Cash flows from investing activities:</b>		
Acquisition of property and equipment	(135,655)	(123,370)
Proceeds from sales of property and equipment	12,605	14,151
Acquisition of intangible assets	(12,406)	(15,507)
Payment for purchase of investments in securities	(30,985)	(8,940)
Proceeds from sales of investments in securities	18,697	15,613
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	-	108
Payment for long-term leasehold deposits	(19,519)	(7,430)
Refund of long-term leasehold deposits	15,066	18,274
Proceeds from deposits from tenants	1,951	1,757
Refund of deposits from tenants	(1,723)	(3,123)
Payment for acquisition of business	(2,303)	(2,482)
Payment for time deposits	(4,880)	(3,523)
Proceeds from withdrawal of time deposits	23,052	6,471
Other	(6,272)	(5,577)
<b>Net cash used in investing activities</b>	<b>(142,372)</b>	<b>(113,578)</b>
<b>Cash flows from financing activities:</b>		
Net increase (decrease) in short-term loans	13,650	3,395
Proceeds from long-term debts	16,600	37,617
Repayment of long-term debts	(37,917)	(48,349)
Proceeds from commercial paper	54,841	-
Payment for redemption of commercial paper	(54,841)	-
Payment for redemption of bonds	(40,000)	(20,000)
Capital contribution from non-controlling interests	0	344
Dividends paid	(41,086)	(39,772)
Dividends paid to non-controlling interests	(3,403)	(3,929)
Purchase of treasury stock	(2,260)	(11)
Other	(6,621)	(11,210)
<b>Net cash used in financing activities</b>	<b>(101,038)</b>	<b>(81,916)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(8,198)</b>	<b>(930)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>19,760</b>	<b>55,032</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,147,086</b>	<b>1,209,497</b>
<b>Decrease in cash and cash equivalents resulting from exclusion of the subsidiary from consolidation</b>	<b>(4)</b>	<b>-</b>
<b>Cash and cash equivalents at end of period</b>	<b>1,166,841</b>	<b>1,264,529</b>

## ■ Financial Results and Business Performance of Major Companies

### I. Domestic Convenience Store Operations

#### Seven-Eleven Japan

##### Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Total store sales	2,286,066	105.5	2,373,164	103.8	4,515,605	105.2	4,708,000	104.3
Net sales of franchised stores	2,230,315	105.6	2,322,126	104.1	4,409,084	105.4		
Revenues from operations	422,812	105.6	434,823	102.8	833,743	105.1	857,800	102.9
Franchise commission from franchised stores	364,918	106.2	381,609	104.6	723,021	106.3		
Gross profit from operations	383,270	105.9	398,754	104.0	758,400	105.9		
SG&A expenses	256,731	107.4	268,008	104.4	514,907	107.0		
Advertising expenses	36,549	103.6	32,978	90.2	69,002	103.8		
Salaries and wages	36,287	107.8	37,458	103.2	72,547	107.8		
Land and building rent	75,550	110.1	81,714	108.2	154,863	110.3		
Depreciation and amortization	28,593	115.3	31,043	108.6	58,829	113.6		
Utility expenses	22,475	91.5	22,855	101.7	43,993	92.1		
Others	57,274	110.0	61,957	108.2	115,671	107.4		
Operating income	126,539	103.0	130,746	103.3	243,493	103.6	244,000	100.2

##### Sales by product category (total store sales)

(Millions of yen)

	Six Months Ended Aug. 31, 2016			Six Months Ended Aug. 31, 2017			Fiscal Year Ended Feb. 28, 2017			Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)
Total store sales	2,286,066	105.5	100.0	2,373,164	103.8	100.0	4,515,605	105.2	100.0	4,708,000	104.3
Processed food	608,093	107.1	26.6	631,261	103.8	26.6	1,183,088	106.0	26.2		
Fast food	681,247	104.8	29.8	716,695	105.2	30.2	1,350,166	105.6	29.9		
Daily food	306,332	107.1	13.4	315,630	103.0	13.3	614,122	106.0	13.6		
Nonfood	690,392	104.1	30.2	709,576	102.8	29.9	1,368,228	103.9	30.3		

##### Average daily sales per store

(Thousands of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
All stores	667	(1)	663	(4)	657	+1		
Newly opened stores	554	(2)	566	+12	533	+3		

##### Existing store sales increase

(%)

	Six Months Ended Aug. 31, 2016	Six Months Ended Aug. 31, 2017	Fiscal Year Ended Feb. 28, 2017	Fiscal Year Ending Feb. 28, 2018 (Forecast)
Existing store sales increase	+1.6	+1.0	+1.8	+1.5
Number of customers	(0.1)	(0.2)	+0.1	
Average spending per customer	+1.7	+1.2	+1.7	

##### Gross profit margin by product category

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
Total	31.8	+0.2	31.9	+0.1	31.8	+0.2	32.1	+0.3
Processed food	39.1	±0.0	39.3	+0.2	39.2	+0.3		
Fast food	35.4	+0.1	35.7	+0.3	35.7	+0.2		
Daily food	33.3	+0.2	33.4	+0.1	33.4	+0.2		
Nonfood	21.0	+0.1	20.9	(0.1)	21.0	+0.1		

## II. Overseas Convenience Store Operations

7-Eleven, Inc.

### Financial results

(Millions of yen)

	Six Months Ended Jun. 30, 2016		Six Months Ended Jun. 30, 2017		Fiscal Year Ended Dec. 31, 2016		Fiscal Year Ending Dec. 31, 2017 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Total store sales	1,334,657	92.9	1,518,799	113.8	2,735,199	92.7	3,141,000	114.8
Merchandise sales at directly operated stores	143,995	89.4	138,305	96.0	284,542	87.0		
Merchandise sales at franchised stores	667,304	100.4	699,153	104.8	1,336,735	95.4		
Gasoline sales	523,357	85.8	681,340	130.2	1,113,921	91.2		
Revenues from operations	796,410	88.5	957,948	120.3	1,658,542	91.1	1,978,000	119.3
Merchandise sales at directly operated stores ,etc	143,995	89.4	143,382	99.6	284,542	87.0		
Gasoline sales	523,357	85.8	681,340	130.2	1,113,921	91.2		
Other operating revenues	129,057	100.2	133,226	103.2	260,078	95.9		
Franchise commission from franchised stores	118,374	100.5	122,200	103.2	236,957	96.3		
Gross profit from operations	222,608	99.1	234,663	105.4	449,334	95.1		
SG&A expenses	186,026	97.2	195,244	105.0	372,662	94.3		
SG&A expenses (thousands of \$)	1,665,412	104.7	1,737,978	104.4	3,425,836	105.0		
Directly operated stores*	248,658	93.5	250,047	100.6	515,342	97.7		
Operating income	36,581	109.8	39,418	107.8	76,671	99.0	89,000	116.1
Operating income (thousands of dollar)	327,501	118.3	350,887	107.1	704,832	110.2	809,091	114.8

\* Selling expenses of directly operated stores.

### Sales by product category (total store sales)

(Millions of yen)

	Six Months Ended Jun. 30, 2016			Six Months Ended Jun. 30, 2017			Fiscal Year Ended Dec. 31, 2016			Fiscal Year Ending Dec. 31, 2017 (Forecast)	
		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)
Net sales	1,334,657	92.9	-	1,518,799	113.8	-	2,735,199	92.7	-	3,141,000	114.8
Merchandise sales	811,300	98.2	100.0	837,459	103.2	100.0	1,621,278	93.8	100.0		
Processed food	325,030	98.4	40.1	332,412	102.3	39.7	650,509	93.6	40.1		
Fast food	122,815	99.1	15.1	119,797	97.5	14.3	244,299	93.3	15.1		
Daily food	51,511	95.4	6.3	51,626	100.2	6.2	101,814	92.2	6.3		
Nonfood	311,942	98.2	38.4	333,622	107.0	39.8	624,655	94.5	38.5		
Gasoline sales	523,357	85.8	-	681,340	130.2	-	1,113,921	91.2	-		

### Existing store sales increase

(%)

	Six Months Ended Jun. 30, 2016	Six Months Ended Jun. 30, 2017	Fiscal Year Ended Dec. 31, 2016	Fiscal Year Ending Dec. 31, 2017 (Forecast)
U.S. merchandise sales increase (dollar basis)	+3.2	+1.5	+2.1	+3.1

### Average daily sales per store

	Six Months Ended Jun. 30, 2016		Six Months Ended Jun. 30, 2017		Fiscal Year Ended Dec. 31, 2016		Fiscal Year Ending Dec. 31, 2017 (Forecast)	
		Change		Change		Change		Change
All stores (dollar)	4,698	+111	4,734	+36	4,769	+74		
All stores (thousands of yen)	525	(27)	532	+7	519	(50)		

### Merchandise gross profit margin

(%)

	Six Months Ended Jun. 30, 2016		Six Months Ended Jun. 30, 2017		Fiscal Year Ended Dec. 31, 2016		Fiscal Year Ending Dec. 31, 2017 (Forecast)	
		Change		Change		Change		Change
Gross profit margin	34.9	±0.0	34.4	(0.5)	34.8	+0.2	34.9	+0.1

### Gasoline

	Six Months Ended Jun. 30, 2016		Six Months Ended Jun. 30, 2017		Fiscal Year Ended Dec. 31, 2016		Fiscal Year Ending Dec. 31, 2017 (Forecast)	
		YOY(%) / change		YOY(%) / change		YOY(%) / change		YOY(%) / change
Sales (thousands of dollar)	4,685,382	92.4	6,064,984	129.4	10,240,133	101.5		
Gallons sold (thousands of gallon)	2,348,527	112.9	2,605,887	111.0	4,910,026	114.4		
Margin (cents per gallon)*	19.12	+0.54	20.91	+1.79	20.05	+0.25		
Average retail price (dollars per gallon)	2.09	(0.42)	2.41	+0.32	2.17	(0.28)		
Retail fuel margin (cents per gallon)	19.20	+0.29	21.45	+2.25	20.50	(1.01)		

\*Gross profit is shown for the entire gasoline business, including wholesale business.

### Exchange rates (Income statements)

(yen)

	Six Months Ended Jun. 30, 2016	Six Months Ended Jun. 30, 2017	Fiscal Year Ended Dec. 31, 2016	Fiscal Year Ending Dec. 31, 2017 (Forecast)
U.S. \$1=	111.70	112.34	108.78	110.00

### III. Superstore Operations

#### Ito-Yokado

##### Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Revenues from operations	627,182	98.3	616,230	98.3	1,255,017	97.3	1,260,000	100.4
Net sales	609,401	98.1	600,897	98.6	1,219,252	97.1	1,230,000	100.9
Gross profit from operation	156,637	98.4	154,553	98.7	316,932	98.9		
SG&A expenses	160,052	95.1	156,480	97.8	316,879	94.8		
Advertising expenses	9,399	56.1	10,071	107.2	19,389	57.7		
Salaries and wages	67,087	101.8	67,303	100.3	133,112	100.7		
Land and building rent	30,959	100.9	29,811	96.3	61,687	100.8		
Depreciation and amortization	7,105	113.1	6,392	90.0	13,654	104.0		
Utility expenses	8,455	78.7	8,071	95.5	15,779	81.7		
Others	37,045	97.7	34,830	94.0	73,256	97.6		
Operating income	(3,415)	-	(1,927)	-	52	-	4,000	-

##### Sales by product category

(Millions of yen)

	Six Months Ended Aug. 31, 2016			Six Months Ended Aug. 31, 2017			Fiscal Year Ended Feb. 28, 2017			Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)
Net sales	609,401	98.1	100.0	600,897	98.6	100.0	1,219,252	97.1	100.0	1,230,000	100.9
Merchandise sales	443,056	96.6	72.7	436,170	98.4	72.6	886,930	95.2	72.7		
Apparel	92,202	97.4	15.1	83,977	91.1	14.0	179,027	95.7	14.7		
Household goods	59,304	85.5	9.7	81,385	137.2	13.5	122,445	85.7	10.0		
Food	291,549	98.9	47.8	270,806	92.9	45.1	585,457	97.3	48.0		
Tenants	161,118	102.4	26.4	160,538	99.6	26.7	322,191	102.4	26.4		
Others	5,226	103.0	0.9	4,188	80.1	0.7	10,130	107.0	0.8		

##### Existing store sales increase

(%)

	Six Months Ended Aug. 31, 2016	Six Months Ended Aug. 31, 2017	Fiscal Year Ended Feb. 28, 2017	Fiscal Year Ending Feb. 28, 2018 (Forecast)
Existing store sales increase	(3.3)	(2.6)	(4.2)	±0.0
Apparel	(4.1)	(5.1)	(6.3)	
Household goods	(7.8)	(0.9)	(7.1)	
Food	(2.1)	(2.3)	(2.9)	
Number of customers	(3.7)	(2.6)	(4.4)	
Average spending per customer	+0.4	±0.0	+0.3	

##### Gross profit margin by product category

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
Total	28.9	+0.1	29.4	+0.5	29.1	+0.5	30.1	+1.0
Apparel	33.0	(0.5)	33.4	+0.4	32.5	+0.2		
Household goods	30.0	±0.0	31.3	+1.3	30.2	+0.5		
Food	27.4	+0.4	27.6	+0.2	27.8	+0.6		

#### <Concerning the Business Reorganization of Ito-Yokado>

The cosmetic and drug sales areas in Ito-Yokado's household goods division were carved out in a corporate split and transferred to Seven Bi no Garden Co., LTD.; however, to facilitate a flexible sales area reorganization at Ito-Yokado, it absorbed Seven Bi no Garden Co., LTD. on March 1, 2017.

As a result, the result for six months ended August 31, 2017 and the forecast for the fiscal year ending February 28, 2018 reflect the figures for Seven Bi no Garden Co., LTD.

Furthermore, since the forecast uses figures from after reorganizing the existing store sales, there is no impact on the existing store sales growth. The impact on the gross profit margin is negligible.

## York-Benimaru

### Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Revenues from operations	212,394	103.7	217,885	102.6	426,172	103.2	447,000	104.9
Net sales	208,844	103.7	213,889	102.4	418,729	103.1	440,000	105.1
Gross profit from operation	52,534	104.7	53,529	101.9	106,240	104.0		
SG&A expenses	45,509	103.5	47,172	103.7	92,185	103.8		
Advertising expenses	3,250	101.5	3,371	103.7	6,624	99.4		
Salaries and wages	24,006	104.9	25,009	104.2	48,472	105.5		
Land and building rent	4,658	102.6	4,761	102.2	9,378	102.6		
Depreciation and amortization	2,169	113.8	2,486	114.6	4,519	115.0		
Utility expenses	2,742	84.7	2,652	96.7	5,413	88.3		
Others	8,681	105.8	8,890	102.4	17,777	104.7		
Operating income	7,025	113.7	6,357	90.5	14,054	105.5	14,700	104.6

### [Reference] Results including Life Foods \*

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Operating income	9,537	110.5	8,630	90.5	18,760	105.7	19,600	104.5

Note: Results including Life Foods represent internal management reporting figures.

\* Life Foods is a wholly owned subsidiary which produces and sells delicatessen in York-Benimaru stores.

### Sales by product category

(Millions of yen)

	Six Months Ended Aug. 31, 2016			Six Months Ended Aug 31, 2017			Fiscal Year Ended Feb. 28, 2017			Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)
Net sales	208,844	103.7	100.0	213,889	102.4	100.0	418,729	103.1	100.0	440,000	105.1
Merchandise sales	179,480	104.0	85.9	183,703	102.4	85.9	360,290	103.2	86.0		
Food	161,666	104.3	77.4	166,866	103.2	78.0	325,026	103.9	77.6		
Fresh food	71,757	104.0	34.3	73,913	103.0	34.5	145,105	104.0	34.6		
Processed food	49,474	103.9	23.7	51,091	103.3	23.9	98,819	103.2	23.6		
Daily food	40,434	105.4	19.4	41,861	103.5	19.6	81,101	104.7	19.4		
Apparel	7,524	98.6	3.6	6,683	88.8	3.1	14,967	94.2	3.6		
Household goods	10,290	102.2	4.9	10,152	98.7	4.8	20,296	99.5	4.8		
Tenants	29,363	102.2	14.1	30,186	102.8	14.1	58,439	102.1	14.0		
Life Foods*	24,422	102.7	11.7	25,026	102.5	11.7	48,856	102.7	11.7		
Others	4,940	100.0	2.4	5,160	104.4	2.4	9,583	99.0	2.3		

\* Represents sales amount for delicatessen items in York-Benimaru stores.

### Existing store sales increase

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
Existing store sales increase	+1.3		(0.4)		+0.5		+1.2	
Food	+1.5		+0.1		+0.9			
Apparel	+0.1		(11.9)		(3.9)			
Household goods	+4.6		(2.9)		+0.5			
Number of customers	+1.1		+0.8		+0.8			
Average spending per customer	+0.2		(1.3)		(0.3)			

### Gross profit margin by product category

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
Total	25.7	+0.2	25.4	(0.3)	25.8	+0.1	26.0	+0.2
Food	25.4	+0.3	25.0	(0.4)	25.5	+0.1		
Apparel	31.0	(0.6)	32.1	+1.1	31.5	+0.7		
Household goods	27.0	(0.1)	26.9	(0.1)	26.8	+0.2		

#### IV. Department Store Operations

##### Sogo & Seibu

##### Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Revenues from operations	370,409	95.4	344,351	93.0	760,692	94.7	708,900	93.2
Net sales	364,209	95.4	338,503	92.9	747,951	94.6	696,200	93.1
Gross profit from operation	81,579	93.9	75,042	92.0	165,647	93.1		
SG&A expenses	81,536	95.0	74,415	91.3	161,306	94.6		
Advertising expenses	12,516	93.1	11,203	89.5	25,467	94.3		
Salaries and wages	21,246	95.0	19,396	91.3	41,770	95.0		
Land and building rent	20,322	98.5	18,957	93.3	40,523	97.9		
Depreciation and amortization	5,579	92.5	4,647	83.3	10,664	90.7		
Utility expenses	4,603	83.0	4,077	88.6	8,473	83.1		
Others	17,268	97.1	16,133	93.4	34,406	95.1		
Operating income	43	3.9	626	-	4,341	58.6	5,000	115.2

##### Sales results of major stores

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Ikebukuro (flagship store)	90,343	98.5	90,684	100.4	186,597	98.2		
Yokohama	52,986	96.2	52,750	99.6	109,690	96.1		
Chiba	35,132	95.7	35,625	101.4	73,381	96.5		
Kobe	22,318	98.0	21,987	98.5	45,197	96.7		
Hiroshima	19,942	96.4	19,596	98.3	41,438	96.1		
Shibuya	19,847	98.7	20,674	104.2	41,779	98.6		
Omiya	15,953	96.6	16,027	100.5	33,058	98.2		

Note: Store sales include corporate sales.

##### Sales by product category

(Millions of yen)

	Six Months Ended Aug. 31, 2016			Six Months Ended Aug. 31, 2017			Fiscal Year Ended Feb. 28, 2017			Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)	Composition(%)		YOY(%)
Net sales	364,209	95.4	100.0	338,503	92.9	100.0	747,951	94.6	100.0	696,200	93.1
Merchandise sales	255,108	94.2	70.0	235,158	92.2	69.5	524,410	93.4	70.1		
Apparel	142,478	92.2	39.1	128,630	90.3	38.0	291,470	91.9	39.0		
Household goods	37,532	94.5	10.3	35,354	94.2	10.4	75,770	93.4	10.1		
Food	75,097	98.1	20.6	71,173	94.8	21.0	157,168	96.4	21.0		
Tenants	88,789	97.2	24.4	84,156	94.8	24.9	183,696	97.4	24.6		
Corporate sales	20,310	102.4	5.6	19,188	94.5	5.7	39,844	97.9	5.3		

##### Existing store sales increase

(%)

	Six Months Ended Aug. 31, 2016	Six Months Ended Aug. 31, 2017	Fiscal Year Ended Feb. 28, 2017	Fiscal Year Ending Feb. 28, 2018 (Forecast)
Existing store sales increase	(3.7)	(0.1)	(2.7)	(0.5)

##### Gross profit margin by product category

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
Total	24.2	(0.4)	24.0	(0.2)	23.9	(0.4)	24.2	+0.3
Apparel	28.7	(0.3)	28.6	(0.1)	28.2	(0.5)		
Household goods	23.7	±0.0	23.4	(0.3)	23.6	(0.1)		
Food	16.0	(0.1)	16.0	±0.0	16.0	(0.2)		

## V. Financial Services

### Seven Bank

#### Number of ATMs

##### (1) Domestic installation

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		Change		Change		Change
Total	22,976	+1,256	23,839	+863	23,353	+965
Net ATMs in the Group	20,857	+975	21,682	+825	21,232	+859
Seven-Eleven Japan	20,240	+928	21,063	+823	20,606	+829
Ito-Yokado	320	+1	296	(24)	312	(8)
York-Benimaru	131	+39	158	+27	148	+33
York Mart	74	+6	75	+1	74	+5
Others	92	+1	90	(2)	92	±0
Net ATMs outside the Group	2,119	+281	2,157	+38	2,121	+106

##### (2) Overseas installation

	Six Months Ended Jun. 30, 2016		Six Months Ended Jun. 30, 2017		Fiscal Year Ended Dec. 31, 2016	
		Change		Change		Change
North America	6,437	+89	5,680	(757)	6,227	(398)

#### Average number of transaction per day per ATM during the period

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		Change		Change		Change
Average number of transactions	97.1	(3.7)	95.3	(1.8)	95.6	(3.6)

#### International money transfer service

(Thousands)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		Change		Change		Change
Number of contract accounts	163	+41	200	+37	182	+38
Cumulative number of transfers	467	+91	520	+53	967	+164

#### Seven Card Service / Seven CS Card Service

#### Number of credit cards, point cards and cash cards

(10 thousands)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		Change		Change		Change
Credit cards	668	(7)	662	(6)	670	(3)
SEVEN CARD plus / SEVEN CARD	348	(9)	346	(2)	347	(4)
CLUB ON/Millennium CARD SAISON	320	+2	316	(4)	323	+1
Electronic money ( <i>nanaco</i> )	4,976	+778	5,653	+677	5,350	+807

Notes: 1. SEVEN CARD plus / SEVEN CARD and CLUB ON/Millennium CARD SAISON issued represent only the number of effective card members.

2. CLUB ON/Millennium CARD SAISON does not include dedicated cards for point services, without credit functions.

3. The number of *nanaco* includes the number of mobile *nanaco* holders.

## VI. Specialty Store Operations

### Seven & i Food Systems

#### Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Revenues from operations	42,445	98.4	41,519	97.8	82,562	98.5	83,200	100.8
Net sales	42,361	98.4	41,437	97.8	82,394	98.5	83,100	100.9
Gross profit from operation	26,984	97.1	26,268	97.3	52,516	97.9		
SG&A expenses	26,678	100.4	25,632	96.1	52,001	98.8		
Operating income	306	25.2	636	207.7	515	50.4	600	116.4

#### [Restaurant division] Existing store sales increase

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
Existing store sales increase	(4.2)		+1.1		(2.8)		+3.4	
Number of customers	+0.8		(2.0)		±0.0			
Average spending per customer	(5.0)		+3.1		(2.8)			

#### [Restaurant division] Gross profit margin

(%)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
Gross profit margin	68.3	±0.0	68.4	+0.1	68.4	+0.2	68.0	(0.4)

\*From the fiscal year ending February 28, 2018, the restaurant division has comprised only the Denny's brand. Previous fiscal year's growth in existing store sales and merchandise gross profit margin have been changed to reflect this change.

### Nissen Holdings (Consolidated)

※The fiscal year ended February 28, 2017 is a 14-month period due to changing the fiscal year-end from December 20 to February 28.

Figures for three months ended August 31, 2016 are for the period from December 21, 2015 to June 20, 2016.

#### Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Net sales	57,948	72.5	52,133	90.0	139,226	87.7	105,900	76.1
Gross profit from operation	20,541	68.7	17,574	85.6	42,743	75.7		
SG&A expenses	25,845	74.7	19,587	75.8	57,840	89.1		
Operating income	(5,303)	-	(2,013)	-	(15,097)	-	(5,600)	-

#### [Reference] Financial results

(Millions of yen)

	Six Months Ended Aug. 31, 2016*1		Six Months Ended Aug. 31, 2017*1		Fiscal Year Ended Feb. 28, 2017*2		Fiscal Year Ending Feb. 28, 2018 (Forecast)*2	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
Net sales	60,366		52,133	86.4	120,803		105,900	87.7
Gross profit from operation	20,410		17,574	86.1	35,964			
SG&A expenses	24,521		19,587	79.9	48,383			
Operating income	(4,111)		(2,013)	-	(12,420)		(5,600)	-

\*1. Figures for three months ended August 31, 2016 restated for the period from February 21, 2016 to August 20, 2016 for reference. YoY figures are restated for reference.

\*2. Figure for the fiscal year ended February 28, 2017 are restated for the period from February 21, 2016 to February 28, 2017 for reference. YoY projection figures are restated for reference.

## VII. Group Strategy

### (1) Seven Premium

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
Sales (billions of yen)	5,950	+1,010	6,550	+600	11,500	+1,490	13,200	+1,700
Items	3,500	+320	3,820	+320	3,650	+350	-	-

### (2) EC sales

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
EC sales	47,640		52,673	+5,033	97,660	+12,218	140,000	+42,340
Seven Net Shopping	5,756		10,585	+4,829	14,104	+5,445		
Seven-Meal*1	13,234		13,052	(182)	26,678	+3,589		
Ito-Yokado	1,067		1,904	+837	2,661	+2,120		
Ito-Yokado's Net Supermarket*1	22,830		21,863	(967)	44,735	+1,318		
Akachan Honpo*2	3,117		2,925	(192)	5,617	(967)		
Sogo & Seibu	1,214		1,591	+377	2,851	+480		
LOFT	197		434	+237	592	+436		
Other	225		318	+93	422	(204)		

\*1 Delivery-type service while others are mail order sales-type services.

\*2 Sales through the "omni7" website from September 2016.

## VIII. Capital Expenditures, Depreciation and Amortization of Major Companies

(Millions of yen)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		YOY(%)		YOY(%)		YOY(%)		YOY(%)
<b>Domestic convenience store operations</b>								
Seven-Eleven Japan								
Total capital expenditures	57,793	90.8	58,184	100.7	125,045	100.4	180,000	143.9
Investment to new stores	37,651	91.7	34,256	91.0	74,070	92.6		
Investment to existing stores and other	18,763	95.5	20,931	111.6	45,733	121.0		
Software development	1,378	47.0	2,996	217.4	5,241	77.6		
Depreciation and amortization	28,593	115.3	31,043	108.6	58,829	113.6	67,500	114.7
<b>Overseas convenience store operations</b>								
7-Eleven, Inc.								
Total capital expenditures*	49,296	126.7	46,376	94.1	216,776	135.7	510,000	235.3
Investment to new stores and other	20,681	141.4	25,522	123.4	161,327	155.3		
Investment to existing stores and other	24,091	115.1	20,344	84.4	48,233	100.9		
Software development	4,524	134.4	510	11.3	7,216	89.2		
Depreciation and amortization	32,711	102.9	35,129	107.4	64,992	99.4	69,000	106.2
<b>Superstore operations</b>								
Ito-Yokado								
Capital expenditures	22,429	52.6	4,531	20.2	30,636	52.3	19,300	63.0
	[15,400]	[36.1]	-	-	[23,607]	[68.9]	-	-
Investment to new stores	17,502	58.0	209	1.2	19,032	53.9		
	[10,473]	[34.7]	-	-	[12,003]	[109.0]		
Investment to existing stores and other	4,592	51.2	4,124	89.8	11,136	70.3		
Software development	335	9.6	198	59.1	468	6.3		
Depreciation and amortization	7,105	113.1	6,392	90.0	13,654	104.0	13,050	95.6
York-Benimaru								
Total capital expenditures	6,085	119.1	6,041	99.3	12,330	115.9	15,000	121.7
Investment to new stores	4,703	137.8	4,514	96.0	8,934	128.4		
Investment to existing stores and other	1,331	80.9	1,436	107.9	3,280	94.5		
Software development	51	96.1	90	176.5	116	54.7		
Depreciation and amortization	2,169	113.8	2,486	114.6	4,519	115.0	5,200	115.1
<b>Department store operations</b>								
Sogo & Seibu								
Total capital expenditures	5,214	78.6	4,937	94.7	11,773	93.1	13,000	110.4
Investment to new stores	-	-	-	-	-	-		
Investment to existing stores and other	4,866	83.3	4,698	96.5	10,977	102.3		
Software development	348	43.7	239	68.7	796	41.5		
Depreciation and amortization	5,579	92.5	4,647	83.3	10,664	90.7	10,300	96.6

Notes: 1. Capital expenditures include long-term leasehold deposits and advances for store construction.

An increase of the future amortization of assets under the "Accounting Standard for Asset Retirement Obligations" is not included.

2. Capital expenditures include investments related to openings of stores for each fiscal year and beyond, and goodwill and others due to the acquisition of stores, etc.

3. Depreciation and amortization include amortization on intangible assets.

4. [ ] Figures reflect sales & leaseback of assets of new stores at Ito-Yokado.

\* The forecast for the fiscal year ending February 28, 2018 at 7-Eleven, Inc. includes the acquisition of part of the retail business of Sunoco LP.

## ■ Store Information

### I . Store Openings and Closures of Major Companies

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017		Fiscal Year Ending Feb. 28, 2018 (Forecast)	
		Change		Change		Change		Change
<b>Domestic convenience store operations</b>								
Seven-Eleven Japan	19,044	+472	19,851	+429	19,422	+850	20,122	+700
Openings	855		800		1,682		1,600	
Closures	383		371		832		900	
Relocations, etc.	308		291		670			
Terminations of contract	75		80		162			
SEVEN-ELEVEN (BEIJING) * <sup>1</sup>	203	+16	220	+1	219	+32	259	+40
Openings	21		11		40		50	
Closures	5		10		8		10	
SEVEN-ELEVEN (TIANJIN) * <sup>1</sup>	70	±0	83	+1	82	+12	111	+29
Openings	6		8		18		36	
Closures	6		7		6		7	
SEVEN-ELEVEN (CHENGDU) * <sup>1</sup>	56	(4)	65	(2)	67	+7	87	+20
Openings	4		5		16		29	
Closures	8		7		9		9	
<b>Overseas convenience store operations</b>								
7-Eleven, Inc. * <sup>1,2</sup>	8,503	+3	8,716	+9	8,707	+207	9,895	+1,188
Openings	64		72		356		1,408	
Closures	61		63		149		220	
<b>Superstore operations</b>								
Ito-Yokado	180	(2)	167	(4)	171	(11)	165	(6)
Openings	2		1		4		2	
Closures	4		5		15		8	
York-Benimaru	209	+4	214	+1	213	+8	221	+8
Openings	4		4		9		11	
Closures	0		3		1		3	
York Mart	78	+2	79	+1	78	+2	78	±0
Openings	2		1		2		1	
Closures	0		0		0		1	
Hua Tang Yokado Commercial * <sup>1</sup>	4	(1)	1	(1)	2	(3)	1	(1)
Openings	0		0		0		0	
Closures	1		1		3		1	
Chengdu Ito-Yokado * <sup>1</sup>	6	±0	7	+1	6	±0	7	+1
Openings	0		1		0		1	
Closures	0		0		0		0	
<b>Department store operations</b>								
Sogo & Seibu	23	±0	19	±0	19	(4)	15	(4)
Openings	0		0		0		0	
Closures/Transfers	0		0		4		4	
<b>Specialty store operations</b>								
Akachan Honpo	104	+1	107	+1	106	+3	109	+3
Openings	4		2		8		8	
Closures	3		1		5		5	
LOFT * <sup>3</sup>	109	+7	111	+2	109	+7	111	+2
Openings	7		4		8		8	
Closures	0		2		1		6	
Seven & i Food Systems * <sup>4</sup>	847	(4)	775	(40)	815	(36)	759	(56)
Restaurant division	391	+2	384	(2)	386	(3)	383	(3)
Openings	4		3		5		5	
Closures	2		5		8		8	
Meal provision service division	278	+3	263	(7)	270	(5)	261	(9)
In-store and specialty store division	178	(9)	128	(31)	159	(28)	115	(44)

\*1. Figures are as of the end of June, or the end of December.

\*2. The forecast for the fiscal year ending February 28, 2018 at 7-Eleven, Inc. includes the acquisition of part of the retail business of Sunoco LP.

\*3. The number of LOFT stores includes 16 franchised stores for the six months ended August 31, 2016, for the six months ended August 31, 2017 and for the fiscal year ended February 28, 2017.

\*4. From the fiscal year ending February 28, 2018, the restaurant division has comprised only the Denny's brand, with Famil and other brands being concentrated in the in-store and specialty store division, renamed from the fast food division. Accordingly, the number of stores for past fiscal years has been restated.

## II. Store Information on Domestic/Overseas Convenience Store Operations

### Domestic Store Network

	Aug. 2016	Feb. 2017	Aug. 2017	Change
Hokkaido	948	959	974	+15
Aomori	41	49	59	+10
Iwate	129	131	136	+5
Miyagi	382	389	395	+6
Akita	81	85	90	+5
Yamagata	171	173	177	+4
Fukushima	413	420	431	+11
Ibaraki	633	632	636	+4
Tochigi	417	422	429	+7
Gunma	457	456	458	+2
Saitama	1,122	1,140	1,175	+35
Chiba	1,028	1,055	1,069	+14
Tokyo	2,438	2,483	2,550	+67
Kanagawa	1,340	1,361	1,386	+25
Niigata	409	407	414	+7
Toyama	131	130	131	+1
Ishikawa	121	126	132	+6
Fukui	66	67	66	(1)
Yamanashi	204	207	210	+3
Nagano	441	442	450	+8
Gifu	165	167	175	+8
Shizuoka	692	703	710	+7
Aichi	1,012	1,018	1,029	+11
Mie	127	138	150	+12
Shiga	223	228	233	+5
Kyoto	314	320	330	+10
Osaka	1,084	1,140	1,165	+25
Hyogo	658	682	694	+12
Nara	137	141	141	±0
Wakayama	75	77	77	±0
Tottori	12	16	19	+3
Shimane	34	43	53	+10
Okayama	292	295	297	+2
Hiroshima	556	566	575	+9
Yamaguchi	300	307	316	+9
Tokushima	90	90	89	(1)
Kagawa	104	101	102	+1
Ehime	86	97	103	+6
Kochi	28	34	36	+2
Fukuoka	921	937	963	+26
Saga	183	185	189	+4
Nagasaki	167	172	183	+11
Kumamoto	297	308	317	+9
Oita	155	157	159	+2
Miyazaki	182	182	187	+5
Kagoshima	178	184	191	+7
Total	19,044	19,422	19,851	+429

### Global Seven-Eleven Store Network

[Consolidated subsidiaries]

	Aug. 2016	Feb. 2017	Aug. 2017	Change
Japan	19,044	19,422	19,851	+429
North America* <sup>1</sup>	8,503	8,707	8,716	+9
U.S.A.	7,999	8,057	8,064	+7
Canada	504	650	652	+2
Hawaii	63	63	64	+1
China [Beijing]	203	219	220	+1
China [Tianjin]	70	82	83	+1
China [Chengdu]	56	67	65	(2)
Sub-total	27,939	28,560	28,999	+439

\*1. Figures for "North America" are the number of franchised stores and directly operated stores operated by 7-Eleven, Inc.

[Area licensees]

	Jun. 2016* <sup>2</sup>	Dec. 2016* <sup>2</sup>	Jun. 2017	Change
South Korea	8,227	8,556	8,943	+387
China	1,759	1,814	1,818	+4
[Hong Kong and others]* <sup>3</sup>				
China [Shanghai]	88	102	115	+13
China [Shandong]	37	38	40	+2
China [Chongqing]	24	35	35	±0
China [Zhejiang]	-	-	1	+1
Taiwan	5,055	5,107	5,161	+54
Thailand	9,252	9,542	10,007	+465
Philippines	1,740	1,995	2,087	+92
Malaysia	2,001	2,122	2,186	+64
Singapore	445	417	416	(1)
Australia	637	646	660	+14
UAE	2	7	11	+4
Vietnam	-	-	3	+3
U.S.A.	304	307	326	+19
Mexico	1,874	1,878	1,868	(10)
Norway	156	154	154	±0
Sweden	185	183	185	+2
Denmark	186	187	183	(4)
Sub-total	32,151	33,245	34,199	+954

\*2. Figures for FY16/6 and FY16/12 include the number of stores in Indonesia.

\*3. Figures for China [Hong Kong and others] include Guang Dong Province and Macau.

	Aug. 2016* <sup>4</sup>	Feb. 2017* <sup>4</sup>	Aug. 2017	Change
Total worldwide	60,090	61,805	63,198	+1,393

\*4. Figures for FY16/6 and FY16/12 include the number of stores in Indonesia.

Notes: 1. Figures for overseas stores are as of the end of June, or as of the end of December.

2. As of August 31, 2017, Seven-Eleven Japan operates in 46 prefectures out of 47 prefectures in Japan.

As of August 31, 2017, the number of 7-Eleven stores around the world including area licensees are 63,539 stores.

### III. Store Information of Superstore Operations

#### (1) Ito-Yokado

					(Square meters)
	Store name	Location	Date	Sales floor space	Directly managed sales floor space
Openings	<i>Shokuhinkan Shinurayasu</i> (food specialty store) (S&B)	Chiba	Jun. 28, 2017	4,725	4,725
	PRIMETREE AKAIKE	Aichi	Nov. 2017	43,600	3,327
Closures	Hadano	Kanagawa	Mar. 5, 2017	-	4,511
	<i>Shokuhinkan Takaido</i> (food specialty store)	Tokyo	Mar. 12, 2017	-	875
	Kamiooka(S&B)	Kanagawa	Mar. 20, 2017	-	9,055
	Hirohata	Hyogo	Mar. 26, 2017	-	13,466
	Shinurayasu(S&B)	Chiba	May 28, 2017	-	14,276
	Nara	Nara	Sep. 10, 2017	-	15,000
	Ario Matsumoto	Nagano	Sep. 10, 2017	-	6,738

In addition to the above, 1 store will be closed in the fiscal year ending February 28, 2018.

#### (2) York-Benimaru

					(Square meters)
	Store name	Location	Date	Sales floor space	Directly managed sales floor space
Openings	Tsuchiura-Ikutamachi	Ibaraki	Mar. 17, 2017	2,908	2,746
	Shintomioka(S&B)	Fukushima	Mar. 30, 2017	1,090	1,016
	Ochiai	Yamagata	Apr. 28, 2017	4,290	3,732
	Izumishimokawa	Fukushima	Jul. 28, 2017	2,080	1,913
	Josaimachi	Fukushima	Sep. 22, 2017	1,842	1,682
Closures	Tomioka(S&B)	Fukushima	Mar. 30, 2017	4,298	3,119
	Dainome	Yamagata	Apr. 23, 2017	7,818	4,815
	Yonomori	Fukushima	Jul. 31, 2017	779	681

In addition to the above, 6 stores will be opened in the fiscal year ending February 28, 2018.

#### (3) China [Superstores]

					(Square meters)
	Store name	Location	Date	Sales floor space	
Opening	Meishan*	Meishan	Jan. 12, 2017	21,650	
Closure	Fengtaibeilu	Beijing	May 14, 2017	10,949	

\* Meishan store is located in Meishan City, adjacent to Chendu City. It is the seventh store of Chengdu Ito-Yokado.

Notes: S&B stands for Scrap & Build.

### IV. Store Information of Department Store Operations

					(Square meters)
	Store name	Location	Date	Sales floor space	
Transfers	Sogo Kobe	Hyogo	Oct. 1, 2017	42,563	
	SEIBU Takatsuki	Osaka	Oct. 1, 2017	38,833	
Closures	SEIBU Funabashi	Chiba	Feb. 28, 2018	42,414	
	SEIBU Odawara	Kanagawa	Feb. 28, 2018	11,763	

## V. Number of Stores by Type

### Seven-Eleven Japan

	Six Months Ended Aug. 31, 2016			Six Months Ended Aug. 31, 2017			Fiscal Year Ended Feb. 28, 2017		
		Change	Composition (%)		Change	Composition (%)		Change	Composition (%)
Number of stores	19,044	+472	100.0	19,851	+429	100.0	19,422	+850	100.0
Franchised stores	18,568	+497	97.5	19,380	+403	97.6	18,977	+906	97.7
Type A	4,527	+79	23.8	4,565	+11	23.0	4,554	+106	23.4
Type C	14,041	+418	73.7	14,815	+392	74.6	14,423	+800	74.3
Directly operated stores	476	(25)	2.5	471	+26	2.4	445	(56)	2.3
Open 24 hours	18,390	+367	96.6	19,067	+388	96.1	18,679	+656	96.2
With liquor license	18,777	+450	98.6	19,570	+424	98.6	19,146	+819	98.6
With cigarette license	18,200	+469	95.6	18,970	+388	95.6	18,582	+851	95.7

### 7-Eleven, Inc.

	Six Months Ended Jun. 30, 2016			Six Months Ended Jun. 30, 2017			Fiscal Year Ended Dec. 31, 2016		
		Change	Composition (%)		Change	Composition (%)		Change	Composition (%)
Number of stores	8,503	+3	100.0	8,716	+9	100.0	8,707	+207	100.0
Franchised stores	6,814	+62	80.1	7,024	+16	80.6	7,008	+256	80.5
BCP stores [Type A]*	446	±0	5.2	452	±0	5.2	452	+6	5.2
Type C	6,368	+62	74.9	6,572	+16	75.4	6,556	+250	75.3
Directly operated stores	1,689	(59)	19.9	1,692	(7)	19.4	1,699	(49)	19.5
With Gasoline station	3,185	+17	37.5	3,375	+1	38.7	3,374	+206	38.8

\* BCP stands for Business Conversion Program.

## VI. Sales Floor Space

### Ito-Yokado

(Square meters)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		YOY(%)		YOY(%)		YOY(%)
Total sales floor space	2,902,469	103.4	2,664,238	91.8	2,776,875	99.1
Directly managed floor space	1,586,278	99.7	1,545,064	97.4	1,508,282	94.8
Weighted average floor space	1,586,887	99.7	1,548,006	97.5	1,573,791	98.9

### York-Benimaru

(Square meters)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		YOY(%)		YOY(%)		YOY(%)
Total sales floor space	648,971	102.4	653,549	100.7	656,950	102.5
Directly managed floor space	501,755	102.6	505,143	100.7	505,269	102.2
Weighted average floor space*	487,997	102.3	497,785	102.0	491,259	102.4

\* Excluding floor space of the stores which has been closed.

### Sogo & Seibu

(Square meters)

	Six Months Ended Aug. 31, 2016		Six Months Ended Aug. 31, 2017		Fiscal Year Ended Feb. 28, 2017	
		YOY(%)		YOY(%)		YOY(%)
Total sales floor space	848,449	97.5	700,420	82.6	770,189	88.4
Weighted average floor space	828,229	95.1	700,100	84.5	803,825	92.3

The information disclosed by the Company may contain forward-looking statements. These statements are based on management's judgment in accordance with materials available to the Company at the time of disclosure, with future projections based on certain assumptions. The forward-looking statements therefore incorporate various risks, estimates, and uncertainties, and as such, actual results and performance may differ from the future outlook included in disclosed information due to various factors, such as changes in business operations and the financial situation going forward.