



For Immediate Release

February 28, 2006

Company name: Seven & I Holdings Co., Ltd.
Name of Representative: Noritoshi Murata, President and COO
(Code No. 3382 / First Section of the Tokyo Stock Exchange)
Any inquiries relating to this announcement should be made to:
Tadahiko Ujiie, Director (Tel: 03-6238-3000)
Company name: Ito-Yokado Co., Ltd.
Name of Representative: Sakae Isaka, President and COO

Notice Concerning Liquidation of Subsidiary

On February 28, 2006, at a meeting of the board of directors of Ito-Yokado Co., Ltd. (Ito-Yokado), a subsidiary of Seven & I Holdings, the board decided to liquidate EXIL S.A., an Ito-Yokado subsidiary. Plans call for the liquidation to be implemented on March 31, 2006.

1. Overview of the subsidiary (as of December 31, 2004)

Name: EXIL S.A.
Location of head office: Paris, France
Representative: Akihiko Nishio
Date of establishment: July 30, 1996
Major business activities: Manufacturing and sale of ready-to-wear brands
Paid-in capital: 40 thousand euros
Shareholdings: Indirect holding of 52.4% through subsidiary Ito-Yokado
Shareholders' equity: 57 thousand euros
Total assets: 1,449 thousand euros
Fiscal year-end: December 31
No. of employees: 13 (as of August 31, 2005)

2. Reason for liquidation

It was determined that there were no prospects for improvement in the subsidiary's profitability, and efforts to revitalize apparel operations have been centered on the Seven & I Life Design Institute Co., Ltd., a subsidiary of Seven & I Holdings.

3. Performance of the subsidiary

Unit: thousand euros

Fiscal year	2002/12	2003/12	2004/12
Net sales	3,475	3,117	2,528
Pretax income	(664)	(844)	(566)
Net income	(664)	(846)	(570)
Earnings per share (euros)	(265.98)	(338.65)	(228.16)
Dividends per share (euros)	0.00	0.00	0.00
Book value per share (euros)	(984.75)	(233.86)	22.98

4. Liquidation schedule

February 28, 2006: Resolution of board of directors (Ito-Yokado)

March 31, 2006: Scheduled date of liquidation

5. Outlook

The subsidiary's liquidation will have only a minimal effect on the Company's consolidated performance.