



July 1, 2010

Consolidated Financial Results for the Three Months ended May 31, 2010

Seven & i Holdings Co., Ltd.

(URL <http://www.7andi.com/en>)

Securities Code No. 3382

President and COO: Noritoshi Murata

The Company's shares are listed on the First Section of the Tokyo Stock Exchange.

Submission date of quarterly securities report scheduled: July 14, 2010

Starting date of paying dividend: -

Note: All amounts less than one million yen have been disregarded.

1. Business Results for the Three Months ended May 31, 2010 (from March 1, 2010 to May 31, 2010)

(1) Results of Operations (cumulative)

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income	
Three Months ended May 31, 2010	1,245,820	0.3%	52,436	(10.6)%	52,661	(10.0)%
Three Months ended May 31, 2009	1,241,735	-	58,649	-	58,507	-

	Net Income		Net Income per Share		Diluted Net Income per Share	
Three Months ended May 31, 2010	24,294	2.5%	27.05	(yen)	27.05	(yen)
Three Months ended May 31, 2009	23,692	-	26.22	(yen)	26.22	(yen)

Note: Percentages represent increase (decrease) from the corresponding period in the prior fiscal year.

(2) Financial Position

(Millions of yen, except per share amounts)

	Total Assets	Net Assets	Owners' Equity Ratio	Net Assets per Share
As of May 31, 2010	3,599,894	1,751,280	46.6%	1,900.47 (yen)
As of February 28, 2010	3,673,605	1,793,940	46.9%	1,905.97 (yen)

Note: Owners' Equity (net assets excluding minority interests in consolidated subsidiaries and subscription rights to shares) :

As of May 31, 2010: 1,679,011 million yen

As of February 28, 2010: 1,721,967 million yen

2. Dividends

Record Date	Dividends per Share (yen)				
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual
Year ended February 28, 2010	-	28.00	-	28.00	56.00
Year ending February 28, 2011 (forecast)	-	28.00	-	28.00	56.00

Note: Revision of dividends forecast during the current quarterly period: None

3. Forecast of Business Results for the Fiscal Year ending February 28, 2011 (from March 1, 2010 to February 28, 2011)

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income		Net Income		Net Income per Share
Interim Period	2,560,000	0.5%	122,000	3.3%	121,000	2.1%	55,000	25.9%	61.25 (yen)
Entire Year	5,200,000	1.7%	240,000	5.9%	237,000	4.4%	100,000	122.8%	111.36 (yen)

Notes:

1. Percentages represent increase (decrease) from the corresponding period in the prior fiscal year.

2. Revision of business results forecast during the current quarterly period: None

4. Others

- (1) Changes in significant subsidiaries during the period
(changes in specific subsidiaries accompanying changes in scope of consolidation): None
- (2) Adoption of simplified accounting method as well as specific accounting for preparing the quarterly consolidated financial statements: Yes

Notes:

- 1) Measurement methods for inventories
Inventories at the end of the first quarter of the current fiscal year, without physical stocktaking, are calculated using a reasonable method based on the actual inventories at the end of the previous fiscal year.
- 2) Methods for calculating deferred income tax assets and deferred tax liabilities
In assessing the collectability of deferred tax assets, as the Company has deemed that there has been no marked change in the operating environment, etc., since the end of the previous year, and that there has been no marked change with respect to the occurrence of temporary differences, etc., they employ the future performance forecasts and tax planning utilized in the previous fiscal year.
- (3) Changes in accounting principles, procedures, and method of presentation for preparing the quarterly consolidated financial statements (those to be described in the section of Significant Accounting Policies for the Preparations of Quarterly Consolidated Financial Statements):
 1. Changes due to amendment of accounting standards: None
 2. Changes due to other reasons: None
- (4) Number of shares outstanding (common stock)
 1. Number of shares outstanding at the end of period (including treasury stock)

As of May 31, 2010:	906,441,983 shares	As of February 28, 2010:	906,441,983 shares
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 2. Number of treasury stock at the end of period

As of May 31, 2010:	22,972,423 shares	As of February 28, 2010:	2,983,875 shares
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 3. Average number of shares during the period (cumulative quarterly consolidated period)

As of May 31, 2010:	897,994,802 shares	As of May 31, 2009:	903,458,134 shares
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FORWARD LOOKING STATEMENTS

The forecast for the year ending February 28, 2011 is based on Seven & i Holdings' hypotheses, plans and estimates at the date of publication. It is possible that some uncertain factors will cause the Company's future performance to differ significantly from the contents of forecast.

5. Consolidated Quarterly Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	May 31, 2010	February 28, 2010
	Amount	Amount
ASSETS		
Current assets	1,380,185	1,460,186
Cash and bank deposits	594,013	691,633
Notes and accounts receivable, trade	137,378	119,627
Trade accounts receivable - financial services	67,233	68,243
Marketable securities	150,025	55,025
Merchandise and finished goods	158,258	158,889
Work in process	38	16
Raw materials and supplies	2,735	2,489
Prepaid expenses	36,986	31,606
Deferred income taxes	29,204	28,360
Other	209,253	308,716
Allowance for doubtful accounts	(4,941)	(4,421)
Non-current assets	2,219,664	2,213,359
Property and equipment	1,200,405	1,195,709
Buildings and structures, net	483,223	485,081
Furniture, fixtures and equipment, net	132,560	133,215
Land	524,582	520,320
Lease assets, net	7,650	4,485
Construction in progress	52,288	52,495
Other, net	99	110
Intangible assets	295,998	297,531
Goodwill	195,459	197,126
Software	34,620	34,767
Other	65,919	65,638
Investments and other assets	723,260	720,118
Investments in securities	175,271	168,850
Long-term loans receivable	19,431	19,657
Prepaid pension cost	11,538	12,149
Long-term leasehold deposits	432,394	438,028
Advances for store construction	15,541	15,507
Deferred income taxes	25,856	26,134
Other	50,230	46,693
Allowance for doubtful accounts	(7,004)	(6,903)
Deferred assets	44	58
New organization costs	44	58
TOTAL ASSETS	3,599,894	3,673,605

(Millions of yen)

	May 31, 2010	February 28, 2010
	Amount	Amount
LIABILITIES		
Current liabilities	1,229,992	1,263,370
Notes and accounts payable, trade	320,860	292,628
Short-term loans	131,500	151,200
Current portion of long-term loans	80,721	79,155
Current portion of bonds	200	20,385
Income taxes payable	23,883	42,255
Accrued expenses	78,613	76,692
Deposits received	167,505	173,937
Allowance for sales promotion expenses	14,157	13,134
Allowance for bonuses to employees	24,309	14,377
Allowance for bonuses to directors and corporate auditors	89	269
Allowance for losses on future collection of gift certificates	3,652	4,058
Deposits received in banking business	183,035	185,745
Other	201,463	209,531
Non-current liabilities	618,620	616,293
Bonds	189,969	190,068
Long-term loans	244,256	244,470
Commercial paper	23,080	16,208
Deferred income taxes	37,388	38,343
Allowance for accrued pension and severance costs	3,670	3,493
Allowance for retirement benefits to directors and corporate auditors	2,277	2,490
Deposits received from tenants and franchised stores	55,755	55,827
Other	62,220	65,391
TOTAL LIABILITIES	1,848,613	1,879,664
NET ASSETS		
Shareholders' equity	1,740,866	1,789,065
Common stock	50,000	50,000
Capital surplus	576,069	576,072
Retained earnings	1,171,275	1,172,263
Treasury stock, at cost	(56,478)	(9,270)
Accumulated gains (losses) from valuation and translation adjustments	(61,855)	(67,097)
Unrealized gains (losses) on available-for-sale securities, net of taxes	4,200	3,227
Unrealized gains (losses) on hedging derivatives, net of taxes	(449)	(549)
Foreign currency translation adjustments	(65,605)	(69,776)
Subscription rights to shares	688	721
Minority interests in consolidated subsidiaries	71,581	71,251
TOTAL NET ASSETS	1,751,280	1,793,940
TOTAL LIABILITIES AND NET ASSETS	3,599,894	3,673,605

(2) Consolidated Quarterly Statements of Income

(Millions of yen)

	Three Months ended May 31, 2009	Three Months ended May 31, 2010
	Amount	Amount
[Revenues from operations]	[1,241,735]	[1,245,820]
Net sales	1,103,629	1,105,731
Cost of sales	807,046	824,911
Gross profit on sales	296,583	280,819
Other operating revenues	138,105	140,089
Gross profit from operations	434,689	420,908
Selling, general and administrative expenses	376,039	368,472
Operating income	58,649	52,436
Non-operating income	2,747	2,829
Interest income	1,304	1,352
Equity in earnings of affiliates	305	277
Other	1,137	1,199
Non-operating expenses	2,889	2,604
Interest expenses	1,721	1,326
Interest on bonds	606	454
Other	561	823
Ordinary income	58,507	52,661
Special gains	397	922
Gain on sales of property and equipment	225	140
Reversal of allowance for doubtful accounts	110	102
Compensation income	-	335
Other	61	342
Special losses	6,813	4,635
Loss on disposals of property and equipment	1,188	1,436
Impairment loss on property and equipment	1,416	1,587
Loss on closing of store	2,519	-
Other	1,689	1,611
Income before income taxes and minority interests	52,091	48,948
Income taxes - current	24,588	23,514
Income taxes - deferred	286	(1,751)
Income taxes	24,875	21,762
Minority interests in net income of consolidated subsidiaries	3,524	2,891
Net income	23,692	24,294

(3) Consolidated Quarterly Statements of Cash Flows

(Millions of yen)

	Three Months ended May 31, 2009	Three Months ended May 31, 2010
	Amount	Amount
Cash flows from operating activities:		
Income before income taxes and minority interests	52,091	48,948
Depreciation and amortization	32,032	31,250
Impairment loss on property and equipment	1,416	1,587
Interest income	(1,304)	(1,352)
Interest expenses and interest on bonds	2,328	1,780
Equity in losses (earnings) of affiliates	(305)	(277)
Gain on sales of property and equipment	(225)	(140)
Loss on disposals of property and equipment	1,188	1,436
Decrease (increase) in notes and accounts receivable, trade	(20,172)	(17,648)
Decrease (increase) in trade accounts receivable - financial services	339	1,009
Decrease (increase) in inventories	(1,341)	743
Increase (decrease) in notes and accounts payable, trade	31,313	27,764
Increase (decrease) in deposits received	79,191	28,792
Proceeds from loans in banking business	(10,000)	(11,700)
Net increase (decrease) in deposits received in banking business	(2,552)	(2,709)
Net decrease (increase) in call loan in banking business	10,000	(4,000)
Net increase (decrease) in call money in banking business	10,900	(16,500)
Net change in ATM-related temporary accounts	-	69,995
Other	5,911	18,148
Sub-total	190,811	177,129
Interest and dividends received	1,271	748
Interest paid	(2,414)	(1,557)
Income taxes paid	(51,915)	(45,553)
Net cash provided by operating activities	137,752	130,765
Cash flows from investing activities:		
Acquisition of property and equipment	(41,736)	(34,033)
Proceeds from sales of property and equipment	16,139	812
Acquisition of intangible assets	(2,827)	(3,971)
Payment for purchase of investments in securities	(84,220)	(82,985)
Proceeds from sales and maturity of investments in securities	83,840	78,147
Payment of loans receivable	(6,163)	(90)
Collection of loans receivable	143	226
Payment for long-term leasehold deposits	(8,151)	(3,403)
Refund of long-term leasehold deposits	8,704	8,886
Proceeds from deposits from tenants	894	1,151
Refund of deposits from tenants	(2,561)	(1,153)
Payment for negotiable certificates of deposits	-	(40,000)
Proceeds from withdrawal of time deposits	-	11,706
Other	(13,624)	(3,983)
Net cash used in investing activities	(49,562)	(68,690)

(Millions of yen)

	Three Months ended May 31, 2009	Three Months ended May 31, 2010
	Amount	Amount
Cash flows from financing activities:		
Net increase (decrease) in short-term loans	1,400	(8,000)
Proceeds from long-term loans	16,000	13,300
Repayment of long-term loans	(17,969)	(12,335)
Proceeds from commercial paper	65,189	98,750
Payment for redemption of commercial paper	(57,061)	(91,315)
Payment for redemption of bonds	(327)	(20,285)
Dividends paid	(25,322)	(24,504)
Payment for acquisition of treasury stock	-	(47,276)
Other	(2,026)	(2,619)
Net cash provided by (used in) financing activities	(20,117)	(94,286)
Effect of exchange rate changes on cash and cash equivalents	1,463	920
Net increase (decrease) in cash and cash equivalents	69,535	(31,289)
Cash and cash equivalents at beginning of period	663,483	717,320
Cash and cash equivalents at end of period	733,019	686,030

Changes in method of presentation

(Consolidated Statements of Cash Flows)

- 1 “Net change in ATM-related temporary accounts” which was included in “Other” of Cash flows from operating activities for the fiscal year ended May 31, 2009 is separately presented due to the materiality. “Net change in ATM-related temporary accounts” included in “Other” of Cash flows from operating activities for the fiscal year ended May 31, 2009 was (17,059) million yen.
- 2 “Payment for negotiable certificates of deposits” and “Proceeds from withdrawal of time deposits” which were included in “Other” of Cash flows from investing activities for the fiscal year ended May 31, 2009 are separately presented due to the materiality. “Payment for negotiable certificates of deposits” and “Proceeds from withdrawal of time deposits” included in “Other” of Cash flows from investing activities for the fiscal year ended May 31, 2009 were (25,000) million yen and 975 million yen, respectively.
- 3 “Payment for acquisition of treasury stock” which was included in “Other” of Cash flows from financing activities for the fiscal year ended May 31, 2009 is separately presented due to the materiality. “Payment for acquisition of treasury stock” included in “Other” of Cash flows from financing activities for the fiscal year ended May 31, 2009 was (6) million yen.

(4) Doubts on the Premises of Going Concern

None

(5) Segment Information

a. Business Segments

Three Months ended May 31, 2009 (From March 1, 2009 to May 31, 2009)

(Millions of yen)

	Convenience store operations	Superstore operations	Department store operations	Food services	Financial services	Others	Total before eliminations	Eliminations / Corporate	Consolidated total
Revenues and operating income									
Revenues									
1. Customers	442,416	521,799	223,428	22,912	25,032	6,145	1,241,735	-	1,241,735
2. Intersegment	165	728	62	262	2,992	2,031	6,243	(6,243)	-
Total revenues	442,581	522,527	223,491	23,175	28,025	8,177	1,247,978	(6,243)	1,241,735
Operating expenses	397,612	517,170	222,671	23,631	20,299	8,005	1,189,390	(6,305)	1,183,085
Operating income (loss)	44,969	5,357	819	(455)	7,725	171	58,587	61	58,649

Three Months ended May 31, 2010 (From March 1, 2010 to May 31, 2010)

(Millions of yen)

	Convenience store operations	Superstore operations	Department store operations	Food services	Financial services	Others	Total before eliminations	Eliminations / Corporate	Consolidated total
Revenues and operating income									
Revenues									
1. Customers	481,262	492,367	221,579	20,268	24,361	5,979	1,245,820	-	1,245,820
2. Intersegment	150	1,830	125	239	3,394	1,943	7,684	(7,684)	-
Total revenues	481,412	494,198	221,705	20,508	27,756	7,923	1,253,504	(7,684)	1,245,820
Operating expenses	440,821	489,653	221,565	20,569	20,172	8,178	1,200,961	(7,577)	1,193,383
Operating income (loss)	40,591	4,545	139	(61)	7,584	(255)	52,543	(107)	52,436

Notes:

1. The classification of business segments is made by the type of products and services and the type of sales.
2. Major businesses in each segment are as follows:
 - Convenience store operations ----- Convenience store business operated by corporate stores and franchised stores under the name of “7-Eleven”.
 - Superstore operations ----- Superstores, supermarkets and specialty shops and others
 - Department store operations ----- Sogo & Seibu Co., Ltd. and other companies included in the department store business
 - Food services ----- Restaurant operations, meal provision service business (company cafeteria, hospital, school) and fast food operations.
 - Financial services ----- Bank, credit card and lease business
 - Others ----- IT business and other services

b. Geographic area segments

Three Months ended May 31, 2009 (From March 1, 2009 to May 31, 2009) (Millions of yen)

	Japan	North America	Others	Total before eliminations	Eliminations	Consolidated total
Revenues and operating income						
Revenues						
1. Customers	912,249	308,195	21,290	1,241,735	-	1,241,735
2. Intersegment	100	661	-	762	(762)	-
Total revenues	912,350	308,856	21,290	1,242,497	(762)	1,241,735
Operating expenses	857,228	306,364	20,272	1,183,865	(780)	1,183,085
Operating income	55,121	2,492	1,017	58,631	18	58,649

Three Months ended May 31, 2010 (From March 1, 2010 to May 31, 2010) (Millions of yen)

	Japan	North America	Others	Total before eliminations	Eliminations	Consolidated total
Revenues and operating income						
Revenues						
1. Customers	872,857	348,516	24,446	1,245,820	-	1,245,820
2. Intersegment	116	660	-	776	(776)	-
Total revenues	872,973	349,177	24,446	1,246,596	(776)	1,245,820
Operating expenses	822,738	347,658	23,777	1,194,175	(792)	1,193,383
Operating income	50,234	1,518	668	52,421	15	52,436

Notes:

1. The classification of geographic area segments is made according to geographical distances.
2. "Others" consists of the business results in the People's Republic of China ("P.R.C.") .

c. Overseas sales**Three Months ended May 31, 2009 (From March 1, 2009 to May 31, 2009)** (Millions of yen)

	North America	Others	Total
Overseas sales	308,195	21,290	329,485
Consolidated sales	-	-	1,241,735
Percentage of overseas sales to consolidated sales (%)	24.8	1.7	26.5

Three Months ended May 31, 2010 (From March 1, 2010 to May 31, 2010) (Millions of yen)

	North America	Others	Total
Overseas sales	348,516	24,446	372,963
Consolidated sales	-	-	1,245,820
Percentage of overseas sales to consolidated sales (%)	28.0	1.9	29.9

Notes:

1. The classification of overseas sales area segments is made according to geographical distances.
2. "Others" consists of sales in the P.R.C.
3. "Overseas sales" represents net sales and other operating revenues of consolidated subsidiaries in countries and areas outside of Japan.

(6) Notes on Significant Changes in the Amount of Shareholders' Equity

None