



July 2, 2009

Consolidated Financial Results for the Three Months ended May 31, 2009

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, 2009

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, 2009 (from March 1, 2009 to May 31, 2009)

(1) Results of Operations (cumulative)

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income	
Three Months ended May 31, 2009	1,241,735	-	58,649	-	58,507	-
Three Months ended May 31, 2008	1,392,796	2.0%	71,081	0.0%	69,775	0.8%

	Net Income		Net Income per Share		Diluted Net Income per Share	
Three Months ended May 31, 2009	23,692	-	26.22	(yen)	26.22	(yen)
Three Months ended May 31, 2008	33,065	(7.5)%	34.76	(yen)	-	(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, 2009	3,827,658	1,807,082	45.5%	1,927.31 (yen)
As of February 28, 2009	3,727,060	1,860,672	47.9%	1,975.95 (yen)

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

As of May 31, 2009: 1,741,238 million yen

As of February 28, 2009: 1,785,189 million yen

2. Dividends

Record Date	Dividends per Share (yen)				
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual
Year ended February 28, 2009	-	27.00	-	29.00	56.00
Year ending February 28, 2010 (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, 2010 (from March 1, 2009 to February 28, 2010)

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income		Net Income		Net Income per Share	
Interim Period	2,747,000	-	148,000	-	145,000	-	66,000	-	73.05	(yen)
Entire Year	5,313,000	(6.0)%	285,000	1.1%	281,000	0.6%	123,000	33.2%	136.14	(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: Yes
 2. Changes due to other reasons: None

Notes:

- 1) Accounting methods for formulation of quarterly financial statements
From the current fiscal year, the Company has adopted the “Accounting Standard for Quarterly Financial Reporting”, Statement No.12, issued by Accounting Standards Board of Japan (ASBJ) and the “Guidance on Accounting Standard for Quarterly Financial Reporting”, ASBJ Guidance No.14. Furthermore, the Company prepared its quarterly consolidated financial statements in accordance with the Regulations for Quarterly Consolidated Financial Statements.
- 2) Changes in valuation standards and methods
Inventories
Inventories held for sale in the ordinary course of business were previously stated using mainly the lower cost or market method. From the first quarter period under review, the Company has applied the “Accounting Standard for Measurement of Inventories” (ASBJ Statement No.9, July 5, 2006), and inventories are now stated mainly at cost determined by the retail method with book value written down to the net realizable value in cases where there has been a material decline in value.
As a result of this change, the impact of operating income and ordinary income was immaterial, income before income taxes and minority interest for the period decreased by ¥1,323 million.
- 3) Adoption of “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements”
From the current fiscal year, the Company has applied the “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” (ASBJ Practical Issues Task Force (PITF) No.18 of May 17, 2006), and made the necessary amendment to its financial statements.
As a result of this application, beginning retained earnings decreased by ¥67,126 million, operating income, ordinary income and income before income taxes and minority interest for the period each decreased by ¥1,877 million.
The impact on segment is described on page 10 and 11.
- 4) Accounting standard for lease transactions
Finance leases, except for those leases under which the ownership of the leased assets was considered to be transferred to the lessee, were accounted for in the same manner as operating leases. However, from the current fiscal year the Company has applied the “Accounting Standard for Lease Transactions” (ASBJ Statement No.13 of June 17, 1993 (First Committee of the Business Accounting Council); revised on March 30, 2007) and the “Guidance on Accounting Standard for Lease Transactions” (ASBJ Guidance No.16 of January 18, 1994 (Japanese Institute of Certified Public Accountants, Committee on Accounting Systems); revised March 30, 2007), and accordingly such transactions are now based on capital lease method. For depreciation of leased assets for finance lease transactions other than those involving a transfer of title, useful life is based on the duration of the lease period and straight-line depreciation is applied with an assumed residual value of zero.
Impact of this application on the Consolidated Statement of Income was immaterial.

(4) Number of shares outstanding (common stock)

1. Number of shares outstanding at the end of period (including treasury stock)

As of May 31, 2009: 906,441,983 shares As of February 28, 2009: 906,441,983 shares

2. Number of treasury stock at the end of period

As of May 31, 2009: 2,984,891 shares As of February 28, 2009: 2,982,472 shares

3. Average number of shares during the period (cumulative quarterly consolidated period)

As of May 31, 2009: 903,458,134 shares As of May 31, 2008: 951,362,875 shares

FORWARD LOOKING STATEMENTS

1. The forecast for the year ending February 28, 2010 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.
2. From the current fiscal year, the Company has adopted the "Accounting Standard for Quarterly Financial Reporting", Statement No.12, issued by Accounting Standards Board of Japan (ASBJ) and the "Guidance on Accounting Standard for Quarterly Financial Reporting", ASBJ Guidance No.14. Furthermore, the Company prepared its quarterly consolidated financial statements in accordance with the Regulations for Quarterly Consolidated Financial Statements.

<Reference>

- Notes: 1. Percentages represent increase (decrease) from the corresponding period in the prior fiscal year.
 2. The year-on-year percentage figures used in comparing the current and previous period are presented for reference only due to the difference in accounting standards which was adopted from the current fiscal year.

1. Business Results for the Three Months ended May 31, 2009 (from March 1, 2009 to May 31, 2009)

(Millions of yen)

	Three Months ended May 31, 2008		Three Months ended May 31, 2009	
	Amount	YOY	Amount	YOY
Revenues from operations	1,392,796	2.0%	1,241,735	(10.8)%
Operating income	71,081	0.0%	58,649	(17.5)%
Ordinary income	69,775	0.8%	58,507	(16.1)%
Net income	33,065	(7.5)%	23,692	(28.3)%
Exchange rates	US\$1 = 105.25 yen		US\$1 = 93.76 yen	
	1 yuan = 14.59 yen		1 yuan = 13.93 yen	

2. Segment Information

Revenues from operations by business segment

(Millions of yen)

	Three Months ended May 31, 2008		Three Months ended May 31, 2009	
	Amount	YOY	Amount	YOY
Convenience store operations	550,248	0.6%	442,581	(19.6)%
Superstore operations	536,027	4.6%	522,527	(2.5)%
Department store operations	249,654	(1.0)%	223,491	(10.5)%
Food services	27,264	(6.3)%	23,175	(15.0)%
Financial services	31,409	10.1%	28,025	(10.8)%
Others	8,328	5.3%	8,177	(1.8)%
Total before eliminations	1,402,933	1.9%	1,247,978	(11.0)%
Eliminations / corporate	(10,137)	-	(6,243)	-
Consolidated total	1,392,796	2.0%	1,241,735	(10.8)%

Operating income (loss) by business segment

(Millions of yen)

	Three Months ended May 31, 2008		Three Months ended May 31, 2009	
	Amount	YOY	Amount	YOY
Convenience store operations	46,469	(3.2)%	44,969	(3.2)%
Superstore operations	13,140	(3.4)%	5,357	(59.2)%
Department store operations	4,477	(15.0)%	819	(81.7)%
Food services	(358)	-	(455)	-
Financial services	6,672	62.9%	7,725	15.8%
Others	444	(8.5)%	171	(61.4)%
Total before eliminations	70,846	0.1%	58,587	(17.3)%
Eliminations / corporate	235	-	61	-
Consolidated total	71,081	0.0%	58,649	(17.5)%

5. Consolidated Quarterly Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	May 31, 2009	February 28, 2009
	Amount	Amount
ASSETS		
Current assets	1,506,620	1,397,102
Cash and bank deposits	569,132	650,949
Notes and accounts receivable, trade	137,924	116,902
Trade accounts receivable - financial services	77,703	78,042
Marketable securities	254,224	94,824
Merchandise and products	170,961	167,135
Work in process	15	14
Raw materials and supplies	2,532	2,384
Prepaid expenses	33,166	28,584
Deferred income taxes	29,020	28,656
Other	236,626	233,928
Allowance for doubtful accounts	(4,688)	(4,321)
Non-current assets	2,320,888	2,329,776
Property and equipment	1,247,702	1,222,427
Buildings and structures	515,615	510,945
Furniture, fixtures and equipment	149,915	146,174
Land	530,536	525,022
Construction in progress	51,499	40,147
Other	135	136
Intangible assets	362,938	421,647
Goodwill	257,697	318,945
Software	37,303	37,674
Other	67,937	65,026
Investments and other assets	710,247	685,701
Investments in securities	159,700	140,149
Long-term loans receivable	20,240	14,270
Prepaid pension cost	15,445	16,486
Long-term leasehold deposits	437,569	442,416
Construction assistance fund receivable	16,340	13,298
Deferred income taxes	22,650	22,966
Other	48,660	46,405
Allowance for doubtful accounts	(10,360)	(10,291)
Deferred assets	150	182
New organization costs	150	182
TOTAL ASSETS	3,827,658	3,727,060

(Millions of yen)

	May 31, 2009	February 28, 2009
	Amount	Amount
LIABILITIES		
Current liabilities	1,439,475	1,254,927
Notes and accounts payable, trade	331,916	297,783
Short-term loans	192,500	191,100
Current portion of long-term loans	118,060	103,352
Current portion of bonds	70,550	50,592
Income taxes payable	25,030	53,311
Accrued expenses	85,046	78,622
Deposits received	201,330	120,038
Allowance for sales promotion expenses	14,714	16,601
Allowance for bonuses to employees	27,172	15,705
Allowance for losses on future collection of gift certificates	5,719	6,024
Deposits received in banking business	163,159	165,712
Other	204,274	156,083
Non-current liabilities	581,101	611,459
Bonds	160,164	180,448
Long-term loans	223,270	249,685
Commercial paper	21,219	18,688
Deferred income taxes	46,837	44,094
Allowance for accrued pension and severance costs	3,911	3,510
Allowance for retirement benefits to directors and corporate auditors	2,406	3,480
Deposits received from tenants and franchised stores	58,069	60,276
Other	65,220	51,274
TOTAL LIABILITIES	2,020,576	1,866,387
NET ASSETS		
Shareholders' equity	1,793,334	1,862,962
Common stock	50,000	50,000
Capital surplus	576,073	576,074
Retained earnings	1,176,542	1,246,165
Treasury stock, at cost	(9,281)	(9,277)
Accumulated gains (losses) from valuation and translation adjustments	(52,095)	(77,773)
Unrealized gains (losses) on available-for-sale securities, net of taxes	3,347	247
Unrealized gains (losses) on hedging derivatives, net of taxes	(600)	(622)
Foreign currency translation adjustments	(54,841)	(77,398)
Subscription rights to shares	382	391
Minority interests in consolidated subsidiaries	65,461	75,092
TOTAL NET ASSETS	1,807,082	1,860,672
TOTAL LIABILITIES AND NET ASSETS	3,827,658	3,727,060

(2) Consolidated Quarterly Statements of Income

(Millions of yen)

	Three Months ended May 31, 2009
	Amount
[Revenues from operations]	[1,241,735]
Net sales	1,103,629
Cost of sales	807,046
Gross profit on sales	296,583
Other operating revenues	138,105
Gross profit from operations	434,689
Selling, general and administrative expenses	376,039
Operating income	58,649
Non-operating income	2,747
Interest income	1,304
Equity in earnings of affiliates	305
Other	1,137
Non-operating expenses	2,889
Interest expenses	1,721
Interest on bonds	606
Other	561
Ordinary income	58,507
Special gains	397
Gain on sales of property and equipment	225
Reversal of allowance for doubtful accounts	110
Other	61
Special losses	6,813
Loss on disposals of property and equipment	1,188
Impairment loss on property and equipment	1,416
Loss on closing of store	2,519
Other	1,689
Income before income taxes and minority interests	52,091
Income taxes - current	24,588
Income taxes - deferred	286
Income taxes	24,875
Minority interests in net income of consolidated subsidiaries	3,524
Net income	23,692

(3) Consolidated Quarterly Statements of Cash Flows

(Millions of yen)

	Three Months ended May 31, 2009
	Amount
Cash flows from operating activities:	
Income before income taxes and minority interests	52,091
Depreciation and amortization	32,032
Impairment loss on property and equipment	1,416
Interest income	(1,304)
Interest expenses and interest on bonds	2,328
Equity in losses (earnings) of affiliates	(305)
Gain on sales of property and equipment	(225)
Loss on disposals of property and equipment	1,188
Decrease (increase) in notes and accounts receivable, trade	(20,172)
Decrease (increase) in trade accounts receivable - financial services	339
Decrease (increase) in inventories	(1,341)
Increase (decrease) in notes and accounts payable, trade	31,313
Increase (decrease) in deposits received	79,191
Proceeds from loans in banking business	(10,000)
Net increase (decrease) in deposits received in banking business	(2,552)
Net decrease (increase) in call loan in banking business	10,000
Net increase (decrease) in call money in banking business	10,900
Other	5,911
Sub-total	190,811
Interest and dividends received	1,271
Interest paid	(2,414)
Income taxes paid	(51,915)
Net cash provided by operating activities	137,752
Cash flows from investing activities:	
Acquisition of property and equipment	(41,736)
Proceeds from sales of property and equipment	16,139
Acquisition of intangible assets	(2,827)
Payment for purchase of investments in securities	(84,220)
Proceeds from sales and maturity of investments in securities	83,840
Payment of loans receivable	(6,163)
Collection of loans receivable	143
Payment for long-term leasehold deposits and advances for store construction	(8,151)
Refund of long-term leasehold deposits	8,704
Proceeds from deposits from tenants	894
Refund of deposits from tenants	(2,561)
Other	(13,624)
Net cash used in investing activities	(49,562)

(Millions of yen)

	Three Months ended May 31, 2009
	Amount
Cash flows from financing activities:	
Net increase (decrease) in short-term loans	1,400
Proceeds from long-term loans	16,000
Repayment of long-term loans	(17,969)
Proceeds from commercial paper	65,189
Payment for redemption of commercial paper	(57,061)
Payment for redemption of bonds	(327)
Dividends paid	(25,322)
Other	(2,026)
Net cash provided by (used in) financing activities	(20,117)
Effect of exchange rate changes on cash and cash equivalents	1,463
Net increase (decrease) in cash and cash equivalents	69,535
Cash and cash equivalents at beginning of period	663,483
Cash and cash equivalents at end of period	733,019

From the current fiscal year, the Company has adopted the “Accounting Standard for Quarterly Financial Reporting”, Statement No.12, issued by Accounting Standards Board of Japan (ASBJ) and the “Guidance on Accounting Standard for Quarterly Financial Reporting”, ASBJ Guidance No.14. Furthermore, the Company prepared its quarterly consolidated financial statements in accordance with the Regulations for Quarterly Consolidated Financial Statements.

(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

Notes:

- The classification of business segments is made by the type of products and services and the type of sales.
- 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 ----- Superstore, supermarket and specialty shop
 - Department store operations ----- Sogo Co., Ltd., THE SEIBU DEPARTMENT STORES, 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

3. Change in accounting policies

(Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements)

As described in changes in accounting policies, procedures and methods of presentation for preparing the quarterly consolidated financial statements, the Company has applied the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ Practical Issues Task Force (PITF) No.18 of May 17, 2006).

As a result of this change, the impact on operating income decreased by ¥1,877 million for Convenience store operations, compared to the results that have been obtained under the former method.

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

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.") .
3. Change in accounting policies
(Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements)
As described in changes in accounting policies, procedures and methods of presentation for preparing the quarterly consolidated financial statements, the Company has applied the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ Practical Issues Task Force (PITF) No.18 of May 17, 2006).
As a result of this change, the impact on operating income decreased by ¥1,877 million for North America, compared to the results that have been obtained under the former method.

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

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

<Reference>

Consolidated Financial Statements for the Previous Three Months Period

(1) Condensed Consolidated Quarterly Balance Sheets

(Millions of yen)

	May 31, 2008
	Amount
ASSETS	
Current assets	1,544,960
Cash and bank deposits	649,016
Notes and accounts receivable, trade	151,827
Trade accounts receivable - financial services	76,806
Marketable securities	172,124
Inventories	171,677
Deferred income taxes	34,591
Other	292,335
Allowance for doubtful accounts	(3,419)
Non-current assets	2,456,619
Property and equipment	1,286,361
Buildings and structures	536,933
Furniture, fixtures and equipment	161,258
Vehicles	143
Land	543,780
Construction in progress	44,245
Intangible assets	439,678
Investments and other assets	730,579
Investments in securities	158,537
Prepaid pension cost	13,511
Long-term leasehold deposits	455,477
Deferred income taxes	36,387
Other	75,259
Allowance for doubtful accounts	(8,592)
Deferred assets	276
New organization costs	276
TOTAL ASSETS	4,001,856

(Millions of yen)

	May 31, 2008
	Amount
LIABILITIES	
Current liabilities	1,408,921
Notes and accounts payable, trade	355,540
Short-term loans	240,990
Current portion of long-term loans	138,859
Current portion of bonds	16,155
Income taxes payable	29,116
Deposits received	167,918
Other	460,341
Non-current liabilities	644,577
Bonds	130,750
Long-term loans	310,485
Commercial paper	21,135
Deferred income taxes	63,729
Allowance for accrued pension and severance costs	3,798
Allowance for retirement benefits to directors and corporate auditors	3,740
Deposits received from tenants and franchised stores	61,329
Other	49,608
TOTAL LIABILITIES	2,053,499
NET ASSETS	
Shareholders' equity	1,918,052
Common stock	50,000
Capital surplus	731,621
Retained earnings	1,211,459
Treasury stock, at cost	(75,029)
Accumulated (losses) from valuation and translation adjustments	(40,462)
Unrealized gains on available-for-sale securities, net of taxes	3,072
Unrealized (losses) on hedging derivatives, net of taxes	(149)
Foreign currency translation adjustments	(43,384)
Minority interests in consolidated subsidiaries	70,767
TOTAL NET ASSETS	1,948,357
TOTAL LIABILITIES AND NET ASSETS	4,001,856

(2) Condensed Consolidated Quarterly Statements of Income

(Millions of yen)

	Three Months ended May 31, 2008
	Amount
Revenues from operations	1,392,796
Net sales	1,259,506
Cost of sales	936,194
Gross profit on sales	323,312
Other operating revenues	133,289
Gross profit from operations	456,602
Selling, general and administrative expenses	385,520
Operating income	71,081
Non-operating income and expenses	
Non-operating income	2,612
Non-operating expenses	3,919
Ordinary income	69,775
Special gains and losses	
Special gains	1,298
Special losses	7,279
Income before income taxes and minority interests	63,794
Income taxes - current	28,580
Income taxes - deferred	(620)
Minority interests in net income of consolidated subsidiaries	2,769
Net income	33,065

(3) Condensed Consolidated Quarterly Statements of Cash Flows

(Millions of yen)

	Three Months ended May 31, 2008
	Amount
Cash flows from operating activities:	
Income before income taxes and minority interests	63,794
Depreciation and amortization	34,374
Equity in earnings of affiliates	(82)
Increase in notes and accounts receivable, trade	(24,780)
Increase in trade accounts receivable - financial services	(1,065)
(Increase) in inventories	(7,328)
Increase in notes and accounts payable, trade	40,177
Net decrease in call loan in banking business	13,500
Other	68,623
Sub-total	187,213
Interest and dividends received	879
Interest paid	(2,470)
Income taxes paid	(48,383)
Net cash provided by operating activities	137,238
Cash flows from investing activities:	
Acquisition of property and equipment	(46,143)
Proceeds from sales of property and equipment	22,272
Acquisition of intangible assets	(4,514)
Payment for purchase of investments in securities	(90,456)
Proceeds from sales and maturity of investments in securities	90,315
Payment for long-term leasehold deposits and advances for store construction	(5,513)
Refund of long-term leasehold deposits	7,978
Other	(17,311)
Net cash used in investing activities	(43,372)
Cash flows from financing activities:	
Net increase in short-term loans	91,129
Proceeds from long-term loans	17,900
Repayment of long-term loans	(10,482)
Proceeds from commercial paper	174,189
Payment for redemption of commercial paper	(160,283)
Payment for redemption of bonds	(390)
Dividends paid	(25,911)
Purchase of treasury stock	(68,214)
Other	(46,402)
Net cash used in financing activities	(28,465)
Effect of exchange rate changes on cash and cash equivalents	(3,005)
Net increase in cash and cash equivalents	62,394
Cash and cash equivalents at beginning of period	667,770
Cash and cash equivalents at end of period	730,165

(4) Segment Information

a. Business Segments

Three Months ended May 31, 2008 (From March 1, 2008 to May 31, 2008)

(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	549,746	535,321	249,652	27,077	24,538	6,459	1,392,796	-	1,392,796
2. Intersegment	502	705	1	187	6,871	1,869	10,137	(10,137)	-
Total revenues	550,248	536,027	249,654	27,264	31,409	8,328	1,402,933	(10,137)	1,392,796
Operating expenses	503,779	522,887	245,176	27,622	24,736	7,884	1,332,087	(10,372)	1,321,714
Operating income (loss)	46,469	13,140	4,477	(358)	6,672	444	70,846	235	71,081

Notes:

- The classification of business segments is made by the type of products and services and the type of sales.
- 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 ----- Superstore, supermarket and specialty shop
 - Department store operations ----- Sogo Co., Ltd., THE SEIBU DEPARTMENT STORES, 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, 2008 (From March 1, 2008 to May 31, 2008)

(Millions of yen)

	Japan	North America	Others	Total before eliminations	Eliminations	Consolidated total
Revenues and operating income						
Revenues						
1. Customers	953,471	418,015	21,308	1,392,796	-	1,392,796
2. Intersegment	99	624	-	723	(723)	-
Total revenues	953,571	418,639	21,308	1,393,519	(723)	1,392,796
Operating expenses	886,057	416,147	20,234	1,322,439	(724)	1,321,714
Operating income	67,514	2,491	1,074	71,080	0	71,081

Notes:

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

c. Overseas sales

Three Months ended May 31, 2008 (From March 1, 2008 to May 31, 2008)

(Millions of yen)

	North America	Others	Total
Overseas sales	418,015	21,308	439,324
Consolidated sales	-	-	1,392,796
Percentage of overseas sales to consolidated sales (%)	30.0	1.5	31.5

Notes:

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