



May 25, 2006

To whom it may concern,

Company Name: Seven & I Holdings Co., Ltd.
Name of Representative:
Noritoshi Murata, President & Representative Director
(Code No. 3382/First Section of the Tokyo Stock Exchange)
Contact : Director Tadahiko Ujiie (TEL : 03-6238-3000)

Notice on Cancellation of Treasury Stock

After “Decrease in additional paid-in capital” was approved at the 1st Annual Shareholders’ Meeting of Seven & I Holding Co., Ltd. (“the Company”) held today, the Board of Directors of the Company today resolved that the Company will cancel treasury stock, pursuant to Article 178 of the Japanese Corporate Law.

1. Type of stock to be canceled Common stock of the Company
2. Number of shares to be canceled 427,509,908 shares
(Representing 31.75% of issued shares prior to cancellation)
3. Scheduled cancellation date The Company will cancel treasury stock after decrease in additional paid-in capital takes effect, which is scheduled on July 4, 2006.

(Reference)

Subject	Scheduled date	Number of shares
Number of issued shares prior to cancellation of treasury stock	-	1,346,383,002 shares
Issuance of new shares used for stock-for-stock exchange with shares of Millennium Retailing, Inc.	June 1, 2006	18,317,652 shares
Cancellation of treasury stock	After July 4, 2006	427,509,908 shares
Number of issued shares after cancellation of treasury stock	-	937,190,746 shares

In addition to the above, the Company is planning to issue 30,580,237 shares for stock-for-stock exchange with shares of York-Benimaru Co., Ltd.