



March 22, 2007

To whom it may concern:

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

The Loft Co., Ltd., to Become a Subsidiary of Seven & i Holdings

At a meeting on March 22, 2007, the board of directors of Millennium Retailing, a wholly owned subsidiary of Seven & i Holdings, decided to acquire additional shares in The Loft Co., Ltd., an affiliate of Seven & i Holdings. As a result of this acquisition, The Loft will become a subsidiary of Seven & i Holdings.

1. Reason for the stock acquisition

Since its establishment in September 2005, Seven & i Holdings has worked to create "a new, comprehensive lifestyle industry" and to maximize group enterprise value, with the group's operating companies working under the overall supervision of the holding company. As one part of those activities, Seven & i Holdings decided to make The Loft a subsidiary.

The Loft operates miscellaneous-goods specialty stores under the LOFT brand, principally in the Tokyo metropolitan area. With The Loft a subsidiary, Seven & i Holdings will be able to formulate a new growth scenario and to further enhance its enterprise value by making strategic use of the LOFT brand while pursuing group synergies.

2. Overview of the new subsidiary

- (1) Name: The Loft Co., Ltd.
(2) Representative: President, Representative Director, and CEO: Takeshi Yasumori
(3) Head office: 18-2 Udagawacho, Shibuya-ku, Tokyo
(4) Establishment: August 8, 1996
(5) Principal business activities: Operation of miscellaneous-goods specialty stores
(6) Fiscal year-end: End of February
(7) Number of employees: 2,341 (as of February 2007, including part-time employees)
(8) Number of stores: 36 (As of March 22, 2007)
(9) Capital: ¥750 million
(10) Number of shares issued: 15,000 shares
(11) Major shareholders and their holdings:
 Millennium Retailing: 5,360 shares (35.7%)
 MORI TRUST CO., LTD.: 3,750 shares (25.0%)
 Credit Saison Co., Ltd.: 1,590 shares (10.6%)
 AEON Co., Ltd.: 1,500 shares (10.0%)

(12) Performance in previous two fiscal years:

	FY Ended February 2005	FY Ended February 2006
Revenues from operations	¥51,469 million	¥55,650 million
Operating income	¥741 million	¥1,203 million
Recurring income	¥702 million	¥1,155 million
Net income	¥354 million	¥656 million
Total assets	¥13,690 million	¥13,512 million
Net assets	¥4,263 million	¥4,694 million

3. Stock acquired from:

Name	MORI TRUST CO., LTD.	AEON Co., Ltd.
Representative	Akira Mori, President and CEO	Motoya Okada, President and Representative Executive Officer
Head office	2-3-17 Toranomom, Minato-ku, Tokyo	1-5-1 Nakase, Mihama-ku, Chiba-shi, Chiba
Principal business activities	Urban development; property ownership, leasing, and management	Comprehensive retail operations
Relationship with Seven & i Holdings	No significant relationship	No significant relationship

4. Number of shares to be acquired, amount of acquisition, and shareholdings before and after the acquisition

- (1) Shareholdings before the acquisition: 5,360 shares (35.7%) (number of voting rights: 5,360)
(2) Number of shares to be acquired: 5,250 shares (amount: ¥9,975 million) (number of voting rights: 5,250)
(3) Shareholdings after the acquisition: 10,610 shares (70.7%) (number of voting rights: 10,610)
(4) Note: The information provided above regarding the number of shares to be acquired, amount of acquisition, and shareholdings before and after the acquisition all refer to Millennium Retailing, a wholly owned subsidiary of Seven & i Holdings. Seven & i Holdings will not directly own shares of The Loft Co., Ltd.

5. Schedule

March 22, 2007: Resolution of the board of directors of Millennium Retailing

March 23, 2007: Acquisition of shares

6. Outlook

The acquisition will have only a minimal effect on the consolidated results of Seven & i Holdings in the fiscal year ending February 2008.