

Consolidated Financial Results for the Three-Month Period Ended May 31, 2005

July 7, 2005

SEVEN-ELEVEN JAPAN CO., LTD. (URL <http://www.sej.co.jp>)

-Securities Code No. 8183

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

1. Matters Concerning the Preparation of the Quarterly Financial Results

Adoption of Simplified Accounting Method : Applied
Changes in Accounting Method : None
Changes in the Scope of Consolidation : The number of consolidated subsidiaries increased by 2.

2. Business Results for the Three-Month Period (from March 1, 2005 to May 31, 2005)

(1) Results of operations

(Millions of yen, except per share amounts)

	Revenue from Operations		Operating Income		Ordinary Income	
Three Months Ended May 31, 2005	442,157	260.4%	46,275	10.2%	46,304	7.4%
Three Months Ended May 31, 2004	122,669	6.9%	42,003	1.8%	43,133	4.1%
Fiscal Year Ended February 28, 2005	502,516	6.0%	170,729	3.0%	178,208	4.8%

	Net Income		Net Income per Share		Diluted Net Income per Share	
Three Months Ended May 31, 2005	26,412	9.3%	33.14	(yen)	33.10	(yen)
Three Months Ended May 31, 2004	24,162	3.4%	30.14	(yen)	30.12	(yen)
Fiscal Year Ended February 28, 2005	96,330	3.4%	120.07	(yen)	120.00	(yen)

Note: Percentages above represent increase/decrease over prior year corresponding period unless otherwise stated.

(2) Financial Position

(Millions of yen, except per share amounts)

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share
May 31, 2005	1,273,352	686,608	53.9%	870.43 (yen)
May 31, 2004	885,066	646,639	73.1%	806.69 (yen)
February 28, 2005	1,284,130	712,377	55.5%	888.61 (yen)

(3) Cash Flows

(Millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
Three Months Ended May 31, 2005	32,577	(21,911)	(43,768)	229,462
Three Months Ended May 31, 2004	26,886	(16,130)	(14,488)	319,554
Fiscal Year Ended February 28, 2005	127,044	(175,623)	(13,281)	261,386

3. Business Outlook for the Fiscal Year Ending February 28, 2006 (from March 1, 2005 to February 28, 2006)

(Millions of yen)

	Revenue from Operations		Operating Income		Ordinary Income		Net Income	
Interim Period	941,000	266.0%	101,000	13.2%	101,000	7.4%	55,500	3.2%
Entire Year	1,890,000	276.1%	199,000	16.6%	197,500	10.8%	106,500	10.6%

(Reference) Expected net income per share for the year ending February 28, 2006: 135.01yen

Note: Percentages above represent increase/decrease over prior year corresponding period unless otherwise stated.

FORWARD-LOOKING STATEMENTS

This document contains certain statements based on Seven-Eleven Japan's current plans, estimates, strategies; all statements that are not of historical fact are forward-looking statements. These statements represent the judgments and hypotheses of the Company's management based on currently available information. It is possible that the Company's future performance will differ significantly from the contents of these forward-looking statements. Accordingly, there is no assurance that the forward-looking statements in this document will prove to be accurate.

CONSOLIDATED BALANCE SHEETS

(Millions of yen)

	May 31, 2005		May 31, 2004		(Reference) February 28, 2005	
	Amount	%	Amount	%	Amount	%
ASSETS						
Current assets	368,230	28.9	371,705	42.0	391,584	30.5
Cash and bank deposits	230,590		320,228		262,352	
Accounts receivable-trade	18,975		1,478		19,260	
Accounts receivable due from franchised stores	6,747		5,925		7,373	
Short-term loans receivable	18,250		13,873		17,197	
Inventories	35,745		3,426		35,006	
Deposit held by financial service company	10,000		10,000		10,000	
Deferred income taxes	6,852		4,336		7,749	
Other	41,485		12,537		33,051	
Allowance for doubtful accounts	(418)		(101)		(407)	
Non-current assets	905,122	71.1	513,361	58.0	892,546	69.5
Property and equipment	663,361	52.1	274,183	31.0	656,614	51.1
Buildings and structures	237,945		93,926		233,094	
Furniture, fixture and equipment	134,579		26,619		134,136	
Land	264,904		137,331		261,898	
Other	25,931		16,306		27,485	
Intangible assets	92,726	7.3	7,549	0.8	90,682	7.1
Goodwill	82,953		738		83,223	
Other	9,773		6,811		7,458	
Investments and other assets	149,034	11.7	231,628	26.2	145,249	11.3
Investments in securities	10,284		9,328		10,222	
Investments in affiliates	16,688		64,771		16,059	
Investments in convertible bonds of an affiliate	-		14,940		-	
Long-term loans receivable	9,349		52,037		9,206	
Long-term prepaid expenses	10,382		8,214		9,688	
Deferred income taxes	12,985		4,282		12,718	
Long-term leasehold deposits	82,680		72,606		80,832	
Other	8,721		7,033		8,581	
Allowance for doubtful accounts	(2,058)		(1,586)		(2,060)	
TOTAL ASSETS	1,273,352	100.0	885,066	100.0	1,284,130	100.0

(Millions of yen)

	May 31, 2005		May 31, 2004		(Reference) February 28, 2005	
	Amount	%	Amount	%	Amount	%
LIABILITIES						
Current liabilities	352,439	27.7	219,754	24.8	344,593	26.8
Accounts payable-trade	171,078		125,105		165,937	
Accounts payable due to franchised stores	8,769		10,220		4,901	
Income taxes payable	20,092		17,245		37,307	
Deposits received	57,142		42,944		45,234	
Allowance for bonuses to employees	4,050		3,881		2,128	
Allowance for sales promotion	139		291		121	
Other	91,167		20,066		88,962	
Non-current liabilities	191,681	15.0	17,382	2.0	186,424	14.6
Long-term debt	38,012		10,673		35,563	
Commercial paper	23,180		-		22,493	
Deferred income taxes	67,938		-		67,424	
Accrued pension and severance costs	7,439		-		7,250	
Allowance for retirement benefits to directors and corporate auditors	1,155		1,141		1,246	
Other	53,955		5,567		52,445	
TOTAL LIABILITIES	544,120	42.7	237,137	26.8	531,017	41.4
MINORITY INTERESTS	42,624	3.4	1,290	0.1	40,735	3.1
SHAREHOLDERS' EQUITY						
Common stock	17,200	1.4	17,200	1.9	17,200	1.3
Capital surplus	24,565	1.9	24,565	2.8	24,565	1.9
Retained earnings	744,279	58.4	680,254	76.9	735,187	57.4
Net unrealized gains on available-for-sale securities	1,325	0.1	1,482	0.2	1,363	0.1
Cumulative translation adjustments	2,834	0.2	(12,028)	(1.4)	(1,069)	(0.1)
Treasury stock	(103,597)	(8.1)	(64,834)	(7.3)	(64,869)	(5.1)
TOTAL SHAREHOLDERS' EQUITY	686,608	53.9	646,639	73.1	712,377	55.5
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	1,273,352	100.0	885,066	100.0	1,284,130	100.0

CONSOLIDATED STATEMENTS OF INCOME

(Millions of yen)

	Three Months Ended May 31, 2005		Three Months Ended May 31, 2004		(Reference) Fiscal Year Ended February 28, 2005	
	Amount	%	Amount	%	Amount	%
Operating income and expenses						
Revenue from operations	442,157	100.0	122,669	100.0	502,516	100.0
Franchise commission from franchised stores and other operating revenue	89,704		83,225		346,142	
Net sales of corporate stores	352,452		39,443		156,373	
Cost of sales	264,472	59.8	30,025	24.5	119,590	23.8
Gross profit	177,685	40.2	92,643	75.5	382,925	76.2
Selling, general and administrative expenses	131,409	29.7	50,640	41.3	212,196	42.2
Operating income	46,275	10.5	42,003	34.2	170,729	34.0
Non-operating income and expenses						
Non-operating income	1,412	0.3	1,144	1.0	8,244	1.6
Non-operating expenses	1,383	0.3	13	0.0	764	0.1
Ordinary income	46,304	10.5	43,133	35.2	178,208	35.5
Special gains and losses						
Special gains	193	0.0	156	0.1	121	0.0
Special losses	2,226	0.5	2,044	1.7	14,714	2.9
Income before income taxes and minority interests	44,271	10.0	41,245	33.6	163,615	32.6
Income taxes - current	17,936		15,554		70,358	
Income taxes - deferred	(431)		1,548		(2,828)	
Minority interests in income (losses) of consolidated subsidiaries	354		(20)		(244)	
Net income for the period (year)	26,412	6.0	24,162	19.7	96,330	19.2

CONSOLIDATED STATEMENTS OF CAPITAL SURPLUS AND RETAINED EARNINGS (Millions of yen)

	Three Months Ended May 31, 2005	Three Months Ended May 31, 2004	(Reference) Fiscal Year Ended February 28, 2005
Capital surplus			
Balance of capital surplus at beginning of period (year)	24,565	24,564	24,564
Increase in capital surplus	-	0	1
Gain on sales of treasury stock	-	0	1
Decrease in capital surplus	0	-	-
Loss on sales of treasury stock	0	-	-
Balance of capital surplus at end of period (year)	24,565	24,565	24,565
Retained earnings			
Balance of retained earnings at beginning of period (year)	735,187	672,204	672,204
Increase in retained earnings	26,412	24,162	96,330
Net income for the period (year)	26,412	24,162	96,330
Decrease in retained earnings	17,321	16,113	33,347
Cash dividends	17,234	16,032	33,266
Bonuses to directors and corporate auditors	86	81	81
Balance of retained earnings at end of period (year)	744,279	680,254	735,187

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of yen)

	Three Months Ended May 31, 2005	Three Months Ended May 31, 2004	(Reference) Fiscal Year Ended February 28, 2005
Cash flows from operating activities:			
Income before income taxes and minority interests	44,271	41,245	163,615
Depreciation and amortization	17,647	6,985	31,074
Interest and dividend income	(433)	(555)	(2,345)
Equity in earnings of affiliates	(455)	(435)	(4,083)
Decrease in accounts receivable from and payable to franchised stores	4,494	13,189	6,422
Other, net	2,463	5,112	5,066
Sub-total	67,987	65,541	199,750
Interest and dividends received	442	367	1,644
Interest paid	(1,744)	-	-
Income taxes paid	(34,108)	(39,022)	(74,350)
Net cash provided by operating activities	32,577	26,886	127,044
Cash flows from investing activities:			
Acquisition of property and equipment	(16,687)	(11,758)	(48,993)
Proceeds from sales of property and equipment	1,103	984	2,682
Acquisition of intangible assets	(2,477)	(728)	(1,751)
Acquisition of investments in securities	-	(700)	(19,894)
Acquisition of investments in a newly consolidated subsidiary	(1,399)	-	(95,049)
Payment of loans receivable	(450)	(370)	(741)
Collection of loans receivable	282	121	412
Payment of long-term leasehold deposits	(2,914)	(2,986)	(17,529)
Refund of long-term leasehold deposits	1,475	525	6,427
Other	(843)	(1,218)	(1,186)
Net cash used in investing activities	(21,911)	(16,130)	(175,623)
Cash flows from financing activities:			
Proceeds from long-term debt	5,000	2,000	22,000
Repayment of long-term debt	(2,917)	(1,397)	(4,931)
Proceeds from commercial paper issued by foreign subsidiary	160,243	-	-
Payments for redemption of commercial paper issued by foreign subsidiary	(151,324)	-	-
Purchase of treasury stock	(38,728)	(75)	(111)
Cash dividends	(17,238)	(16,036)	(33,257)
Other	1,196	1,020	3,018
Net cash used in financing activities	(43,768)	(14,488)	(13,281)
Effect of exchange rate changes on cash and cash equivalents	1,178	(27)	(65)
Decrease in cash and cash equivalents	(31,924)	(3,759)	(61,926)
Cash and cash equivalents at beginning of period (year)	261,386	323,313	323,313
Cash and cash equivalents at end of period (year)	229,462	319,554	261,386

Number of Stores by Geographical Areas

DOMESTIC STORE NETWORK

	May 31, 2004	February 28, 2005	May 31, 2005
Hokkaido	797	813	811
Iwate	7	7	7
Miyagi	311	321	318
Yamagata	109	118	116
Fukushima	350	353	352
Ibaraki	444	455	457
Tochigi	315	327	327
Gunma	318	324	322
Saitama	746	771	773
Chiba	706	719	716
Tokyo	1,341	1,387	1,392
Kanagawa	794	812	816
Niigata	289	300	303
Yamanashi	138	143	142
Nagano	336	340	338
Shizuoka	391	412	415
Aichi	214	289	304
Shiga	130	139	137
Kyoto	130	144	146
Osaka	421	449	452
Hyogo	297	322	323
Nara	35	51	51
Wakayama	30	35	35
Okayama	148	161	165
Hiroshima	343	361	364
Yamaguchi	191	195	195
Fukuoka	608	632	633
Saga	114	118	118
Nagasaki	38	46	47
Kumamoto	145	153	155
Oita	17	19	19
Miyazaki	102	110	110
Total	10,355	10,826	10,859

GLOBAL STORE NETWORK

	May 31, 2004	February 28, 2005	May 31, 2005
Japan	10,355	10,826	10,859
U.S.A. and Canada	5,784	5,799	5,809
Hawaii	53	53	53
China (Beijing)	-	10	13
Subtotal	16,192	16,688	16,734

(Area Licensee)

	May 31, 2004	February 28, 2005	May 31, 2005
South Korea	1,270	1,179	1,179
China (Shenzhen)	156	188	204
China (Hong Kong)	490	610	629
Taiwan	3,525	3,680	3,786
Thailand	2,485	2,861	2,984
Philippines	200	257	253
Malaysia	315	460	492
Singapore	207	261	267
Guam	8	8	8
Australia	311	345	356
U.S.A.	426	424	421
Mexico	426	491	523
Puerto Rico	13	12	14
Norway	75	78	78
Sweden	75	74	74
Denmark	45	46	47
Turkey	24	65	74
Subtotal	10,051	11,039	11,389
Total Worldwide	26,243	27,727	28,123

- (Notes) 1. The figures for the number of domestic stores are as of February 28 and May 31.
2. The figures for the number of stores other than domestic stores are as of December 31 and March 31.
3. The number of stores in "U.S.A. and Canada" is corporate stores and franchised stores operated by 7-Eleven, Inc.

Breakdown of Sales by Product Category (Consolidated)

(Total merchandise sales of convenience store operations)

(Millions of yen)

	Three months ended May 31, 2004		Fiscal year ended February 28, 2005		Three months ended May 31, 2005		
	Sales	% of Total Sales	Sales	% of Total Sales	Sales	% of Total Sales	YOY (%)
Processed food	184,130	30.7	758,445	30.9	256,183	31.7	139.1
Fast food	179,085	29.9	718,396	29.2	207,451	25.7	115.8
Daily food	78,086	13.0	317,988	12.9	95,295	11.8	122.0
Nonfood	157,783	26.4	661,834	27.0	249,283	30.8	158.0
Total	599,085	100.0	2,456,664	100.0	808,212	100.0	134.9

All amounts less than one million yen have been disregarded.