



April 4, 2013

Consolidated Financial Results for the Fiscal Year ended February 28, 2013

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.

Date of the ordinary general meeting of shareholders: May 23, 2013

Submission date of the annual securities report scheduled: May 28, 2013

Starting date of paying year-end dividend: May 24, 2013

Preparation of brief summary materials for financial results: Yes

Holding of financial results presentation: Yes

Note: All amounts less than one million yen have been disregarded.

1. Business Results for the Fiscal Year ended February 28, 2013 (from March 1, 2012 to February 28, 2013)

(1) Results of Operations

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income		Net Income	
Year ended February 28, 2013	4,991,642	4.3 %	295,685	1.2 %	295,836	0.9 %	138,064	6.3 %
Year ended February 29, 2012	4,786,344	(6.5) %	292,060	20.0 %	293,171	20.7 %	129,837	16.0 %

Note: Comprehensive income:

Year ended February 28, 2013: 196,778 million yen [56.8%] Year ended February 29, 2012: 125,504 million yen [45.2%]

	Net Income per Share		Diluted Net Income per Share		Ratio of Net Income to Owners' Equity	Ratio of Ordinary Income to Total Assets	Ratio of Operating Income to Revenues from Operations
Year ended February 28, 2013	156.26	(yen)	156.15	(yen)	7.6 %	7.3 %	5.9 %
Year ended February 29, 2012	146.96	(yen)	146.88	(yen)	7.5 %	7.7 %	6.1 %

Notes: 1. Equity in earnings of affiliates:

Year ended February 28, 2013: 1,874 million yen Year ended February 29, 2012: 2,061 million yen

2. Percentages represent increase (decrease) from the prior year unless otherwise stated.

* Group's total sales including total store sales of Seven-Eleven Japan and 7-Eleven, Inc.:

Year ended February 28, 2013: 8,507,647 million yen [5.7%]

Year ended February 29, 2012: 8,048,156 million yen [6.6%]

(2) Financial Position

(Millions of yen, except per share amounts)

	Total Assets	Net Assets	Owners' Equity Ratio	Net Assets per Share
As of February 28, 2013	4,262,397	1,994,740	44.4%	2,140.45 (yen)
As of February 29, 2012	3,889,358	1,860,954	45.4%	1,998.84 (yen)

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

As of February 28, 2013: 1,891,163 million yen As of February 29, 2012: 1,765,983 million 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 the Fiscal Year
Year ended February 28, 2013	391,406	(340,922)	10,032	800,087
Year ended February 29, 2012	462,642	(342,805)	(40,561)	733,707

2. Dividends

	Dividends per Share (yen)			Total Amount of Dividends (Millions of yen)	Dividends Payout Ratio (Consolidated)	Ratio of Total Amount of Dividends to Net Assets (Consolidated)
	Interim	Year-end	Annual			
Year ended February 29, 2012	29.00	33.00	62.00	54,778	42.2 %	3.2%
Year ended February 28, 2013	31.00	33.00	64.00	56,547	41.0 %	3.1%
Year ending February 28, 2014 (forecast)	33.00	33.00	66.00		34.3 %	

3. Forecast of Business Results for the Fiscal Year ending February 28, 2014 (From March 1, 2013 to February 28, 2014)

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income		Net Income		Net Income per Share
Interim Period	2,750,000	12.2 %	165,000	12.1 %	163,000	10.8 %	80,500	20.3 %	91.11 (yen)
Entire Year	5,640,000	13.0 %	340,000	15.0 %	337,000	13.9 %	170,000	23.1 %	192.41 (yen)

Note: Percentages represent increase (decrease) from the corresponding period in the prior year.

* The forecast of group's total sales including total store sales of Seven-Eleven Japan and 7-Eleven, Inc.:

Interim Period: 4,700,000 million yen [11.9%]

Entire Year: 9,560,000 million yen [12.4%]

4. Others

(1) Changes in significant subsidiaries during the fiscal year ended February 28, 2013

(changes in specific subsidiaries accompanying change in scope of consolidation): None

Added: none

Excluded: none

(2) Changes in accounting policies, accounting estimates or restatements

1. Changes due to amendment of accounting standards: Yes

2. Changes due to other reasons: None

3. Changes in accounting estimates: Yes

4. Restatements: None

Note: For details, please refer to Accounting Policies for the Preparation of Consolidated Financial Statements on page 18 and Changes in accounting policies on page 22 of attached materials.

(3) Number of shares outstanding (common stock)

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

As of February 28, 2013: 886,441,983 shares As of February 29, 2012: 886,441,983 shares

Number of treasury stock at the end of period

As of February 28, 2013: 2,907,114 shares As of February 29, 2012: 2,935,526 shares

Average number of shares during the period

Year ended February 28, 2013: 883,532,139 shares Year ended February 29, 2012: 883,499,397 shares

Note: For the number of shares as a basis of calculating net income per share (consolidated), please refer to Per Share Information on page 48 of attached materials.

Reference: Summary of Nonconsolidated Financial Statements

1. Nonconsolidated Business Results for the Fiscal Year ended February 28, 2013 (from March 1, 2012 to February 28, 2013)

(1) Results of Operations

(Millions of yen, except per share amounts)

	Revenues from Operations		Operating Income		Ordinary Income	
Year ended February 28, 2013	89,383	14.5%	81,152	14.5%	78,421	15.3%
Year ended February 29, 2012	78,047	11.5%	70,849	12.6%	68,030	13.5%

	Net Income		Net Income per Share		Diluted Net Income per Share	
Year ended February 28, 2013	79,955	10.7%	90.49	(yen)	90.44	(yen)
Year ended February 29, 2012	72,211	8.0%	81.73	(yen)	81.69	(yen)

Note: Percentages represent increase (decrease) from the prior year unless otherwise stated.

(2) Financial Position

(Millions of yen, except per share amounts)

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
As of February 28, 2013	1,915,835	1,412,884	73.7%	1,597.67 (yen)
As of February 29, 2012	1,884,912	1,386,624	73.5%	1,568.28 (yen)

Note: Owners' equity (net assets excluding subscription rights to shares) :

As of February 28, 2013: 1,411,636 million yen As of February 29, 2012: 1,385,622 million yen

NOTICE REGARDING AUDIT PROCEDURES FOR THE CONSOLIDATED FINANCIAL RESULTS

This consolidated financial results statement is exempt from the audit procedures based upon the Financial Instruments and Exchange Act. At this time of disclosure of this consolidated financial results statement, the audit procedure based upon the Financial Instruments and Exchange Act has not been completed.

FORWARD LOOKING STATEMENTS AND OTHER SPECIAL ITEMS

1. The forecast for the year ending February 28, 2014 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. Brief summary for the fiscal year ended February 28, 2013 will be posted on the Company's website (<http://www.7andi.com/en/ir/library/kt/201302.html>).

The presentation materials related to financial results which will be used on financial results presentation planned to be held on April 5, 2013, will be posted as soon as possible after the presentation.

<Reference>

The consolidated financial forecasts for the fiscal year ending February 28, 2014 (March 1, 2013, to February 28, 2014) are as follows.

Consolidated financial forecast (Millions of yen)

	Year ending February 28, 2014	
		YOY
Revenues from operations	5,640,000	13.0%
Operating income	340,000	15.0%
Ordinary income	337,000	13.9%
Net income	170,000	23.1%

Assumed exchange rates: U.S.\$1 = 92.00 yen 1yuan = 14.50yen

* The forecast of group's total sales including total store sales of Seven-Eleven Japan and 7-Eleven, Inc.: 9,560.0 billion yen [12.4%]

(Change in depreciation method for property and equipment)

Depreciation of property and equipment (excluding lease assets) is computed using the declining-balance method for the Company and 40 out of 92 consolidated subsidiaries, but will be computed using the straight-line method from the fiscal year ending February 28, 2014.

As a result of this change, the forecast of operating income and ordinary income will increase by 24.8 billion yen, respectively.

Revenues from operations and operating income forecast by business segment (Millions of yen)

	Year ending February 28, 2014				
	Revenues from operations		Operating income		Amount effected from the change in depreciation method for property and equipment
		YOY		YOY	
Convenience store operations	2,495,000	31.3%	249,000	12.3%	11,000
Superstore operations	2,030,000	1.8%	39,600	55.3%	9,600
Department store operations	887,000	0.3%	8,900	10.8%	200
Food services	79,000	0.8%	1,400	94.0%	200
Financial services	160,000	10.8%	41,400	10.6%	3,000
Others	52,000	3.6%	4,000	2.9%	700
Total before eliminations	5,703,000	12.9%	344,300	15.8%	24,700
Eliminations / corporate	(63,000)	-	(4,300)	-	100
Consolidated Total	5,640,000	13.0%	340,000	15.0%	24,800

Note: Percentages represent increase (decrease) from the prior year unless otherwise stated.

Attached Materials

Contents

1. Scope of Consolidated Subsidiaries and Affiliates	2
2. Consolidated Financial Statements	
(1) Consolidated Balance Sheets	9
(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income	11
(3) Consolidated Statements of Changes in Net Assets	13
(4) Consolidated Statements of Cash Flows	16
(5) Doubts on the Premise of Going Concern	18
(6) Accounting Policies for the Preparation of Consolidated Financial Statements	18
(7) Changes in accounting policies	22
(8) Changes in Method of Presentation	23
(9) Supplementary Information	23
(10) Notes to Consolidated Financial Statements	
Consolidated Balance Sheets	24
Consolidated Statements of Income	26
Consolidated Statements of Comprehensive Income	30
Consolidated Statements of Changes in Net Assets	30
Consolidated Statements of Cash Flows	34
Segment Information	37
Leases	41
Related Parties Transactions	43
Deferred Income Taxes	44
Accounting for Retirement Benefits	46
Per Share Information	48
Subsequent Event	49
3. Nonconsolidated Financial Statements	
(1) Nonconsolidated Balance Sheets	50
(2) Nonconsolidated Statements of Income	52
(3) Nonconsolidated Statements of Changes in Net Assets	53
(4) Doubts on the Premise of Going Concern	56
(5) Notes to Nonconsolidated Financial Statements	
Nonconsolidated Balance Sheets	56
Nonconsolidated Statements of Income	56
Nonconsolidated Statements of Changes in Net Assets	57
[Reference]	
Seven-Eleven Japan Co., Ltd.	
Nonconsolidated Balance Sheets	58
Nonconsolidated Statements of Income	60
Ito-Yokado Co., Ltd.	
Nonconsolidated Balance Sheets	61
Nonconsolidated Statements of Income	63
York-Benimaru Co., Ltd.	
Nonconsolidated Balance Sheets	64
Nonconsolidated Statements of Income	66
Sogo & Seibu Co., Ltd.	
Nonconsolidated Balance Sheets	67
Nonconsolidated Statements of Income	69
Seven & i Food Systems Co., Ltd.	
Nonconsolidated Balance Sheets	70
Nonconsolidated Statements of Income	72

1. Scope of Consolidated Subsidiaries and Affiliates

Major Seven & i Holdings Group Companies

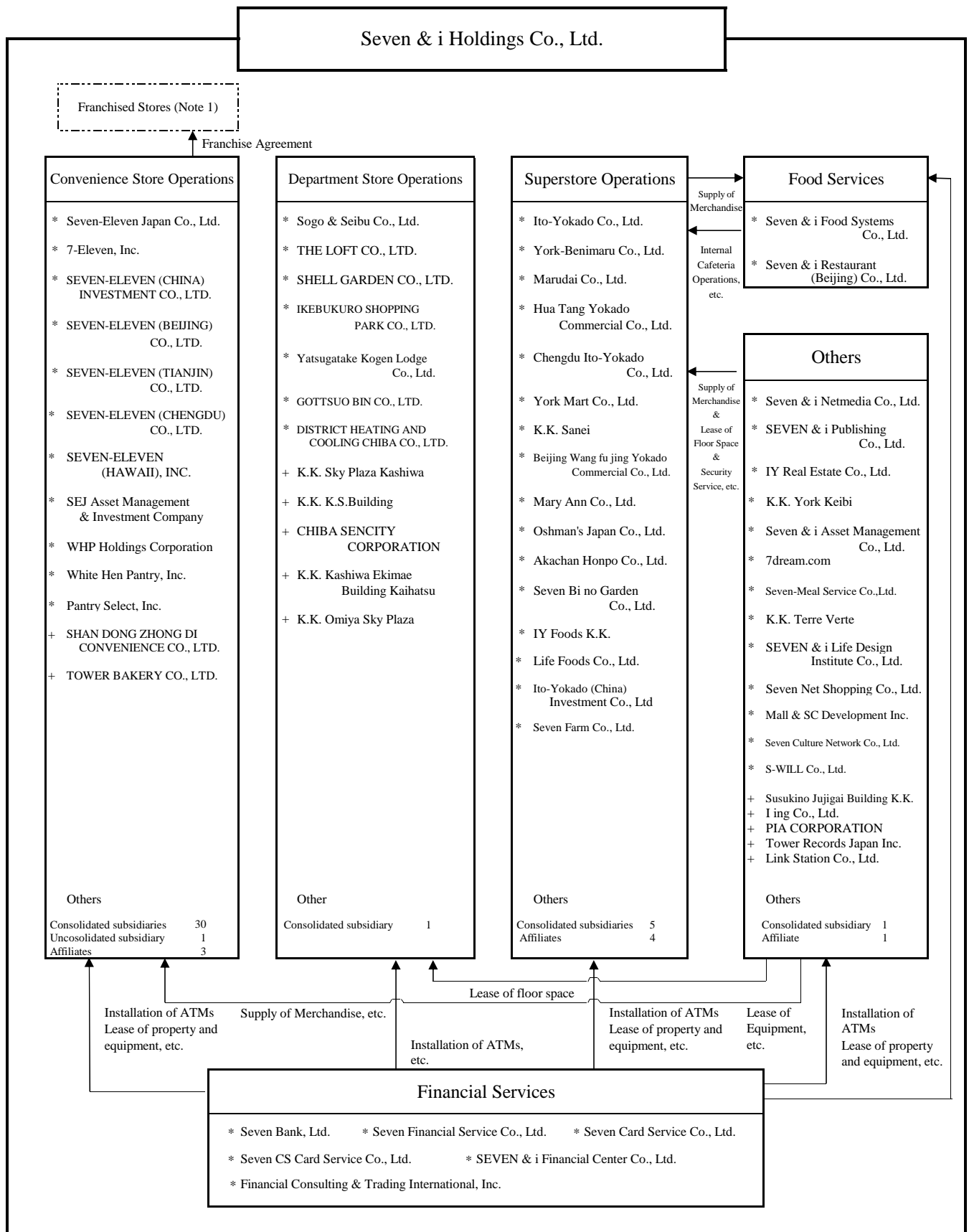
Seven & i Holdings Group consists 114 diversified retail companies, mainly engaged in convenience store operations, superstore operations, department store operations, food services and financial services. Business segments, major group companies and number of companies are as follows.

This segmentation is same as the reportable segment shown in the section of segment information.

Business Segments	Major Group Companies	Number of Companies								
Convenience Store Operations	Seven-Eleven Japan Co., Ltd. 7-Eleven, Inc. SEVEN-ELEVEN (CHINA) INVESTMENT CO., LTD. SEVEN-ELEVEN (BEIJING) CO., LTD. SEVEN-ELEVEN (TIANJIN) CO., LTD. SEVEN-ELEVEN (CHENGDU) CO., LTD. SEVEN-ELEVEN (HAWAII), INC. SEJ Asset Management & Investment Company WHP Holdings Corporation White Hen Pantry, Inc. Pantry Select, Inc. SHAN DONG ZHONG DI CONVENIENCE CO., LTD. TOWER BAKERY CO., LTD.	<table> <tr> <td>Consolidated Subsidiaries</td> <td>41</td> </tr> <tr> <td>Unconsolidated Subsidiary</td> <td>1</td> </tr> <tr> <td>Affiliates</td> <td>5</td> </tr> <tr> <td>Total</td> <td>47</td> </tr> </table>	Consolidated Subsidiaries	41	Unconsolidated Subsidiary	1	Affiliates	5	Total	47
Consolidated Subsidiaries	41									
Unconsolidated Subsidiary	1									
Affiliates	5									
Total	47									
Superstore Operations	Ito-Yokado Co., Ltd. York-Benimaru Co., Ltd. Marudai Co., Ltd. Hua Tang Yokado Commercial Co., Ltd. Chengdu Ito-Yokado Co., Ltd. York Mart Co., Ltd. K.K. Sanei Beijing Wang fu jing Yokado Commercial Co., Ltd. Mary Ann Co., Ltd. Oshman's Japan Co., Ltd. Akachan Honpo Co., Ltd. Seven Bi no Garden Co., Ltd. IY Foods K.K. Life Foods Co., Ltd. Ito-Yokado (China) Investment Co., Ltd. Seven Farm Co., Ltd.	<table> <tr> <td>Consolidated Subsidiaries</td> <td>21</td> </tr> <tr> <td>Affiliates</td> <td>4</td> </tr> <tr> <td>Total</td> <td>25</td> </tr> </table>	Consolidated Subsidiaries	21	Affiliates	4	Total	25		
Consolidated Subsidiaries	21									
Affiliates	4									
Total	25									
Department Store Operations	Sogo & Seibu Co., Ltd. THE LOFT CO., LTD. SHELL GARDEN CO., LTD. IKEBUKURO SHOPPING PARK CO., LTD. Yatsugatake Kogen Lodge Co., Ltd. GOTTSUO BIN CO., LTD. DISTRICT HEATING AND COOLING CHIBA CO., LTD. K.K. Sky Plaza Kashiwa K.K. K.S. Building CHIBA SENCITY CORPORATION K.K. Kashiwa Ekimae Building Kaihatsu K.K. Omiya Sky Plaza	<table> <tr> <td>Consolidated Subsidiaries</td> <td>8</td> </tr> <tr> <td>Affiliates</td> <td>5</td> </tr> <tr> <td>Total</td> <td>13</td> </tr> </table>	Consolidated Subsidiaries	8	Affiliates	5	Total	13		
Consolidated Subsidiaries	8									
Affiliates	5									
Total	13									
Food Services	Seven & i Food Systems Co., Ltd. Seven & i Restaurant (Beijing) Co., Ltd.	<table> <tr> <td>Consolidated Subsidiaries</td> <td>2</td> </tr> </table>	Consolidated Subsidiaries	2						
Consolidated Subsidiaries	2									
Financial Services	Seven Bank, Ltd. Seven Financial Service Co., Ltd. Seven Card Service Co., Ltd. Seven CS Card Service Co., Ltd. SEVEN & i Financial Center Co., Ltd. Financial Consulting & Trading International, Inc.	<table> <tr> <td>Consolidated Subsidiaries</td> <td>6</td> </tr> </table>	Consolidated Subsidiaries	6						
Consolidated Subsidiaries	6									
Others	Seven & i Netmedia Co., Ltd. SEVEN & i Publishing Co., Ltd. IY Real Estate Co., Ltd. K.K. York Keibi Seven & i Asset Management Co., Ltd. 7dream.com Seven-Meal Service Co., Ltd. K.K. Terre Verte SEVEN & i Life Design Institute Co., Ltd. Seven Net Shopping Co., Ltd. Mall & SC Development Inc. Seven Culture Network Co., Ltd. S-WILL Co., Ltd. Susukino Jujigai Building K.K. I ing Co., Ltd. PIA CORPORATION Tower Records Japan Inc. Link Station Co., Ltd.	<table> <tr> <td>Consolidated Subsidiaries</td> <td>14</td> </tr> <tr> <td>Affiliates</td> <td>6</td> </tr> <tr> <td>Total</td> <td>20</td> </tr> </table>	Consolidated Subsidiaries	14	Affiliates	6	Total	20		
Consolidated Subsidiaries	14									
Affiliates	6									
Total	20									

- On September 14, 2012, SEVEN-ELEVEN CHINA Co., Ltd. changed its name to SEVEN-ELVEN (CHINA) INVESTMENT CO., LTD.
- On November 7, 2012, SEVEN-ELVEN (TIANJIN) CO., LTD. was established as a consolidated subsidiary of the Company.
- On October 17, 2012, SEJ Asset Management & Investment Company was established as a consolidated subsidiary of the Company.
- WHP Holdings Corporation is the holding company of White Hen Pantry, Inc. and Pantry Select, Inc.
- On June 1, 2012, SHAN DONG ZHONG DI CONVENIENCE CO., LTD. was established as a consolidated affiliate of the Company.
- SHAN DONG ZHONG DI CONVENIENCE CO., LTD., TOWER BAKERY CO., LTD., K.K. Sky Plaza Kashiwa, K.K. K.S. Building, CHIBA SENCITY CORPORATION, K.K. Kashiwa Ekimae Building Kaihatsu, K.K. Omiya Sky Plaza, Susukino Jujigai Building K.K., I ing Co., Ltd., PIA CORPORATION, Tower Records Japan Inc. and Link Station Co., Ltd. are affiliates and other companies are consolidated subsidiaries.
- On May 1, 2012, Seven Health Care Co., Ltd. changed its name to Seven Bi no Garden Co., Ltd.
- On July 9, 2012, Ito-Yokado (China) Investment Co., Ltd. was established as a consolidated subsidiary of the Company.
- On October 6, 2012, Financial Consulting & Trading International, Inc. became a subsidiary through a stock acquisition.

Business Relation in Group



- * Consolidated subsidiary
- + Affiliate accounted for using the equity method

Notes: 1. Each franchised store is operated by an independent franchisee which enters into franchise agreement with Seven-Eleven Japan Co., Ltd. or 7-Eleven, Inc. or SEVEN-ELEVEN (BEIJING) CO., LTD. or SEVEN-ELEVEN (CHENGDU) CO., LTD.

2. As of February 28, 2013, Seven Bank, Ltd. has 17,922 units of ATMs placed mainly in the stores of Group companies.

Subsidiaries and Affiliates

Name	Address	Capital (Millions of yen)	Principal Business	Voting Rights Held by the Company (%)	Description of Relationship		
					Shared Positions		Business Relationship
					Officers	Employees	
Consolidated Subsidiaries							
Seven-Eleven Japan Co., Ltd. *3	Chiyoda-ku, Tokyo	17,200	Convenience store operations	100.0	3	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
7-Eleven, Inc.	Texas, U.S.A.	Thousands of U.S. dollars 13	Convenience store operations	100.0 (100.0)	2	1	-
Ito-Yokado Co., Ltd. *3	Chiyoda-ku, Tokyo	40,000	Superstore operations	100.0	5	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
York-Benimaru Co., Ltd. *3	Koriyama-shi, Fukushima	9,927	Superstore operations	100.0	2	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Sogo & Seibu Co., Ltd. *3	Chiyoda-ku, Tokyo	10,000	Department store operations	100.0	3	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven & i Food Systems Co., Ltd.	Chiyoda-ku, Tokyo	3,000	Food services	100.0	1	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven Bank, Ltd. *3,4,5	Chiyoda-ku, Tokyo	30,509	Financial services	45.8 (45.8)	1	1	-
SEVEN-ELEVEN (CHINA) INVESTMENT CO., LTD.	Beijing, China	Thousands of yuan 250,000	Convenience store operations	100.0 (100.0)	-	2	-
SEVEN-ELEVEN (BEIJING) CO., LTD.	Beijing, China	Thousands of U.S. dollars 35,000	Convenience store operations	65.0 (65.0)	-	-	-
SEVEN-ELEVEN (TIANJIN) CO., LTD.	Tianjin, China	Thousands of Yuan 28,000	Convenience store operations	100.0 (100.0)	-	1	-
SEVEN-ELEVEN (CHENGDU) CO., LTD.	Sichuan, China	Thousands of U.S. dollars 30,000	Convenience store operations	100.0 (100.0)	-	-	-
SEVEN-ELEVEN (HAWAII), INC.	Hawaii, U.S.A.	Thousands of U.S. dollars 20,000	Convenience store operations	100.0 (100.0)	2	1	-
SEJ Asset Management & Investment Company	Delaware, U.S.A	Thousands of U.S. dollars 101	Convenience store operations	100.0 (100.0)	2	-	-
WHP Holdings Corporation	Delaware, U.S.A	U.S. dollars 17,098	Convenience store operations	100.0 (100.0)	-	-	-

Name	Address	Capital (Millions of yen)	Principal Business	Voting Rights Held by the Company (%)	Description of Relationship		
					Shared Positions		Business Relationship
					Officers	Employees	
White Hen Pantry, Inc.	Delaware, U.S.A	U.S. dollars 13,130	Convenience store operations	100.0 (100.0)	-	-	-
Pantry Select, Inc.	Illinois, U.S.A.	U.S.dollars 10	Convenience store operations	100.0 (100.0)	-	-	-
Marudai Co., Ltd.	Nagaoka-shi, Niigata	213	Superstore operations	100.0 (100.0)	1	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Hua Tang Yokado Commercial Co., Ltd. *3	Beijing, China	Thousands of U.S. dollars 65,000	Superstore operations	75.8 (75.8)	-	-	-
Chengdu Ito-Yokado Co., Ltd.	Sichuan, China	Thousands of U.S. dollars 23,000	Superstore operations	74.0 (74.0)	-	-	-
York Mart Co., Ltd.	Chiyoda-ku, Tokyo	1,000	Superstore operations	100.0	1	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
K.K. Sanei	Ishinomaki -shi, Miyagi	138	Superstore operations	100.0 (100.0)	-	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Beijing Wang fu jing Yokado Commercial Co., Ltd.	Beijing, China	Thousands of U.S. dollars 18,000	Superstore operations	60.0 (60.0)	-	-	-
Mary Ann Co., Ltd.	Chiyoda-ku, Tokyo	200	Superstore operations	100.0	-	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Oshman's Japan Co., Ltd.	Chiyoda-ku, Tokyo	2,500	Superstore operations	100.0	1	-	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Akachan Honpo Co., Ltd.	Chuo-ku, Osaka-shi	3,780	Superstore operations	95.0 (10.3)	1	-	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven Bi no Garden Co., Ltd.	Chiyoda-ku, Tokyo	450	Superstore operations	93.1 (90.8)	2	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
IY Foods K.K.	Kazo-shi, Saitama	75	Superstore operations	100.0 (100.0)	-	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses

Name	Address	Capital (Millions of yen)	Principal Business	Voting Rights Held by the Company (%)	Description of Relationship		
					Shared Positions		Business Relationship
					Officers	Employees	
Life Foods Co., Ltd.	Koriyama-shi, Fukushima	120	Superstore operations	100.0 (100.0)	1	-	-
Ito-Yokado (China) Investment Co., Ltd.	Beijing, China	Thousands of U.S. dollars 30,000	Superstore operations	100.0 (100.0)	-	-	-
Seven Farm Co., Ltd.	Chiyoda-ku, Tokyo	13	Superstore operations	100.0 (100.0)	-	-	The Company is entrusted with various types of businesses
THE LOFT CO., LTD.	Shibuya-ku, Tokyo	750	Department store operation	70.7 (70.7)	-	-	-
SHELL GARDEN CO., LTD.	Meguro-ku, Tokyo	989	Department store operations	100.0 (100.0)	-	-	-
IKEBUKURO SHOPPING PARK CO., LTD.	Toshima-ku, Tokyo	1,200	Department store operations	60.7 (60.7)	-	-	-
Yatsugatake Kogen Lodge Co., Ltd.	Minamimaki -mura, Minami-Saku -gun, Nagano	100	Department store operations	100.0 (100.0)	-	-	-
GOTTSUO BIN CO., LTD.	Toshima-ku, Tokyo	10	Department store operations	100.0 (100.0)	-	-	-
DISTRICT HEATING AND COOLING CHIBA CO., LTD.	Chuo-ku, Chiba-shi	1,000	Department store operations	43.4 (43.4) [18.2]	-	-	-
Seven & i Restaurant (Beijing) Co., Ltd.	Beijing, China	Thousands of yuan 100,000	Food services	75.0 (75.0)	-	-	-
Seven Financial Service Co., Ltd.	Chiyoda-ku, Tokyo	75	Financial services	100.0	1	-	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven Card Service Co., Ltd. *3	Chiyoda-ku, Tokyo	7,500	Financial services	95.5 (95.5)	1	-	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven CS Card Service Co., Ltd.	Chiyoda-ku, Tokyo	100	Financial services	51.0 (51.0)	-	1	The Company is entrusted with various types of businesses
SEVEN & i Financial Center Co., Ltd.	Chiyoda-ku, Tokyo	10	Financial services	100.0	2	1	The Company conducts deposits of the fund The Company is entrusted with various types of businesses
Financial Consulting & Trading International, Inc.	California, U.S.A.	Thousands of U.S. dollars 19,836	Financial services	100.0 (100.0)	-	-	-
Seven & i Netmedia Co., Ltd. *3	Chiyoda-ku, Tokyo	7,665	Others	100.0	2	-	The Company is entrusted with various types of businesses
SEVEN & i Publishing Co., Ltd.	Chiyoda-ku, Tokyo	242	Others	100.0 (100.0)	1	-	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
IY Real Estate Co., Ltd.	Chiyoda-ku, Tokyo	58	Others	100.0 (100.0)	1	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses

Name	Address	Capital (Millions of yen)	Principal Business	Voting Rights Held by the Company (%)	Description of Relationship		
					Shared Positions		Business Relationship
					Officers	Employees	
K.K. York Keibi	Chiyoda-ku, Tokyo	10	Others	100.0 (100.0)	-	1	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven & i Asset Management Co., Ltd. *3	Chiyoda-ku, Tokyo	10,000	Others	100.0	2	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
7dream.com	Chiyoda-ku, Tokyo	450	Others	68.0 (68.0)	1	-	The Company provides management strategies as well as other services and various convenience for consideration
Seven-Meal Service Co., Ltd.	Chiyoda-ku, Tokyo	300	Others	90.0 (90.0)	-	-	The Company provides management strategies as well as other services and various convenience for consideration
K.K. Terre Verte	Kitami-shi, Hokkaido	400	Others	99.0 (99.0)	1	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
SEVEN & i Life Design Institute Co., Ltd.	Chiyoda-ku, Tokyo	435	Others	100.0 (14.5)	1	-	The Company is entrusted with various types of businesses
Seven Net Shopping Co., Ltd. *3	Chiyoda-ku, Tokyo	5,500	Others	85.2 (85.2)	1	-	The Company provides management strategies as well as other services and various convenience for considerations
Mall & SC Development Inc.	Chiyoda-ku, Tokyo	622	Others	100.0 (15.0)	2	2	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
Seven Culture Network Co., Ltd.	Chiyoda-ku, Tokyo	1,650	Others	100.0 (100.0)	2	-	The Company provides management strategies as well as other services and various convenience for considerations The Company is entrusted with various types of businesses
S-WILL Co., Ltd.	Chiyoda-ku, Tokyo	0	Others	100.0	-	-	-
Other 37 companies *6	-	-	-	-	-	-	-

Name	Address	Capital (Millions of yen)	Principal Business	Voting Rights Held by the Company (%)	Description of Relationship		
					Shared Positions		Business Relationship
					Officers	Employees	
Equity Method - affiliates							
SHAN DONG ZHONG DI CONVENIENCE CO., LTD.	Shandong, China	Thousands of Yuan 120,000	Convenience store operations	35.0 (35.0)	-	-	-
TOWER BAKERY CO., LTD	Koshigaya -shi, Saitama	495	Convenience store operations	20.0 (20.0)	-	-	-
K.K. Sky Plaza Kashiwa	Kashiwa-shi, Chiba	10	Department store operations	45.5 (45.5)	-	-	-
K.K. K.S. Building	Chuo-ku, Kobe-shi	100	Department store operations	40.0 (40.0)	-	-	-
CHIBA SENCITY CORPORATION	Chuo-ku, Chiba-shi	297	Department store operations	34.8 (34.8)	-	-	-
K.K. Kashiwa Ekimae Building Kaihatsu	Kashiwa-shi, Chiba	10	Department store operations	27.2 (27.2)	-	-	-
K.K. Omiya Sky Plaza	Omiya-ku, Saitama-shi	10	Department store operations	20.0 (20.0)	-	-	-
Susukino Jujigai Building K.K	Chuo-ku, Sapporo-shi	100	Others	37.6 (37.6)	-	2	-
I ing Co., Ltd	Chiyoda-ku, Tokyo	99	Others	29.7 (29.7)	-	2	-
PIA CORPORATION	Shibuya-ku, Tokyo	4,239	Others	20.0 (10.0)	1	-	-
Tower Records Japan Inc.	Shinagawa -ku, Tokyo	6,545	Others	44.6	1	2	-
Link Station Co., Ltd.	Aomori-shi, Aomori	102	Others	25.0 (25.0)	-	-	-
Other 8 companies *6	-	-	-	-	-	-	-

- * 1. The reportable segment is listed under the Principal Business column.
2. Figures in parentheses () in Voting Rights Held by the Company column indicate the share of indirect voting rights.
Those in brackets [] indicate share of related or approved parties (supernumerary).
3. These companies are designated subsidiaries.
4. These companies file security registration statement or annual financial reports.
5. Seven Bank, Ltd. is considered as a consolidated subsidiary substantially.
6. Key financial data for other companies have been omitted because their effects on the Consolidated Financial Statements are not considered material.

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	1,516,584	1,655,528
Cash and bank deposits	711,629	710,968
Call Loan	5,000	25,000
Notes and accounts receivable, trade	270,953	285,817
Trade accounts receivable, financial services	68,691	64,053
Marketable securities	43,025	110,024
Merchandise and finished goods	149,455	159,645
Work in process	359	175
Raw materials and supplies	2,390	2,465
Prepaid expenses	29,870	33,954
Deferred income taxes	38,905	34,493
Other	201,062	233,886
Allowance for doubtful accounts	(4,758)	(4,955)
Non-current assets	2,372,364	2,606,564
Property and equipment	1,320,174	1,482,514
Buildings and structures, net	565,192	631,992
Furniture, fixtures and equipment, net	129,438	171,735
Vehicles, net	4,525	3,439
Land	590,524	627,251
Lease assets, net	13,925	16,892
Construction in progress	16,566	31,203
Intangible assets	333,156	415,413
Goodwill	184,305	245,402
Software	32,340	37,178
Other	116,510	132,832
Investments and other assets	719,034	708,636
Investments in securities	181,863	163,456
Long-term loans receivable	18,279	18,017
Prepaid pension cost	6,674	31,786
Long-term leasehold deposits	412,098	400,867
Advances for store construction	8,320	7,609
Deferred income taxes	40,147	32,943
Other	57,809	60,626
Allowance for doubtful accounts	(6,160)	(6,671)
Deferred assets	408	304
New organization costs	43	28
Business commencement expenses	364	275
TOTAL ASSETS	3,889,358	4,262,397

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	1,385,728	1,534,579
Notes and accounts payable, trade	316,072	328,800
Short-term loans	139,690	145,750
Current portion of long-term loans	88,786	124,857
Current portion of bonds	10,000	63,999
Income taxes payable	58,295	34,827
Accrued expenses	71,700	85,443
Deposits received	116,569	136,850
Allowance for sales promotion expenses	15,092	15,262
Allowance for bonuses to employees	14,755	13,293
Allowance for bonuses to directors and corporate auditors	341	342
Allowance for loss on future collection of gift certificates	4,089	3,406
Provision for loss on disaster	1,063	143
Deposits received in banking business	288,228	325,444
Other	261,043	256,156
Non-current liabilities	642,675	733,077
Bonds	253,978	229,983
Long-term loans	198,167	281,893
Commercial paper	-	6,579
Deferred income taxes	34,550	34,801
Allowance for accrued pension and severance costs	3,796	4,613
Allowance for retirement benefits to directors and corporate auditors	2,191	2,124
Deposits received from tenants and franchised stores	55,380	55,089
Asset retirement obligations	43,740	51,170
Other	50,870	66,822
TOTAL LIABILITIES	2,028,403	2,267,656
NET ASSETS		
Shareholders' equity	1,882,287	1,963,666
Common stock	50,000	50,000
Capital surplus	526,886	526,873
Retained earnings	1,312,613	1,393,935
Treasury stock, at cost	(7,212)	(7,142)
Total accumulated other comprehensive income	(116,303)	(72,503)
Unrealized gains (losses) on available-for-sale securities, net of taxes	3,360	7,416
Unrealized gains (losses) on hedging derivatives, net of taxes	(3)	(5)
Foreign currency translation adjustments	(119,661)	(79,914)
Subscription rights to shares	1,222	1,538
Minority interests in consolidated subsidiaries	93,748	102,038
TOTAL NET ASSETS	1,860,954	1,994,740
TOTAL LIABILITIES AND NET ASSETS	3,889,358	4,262,397

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income**Consolidated Statements of Income**

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
[Revenues from operations]	[4,786,344]	[4,991,642]
Net sales	4,013,617	4,149,003
Cost of sales	3,078,575	3,218,270
Gross profit on sales	935,041	930,732
Operating revenues	772,727	842,639
Gross profit from operations	1,707,768	1,773,371
Selling, general and administrative expenses	1,415,708	1,477,686
Advertising and decoration expenses	111,420	119,292
Salaries and wages	378,066	381,667
Provision for bonuses to employees	14,699	13,221
Pension expenses	17,562	16,957
Legal welfare expenses	47,504	49,344
Land and building rent	258,652	271,956
Depreciation and amortization	133,914	148,335
Utility expenses	92,704	101,344
Store maintenance and repair expenses	69,824	62,489
Other	291,358	313,077
Operating Income	292,060	295,685
Non-operating income	10,150	11,064
Interest income	5,044	5,363
Dividend income	757	760
Equity in earnings of affiliates	2,061	1,874
Other	2,286	3,065
Non-operating expenses	9,039	10,913
Interest expenses	4,114	5,113
Interest on bonds	2,859	2,850
Other	2,065	2,950
Ordinary income	293,171	295,836
Special gains	10,428	2,147
Gain on sales of property and equipment	2,135	1,404
Gain on sales of investment securities	1,198	31
Gain on changes in accounting policies applied to foreign subsidiaries	4,503	-
Other	2,591	711
Special losses	72,782	35,261
Loss on disposals of property and equipment	5,468	6,642
Impairment loss	14,460	18,330
Loss on disaster	25,741	-
Loss on adjustment for changes of accounting standards for asset retirement obligations	22,500	-
Other	4,611	10,288
Income before income taxes and minority interests	230,817	262,722
Total income taxes	90,257	110,839
Income taxes - current	116,366	101,690
Income taxes - deferred	(26,109)	9,148
Income before minority interests	140,559	151,883
Minority interests in net income of consolidated subsidiaries	10,722	13,818
Net income	129,837	138,064

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Income before minority interests	140,559	151,883
Other comprehensive income		
Unrealized gains (losses) on available-for-sale securities, net of taxes	103	4,061
Unrealized gains (losses) on hedging derivatives, net of taxes	328	(0)
Foreign currency translation adjustments	(15,481)	40,773
Share of other comprehensive income of associates accounted for using equity method	(5)	60
Total other comprehensive income	(15,055)	44,895
Comprehensive income	125,504	196,778
Comprehensive income attributable to		
Shareholders of the parent	114,802	181,864
Minority interests	10,701	14,913

(3) Consolidated Statements of Changes in Net Assets

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Shareholders' equity		
Common stock		
Balance at the end of previous year	50,000	50,000
Increase (decrease) for the year		
Net increase (decrease) for the year	-	-
Balance at the end of current year	50,000	50,000
Capital surplus		
Balance at the end of previous year	526,899	526,886
Increase (decrease) for the year		
Disposal of treasury stock	(12)	(12)
Net increase (decrease) for the year	(12)	(12)
Balance at the end of current year	526,886	526,873
Retained earnings		
Balance at the end of previous year	1,234,204	1,312,613
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	129,837	138,064
Increase (decrease) resulting from adoption of U.S. GAAP by U.S. subsidiaries	(184)	(196)
Net increase (decrease) for the year	78,409	81,321
Balance at the end of current year	1,312,613	1,393,935
Treasury stock, at cost		
Balance at the end of previous year	(7,320)	(7,212)
Increase (decrease) for the year		
Purchase of treasury stock	(10)	(13)
Disposal of treasury stock	123	83
Other	(5)	(0)
Net increase (decrease) for the year	107	69
Balance at the end of current year	(7,212)	(7,142)

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Total shareholders' equity		
Balance at the end of previous year	1,803,783	1,882,287
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	129,837	138,064
Purchase of treasury stock	(10)	(13)
Disposal of treasury stock	110	70
Increase (decrease) resulting from adoption of U.S. GAAP by U.S. subsidiaries	(184)	(196)
Other	(5)	(0)
Net increase (decrease) for the year	78,504	81,378
Balance at the end of current year	1,882,287	1,963,666
Accumulated other comprehensive income		
Unrealized gains (losses) on available-for-sale securities, net of taxes		
Balance at the end of previous year	3,226	3,360
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	133	4,055
Net increase (decrease) for the year	133	4,055
Balance at the end of current year	3,360	7,416
Unrealized gains (losses) on hedging derivatives, net of taxes		
Balance at the end of previous year	(328)	(3)
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	325	(2)
Net increase (decrease) for the year	325	(2)
Balance at the end of current year	(3)	(5)
Foreign currency translation adjustments		
Balance at the end of previous year	(104,167)	(119,661)
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	(15,494)	39,747
Net increase (decrease) for the year	(15,494)	39,747
Balance at the end of current year	(119,661)	(79,914)
Total accumulated other comprehensive income		
Balance at the end of previous year	(101,268)	(116,303)
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	(15,035)	43,800
Net increase (decrease) for the year	(15,035)	43,800
Balance at the end of current year	(116,303)	(72,503)

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Subscription rights to shares		
Balance at the end of previous year	981	1,222
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	241	315
Net increase (decrease) for the year	241	315
Balance at the end of current year	1,222	1,538
Minority interests in consolidated subsidiaries		
Balance at the end of previous year	73,016	93,748
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	20,731	8,290
Net increase (decrease) for the year	20,731	8,290
Balance at the end of current year	93,748	102,038
TOTAL NET ASSETS		
Balance at the end of previous year	1,776,512	1,860,954
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	129,837	138,064
Purchase of treasury stock	(10)	(13)
Disposal of treasury stock	110	70
Increase (decrease) resulting from adoption of U.S. GAAP by U.S. subsidiaries	(184)	(196)
Other	(5)	(0)
Net changes of items other than shareholders' equity	5,938	52,406
Net increase (decrease) for the year	84,442	133,785
Balance at the end of current year	1,860,954	1,994,740

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
Cash flows from operating activities:		
Income before income taxes and minority interests	230,817	262,722
Depreciation and amortization	139,994	155,666
Impairment loss on property and equipment	14,460	18,330
Amortization of goodwill	12,915	17,684
Increase (decrease) in allowance for bonuses to employees	1,032	(1,436)
Decrease (increase) in prepaid pension cost	3,303	2,851
Interest and dividends income	(5,802)	(6,124)
Interest expenses and interest on bonds	6,974	7,963
Equity in losses (earnings) of affiliates	(2,061)	(1,874)
Gain on sales of property and equipment	(2,135)	(1,404)
Loss on disposals of property and equipment	5,468	6,642
Gain on changes in accounting policies applied to foreign subsidiaries	(4,503)	-
Loss on adjustment for changes of accounting standards for asset retirement obligations	22,500	-
Decrease (increase) in notes and accounts receivable, trade	(12,530)	(12,603)
Decrease (increase) in trade accounts receivable, financial services	12,651	4,638
Decrease (increase) in inventories	(10,110)	(6,474)
Increase (decrease) in notes and accounts payable, trade	32,861	4,005
Increase (decrease) in deposits received	(10,145)	6,914
Net increase (decrease) in loans in banking business	(3,200)	16,900
Net increase (decrease) in corporate bonds in banking business	(36,000)	30,000
Net increase (decrease) in deposits received in banking business	12,532	37,216
Net decrease (increase) in call loan in banking business	115,000	(20,000)
Net increase (decrease) in call money in banking business	(7,000)	37,900
Net change in ATM-related temporary accounts	3,739	(10,977)
Other	50,720	(12,028)
Sub-total	571,482	536,512
Interest and dividends received	3,017	3,190
Interest paid	(7,092)	(7,466)
Special contribution	-	(27,963)
Income taxes paid	(104,765)	(112,865)
Net cash provided by operating activities	462,642	391,406

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
Cash flows from investing activities:		
Acquisition of property and equipment	(209,604)	(276,941)
Proceeds from sales of property and equipment	12,543	7,927
Acquisition of intangible assets	(11,193)	(18,967)
Payment for purchase of investments in securities	(178,692)	(96,257)
Proceeds from sales of investments in securities	224,549	101,631
Payment for purchase of investments in subsidiaries	(2,151)	(0)
Payment for purchase of investments in subsidiaries resulting in change in scope of consolidations	(18,279)	(10,527)
Payment for long-term leasehold deposits	(22,365)	(23,746)
Refund of long-term leasehold deposits	29,849	30,315
Proceeds from deposits from tenants	5,333	3,485
Refund of deposits from tenants	(5,276)	(3,176)
Proceeds from subsidy income related to urban redevelopment projects	2,545	-
Payment for succession of business	(135,794)	-
Payment for acquisition of business	(32,979)	(52,671)
Payment for time deposits	(13,020)	(14,304)
Proceeds from withdrawal of time deposits	15,987	16,148
Other	(4,257)	(3,837)
Net cash used in investing activities	(342,805)	(340,922)
Cash flows from financing activities:		
Net increase (decrease) increase in short-term loans	38,324	(840)
Proceeds from long-term loans	113,480	195,883
Repayment of long-term loans	(134,666)	(97,861)
Proceeds from commercial paper	369,009	40,620
Payment for redemption of commercial paper	(361,252)	(56,580)
Payment for redemption of bonds	(100)	-
Dividends paid	(51,258)	(56,556)
Capital contribution from minority interests	222	0
Dividends paid for minority interests	(3,596)	(6,480)
Other	(10,723)	(8,152)
Net cash used in financing activities	(40,561)	10,032
Effect of exchange rate change on cash and cash equivalents	(2,314)	5,864
Net increase (decrease) in cash and cash equivalents	76,960	66,380
Cash and cash equivalents at beginning of year	656,747	733,707
Cash and cash equivalents at end of year	733,707	800,087

(5) Doubts on the Premise of Going Concern

None

(6) Accounting Policies for the Preparation of Consolidated Financial Statements

1. Scope of consolidation

(1) Number of consolidated subsidiaries: 92

Major consolidated subsidiaries: Seven-Eleven Japan Co., Ltd., 7-Eleven, Inc.,
Ito-Yokado Co., Ltd., York-Benimaru Co., Ltd.,
Sogo & Seibu Co., Ltd., Seven & i Food Systems Co., Ltd. and
Seven Bank, Ltd.

Consolidated subsidiaries increased by seven.

(Establishment)

SEJ Asset Management & Investment Company

SEVEN-ELEVEN (TIANJIN) CO., LTD.

Ito-Yokado (China) Investment Co., Ltd.

Seven Farm Tokai Co., Ltd.

Seven Farm Tokyo Co., Ltd.

(Acquisition of shares)

Financial Consulting & Trading International, Inc.

Handee Marts, Inc.

Consolidated subsidiaries decreased by two.

(Dissolution)

K.K. York Insurance

Seven Internet Lab. Co., Ltd.

On March 1, 2012, K.K. York Insurance was dissolved due to an absorption-type merger with Seven Financial Service Co., Ltd., being the surviving entity.

On October 1, 2012 Seven Internet Lab. Co., Ltd. was dissolved due to an absorption-type merger with Seven Net Shopping Co., Ltd., being the surviving entity.

(2) Number of unconsolidated subsidiary: 1

7-Eleven Limited

The Company's portion of its net income or loss, retained earnings

and the effects on the Consolidated Financial Statements are not considered material.

2. Application of equity method

(1) Number of unconsolidated subsidiary to which equity method was applied: none

(2) Number of affiliates to which equity method was applied: 20

Major affiliates: PRIME DELICA CO., LTD.

PIA CORPORATION

Affiliates to which equity method is applied increased by one.

(Acquisition of shares)

SHAN DONG ZHONG DI CONVENIENCE CO., LTD.

(3) Name of unconsolidated subsidiary to which equity method was not applied:

7-Eleven Limited

Reason for not applying equity method:

The Company's portion of its net income or loss (as calculated by the equity method), retained earnings (as calculated by the equity method) and the effect on the Consolidated Financial Statements are not considered material.

(4) Procedure for applying equity method

(a) The affiliates which have different closing dates are included in the Consolidated Financial Statements based on their respective fiscal year-end.

(b) When an affiliate is in a net loss portion, the Company's share of such loss is reduced from its loan receivable from affiliate.

3. Accounting period of consolidated subsidiaries

The fiscal year-end of some subsidiaries is December 31. The financial statements of such subsidiaries as of and for the year ended December 31 are used in preparing the Consolidated Financial Statements. All material transactions during the period from January 1 to February 28 or 29 are adjusted for in the consolidation process.

The closing date of a certain subsidiary is March 31. Pro forma financial statements as of February 28 or 29 prepared in a manner that is substantially identical to the preparation of the official financial statements are prepared in order to facilitate its consolidation.

4. Summary of significant accounting policies

(1) Valuation method for major assets

(a) Valuation method for securities

(I) Held-to-maturity debt securities are carried at amortized cost.

(II) Available-for-sale securities are classified into two categories, where: (i) the fair value is available and (ii) the fair value is not available.

(i) Securities whose fair value is available are valued at the quoted market price prevailing at the end of the fiscal year. Net unrealized gains or losses on these securities are reported as a separate component of net assets at a net-of-tax amount. Cost of sales is determined using the moving-average method.

(ii) Securities whose fair value is not available are valued at cost, determined using the moving-average method.

(b) Valuation method for derivatives

Derivative financial instruments are valued at fair value.

(c) Valuation method for inventories

(I) Merchandise:

Inventories are stated mainly at cost determined by the retail method with book value written down to the net realizable value. Cost is determined principally by the average retail method for domestic consolidated subsidiaries and by the first-in, first-out (FIFO) method (except for gasoline inventory that is determined mainly by the weighted average cost method) for foreign consolidated subsidiaries.

(II) Supplies:

Supplies are carried at cost which is mainly determined by the last purchase price method with book value written down to the net realizable value.

(2) Depreciation and amortization

(a) Property and equipment (Excluding Lease assets)

Depreciation of property and equipment is computed generally using the declining-balance method for the Company and its domestic consolidated subsidiaries, except for the domestic consolidated subsidiaries in the department store business, which use the straight-line method, as do foreign consolidated subsidiaries.

(b) Intangible assets (Excluding Lease assets)

Intangible assets are amortized using the straight-line method for the Company and its domestic consolidated subsidiaries. Software for internal use is amortized using the straight-line method over an estimated useful life of 5 years.

(c) Lease assets

For the depreciation of the assets leased under finance lease contracts that do not transfer ownership of leased property to the lessee, a useful life is determined based on the duration of the lease period and straight-line depreciation is applied with an assumed residual value at nil.

Finance leases, commenced prior to March 1, 2009, which do not transfer ownership of leased property to the lessee, are accounted for in the same manner as operating leases.

(3) Accounting for deferred assets

(a) New organization costs

New organization costs are amortized using the straight-line method over 5 years, or expensed as incurred if immaterial.

(b) Business commencement expenses

Business commencement expenses are amortized using the straight-line method over 5 years, or expensed as incurred if immaterial.

(4) Allowances

(a) Allowance for doubtful accounts

Allowance for doubtful accounts is provided in an amount sufficient to cover probable losses on collection. It consists of the estimated uncollectible amount with respect to certain identified doubtful receivables and an amount calculated using the actual historical rate of losses.

(b) Allowance for sales promotion expenses

Allowance for sales promotion expenses is provided for the use of points given to customers at the amount expected to be used on the balance sheet date in accordance with the sales promotion point card program.

(c) Allowance for loss on future collection of gift certificates

Allowance for loss on future collection of gift certificates issued by certain domestic consolidated subsidiaries is provided for collection of gift certificates recognized as income after remaining uncollected for certain periods from their issuance. The amount is calculated using the historical results of collection.

(d) Allowance for bonuses to employees

Allowance for bonuses to employees is provided at the amount expected to be paid in respect of the calculation period ended on the balance sheet date.

(e) Allowance for bonuses to directors and corporate auditors

Allowance for bonuses to directors and corporate auditors is provided at the amount estimated to be paid.

(f) Allowance for loss on disaster

Allowance for loss on disaster is provided at the amount considered to be appropriate based on the estimation of expenses for the restoration of properties and facilities damaged by the Great East Japan Earthquake and other losses.

(g) Allowance for accrued pension and severance costs (Prepaid pension cost)

Allowance for accrued pension and severance costs is provided at the amount incurred during the fiscal year, which is based on the estimated present value of the projected benefit obligation less the estimated fair value of plan assets at the end of the fiscal year. The excess amount of the estimated fair value of the plan assets over the estimated present value of projected benefit obligation adjusted by unrecognized actuarial differences at February 28, 2013 is recorded as prepaid pension cost. Also, certain domestic consolidated subsidiaries and consolidated subsidiaries in the United States provide allowance for accrued pension and severance cost.

Unrecognized actuarial differences are amortized on a straight-line basis over the period of mainly 10 years from the next year in which they arise which is shorter than the average remaining years of service of the eligible employees. Unrecognized prior service costs are amortized on a straight-line basis over the period of 5 years or 10 years.

(h) Allowance for retirement benefits to directors and corporate auditors

Allowance for retirement benefits to directors and corporate auditors is provided at the amount required to be paid in accordance with internal rules.

The Company and some of its consolidated subsidiaries have abolished the retirement benefits system for directors and corporate auditors, among which some subsidiaries have determined to pay the balance at the time of retirement.

(5) Foreign currency translation

All assets and liabilities of the Company and its domestic consolidated subsidiaries denominated in foreign currencies are translated into Japanese yen at the exchange rate in effect at the respective balance sheet dates. Translation gains or losses are included in the accompanying Consolidated Statements of Income.

All balance sheets accounts of foreign subsidiaries are translated into Japanese yen at the exchange rate in effect at the respective balance sheet dates except for shareholders' equity, which is translated at the historical rates. All income and expense accounts are translated at the average exchange rate for the period. The resulting translation adjustments are included in the accompanying Consolidated Balance Sheets under "Foreign currency translation adjustments" and "Minority interests in consolidated subsidiaries".

(6) Hedge accounting

(a) Hedge accounting

If interest rate swap contracts are used as hedges and meet certain hedging criteria, the recognition of gains and losses resulting from the changes in fair value of interest rate swap contracts is deferred until the related gains and losses on the hedged items are recognized. However, certain interest rate swap contracts that meet specific hedging criteria are not measured at market value but the differences between the paid and received amount under the swap contracts are recognized and included in interest income or expense as incurred.

(b) Hedge instruments and hedged items

Hedge instruments - Interest swap

Hedged items - Loans payable

(c) Hedging policies

The Company and its subsidiaries have policies to utilize derivative instruments for the purposes of hedging their exposure to fluctuations in foreign currency rates and interest rates and reducing financing costs. The Company and its subsidiaries do not hold or issue derivative instruments for trading or speculative purposes.

(d) Assessing hedge effectiveness

The hedge effectiveness for interest rate swap contracts is assessed quarterly except for those that meet specific hedging criteria.

(7) Goodwill and negative goodwill

Goodwill and negative goodwill which generated before March 1, 2011 are amortized mainly over a period of 20 years on a straight-line basis, or recognized as income or expenses immediately if immaterial. Negative goodwill arising on or after March 1, 2011 is recognized as income when it occurs.

The goodwill recognized in applying the equity method is accounted for the same manner.

(8) Cash and cash equivalents

Cash and cash equivalents in the accompanying Consolidated Statements of Cash Flows are comprised of cash on hand, demand deposits and short-term investments with maturities of three months or less from the date of acquisition, that are liquid, readily convertible into cash and are subject to minimum risk of price fluctuation.

(9) Other accounting treatments

(a) Accounting for franchised stores in convenience store operations

Seven-Eleven Japan Co., Ltd. and 7-Eleven, Inc. recognize franchise commission from its franchised stores as revenues and include it in "Operating revenues".

(b) Accounting for consumption taxes and excise tax

The Japanese consumption taxes withheld and consumption taxes paid are not included in the accompanying Consolidated Statements of Income. The excise tax levied in the U.S. and Canada is included in the revenues from operations.

(c) Application of consolidated taxation system

From the fiscal year ended February 28, 2013, the Company and its wholly owned domestic subsidiaries have applied Consolidated Taxation System.

(7) Changes in accounting policies

(Change in depreciation method for property and equipment)

In accordance with the amendment of the Corporation Tax Law, effective from the fiscal year ended February 28, 2013, the Company and its domestic consolidated subsidiaries have changed their depreciation method for those property and equipment acquired on or after April 1, 2012.

As a result of this change, operating income, ordinary income and income before taxes and minority interests increased by 2,746 million yen.

(8) Changes in Method of Presentation

(Consolidated Statements of Cash Flows)

1. “Payment for acquisition of treasury stock” of Cash flows from financing activities is included in “Other” for the fiscal year ended February 28, 2013 due to decrease in materiality. For the purpose of reflecting this change in method of presentation, the Company reclassified Consolidated Financial Statements for the fiscal year ended February 29, 2012.

As a result of this change, (10) million yen presented as “Payment for acquisition of treasury stock” of Cash flows from financing activities for the fiscal year ended February 29, 2012 was classified “Other”.

(9) Supplementary Information

(Application of Accounting Standard for Accounting Changes and Error Corrections)

From the first quarter of the consolidated fiscal year ended February 28, 2013, the Company has applied the Accounting Standard for Accounting Changes and Error Corrections (ASBJ Statement No.24, December 4, 2009) and the Guidance on Accounting Standard for Accounting Changes and Error Corrections” (ASBJ Guidance No.24, December 4, 2009) for accounting changes and corrections of prior year’s errors made on or after the beginning of the year ended February 28, 2013.

(10) Notes to Consolidated Financial Statements

Consolidated Balance Sheets;

1. Accumulated depreciation of Property and equipment

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Accumulated depreciation	1,287,359	1,399,750

2. Assets pledged as collateral

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Buildings and structures	18,135	2,703
Land	47,144	14,237
Investments in securities	100,681	89,348
Long-term leasehold deposits	3,954	3,805
Total	169,915	110,094
Debts for which above assets are pledged as collateral		
Short-term loans	3,400	3,400
Long-term loans (including current portion of long-term loans)	62,911	14,292
Long-term accounts payable, other	773	663
Deposits received from tenants and franchised stores	121	104

Assets pledged as collateral for the debts of affiliates and vendors

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Buildings	487	454
Land	1,368	1,368
Loans of affiliates for which above assets are pledged as collateral	3,443	3,343

Assets pledged as collateral for fund transfer

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Investments in securities	6,025	7,302

Assets pledged as collateral for real estate business

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Investments in securities	19	19
Long-term guarantee deposits	35	35

Assets pledged as collateral under installment sales law

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Long-term guarantee deposits	1,335	1,335

Assets pledged as collateral to secure the amount of prepaid tickets issued

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Investments in securities	422	421
Long-term guarantee deposits	710	788

3. Guarantees

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Loans of Goshogawara Machi Dukuri K.K.	38	-
Employees' housing Loans	397	273
Total	435	273

4. Loan commitment

Seven Card Service Co., Ltd. and Seven CS Card Service Co., Ltd. conduct a cash loan business associated with its credit card business. Unused credit balance related to loan commitment in the cash loan business is as follows.

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Credit availability of cash loan business	1,026,657	1,007,587
Outstanding balance	31,176	28,041
Unused credit balance	995,480	979,546

Unused credit balance will not have a material impact on future cash flows because most of the unused credit balance will remain unused considering the historical records. Seven Card Service Co., Ltd. and Seven CS Card Service Co., Ltd. will cease finance services or reduce the credit limit based on the credit situation of customers or other reasonable reasons.

5. Others

Government Bonds held by Seven Bank, Ltd.

Seven Bank, Ltd., one of the Company's consolidated subsidiaries, holds government bonds to serve as collateral for exchange settlement transactions and overdraft transactions with the Bank of Japan. These government bonds are recorded in "Investments in securities" in the Consolidated Balance Sheets due to its nature of restriction though they have redemption at maturity less than one year.

Consolidated Statements of Income;

1. The franchise commission from Seven-Eleven Japan Co., Ltd.'s franchised stores and 7-Eleven, Inc.'s are included in "Operating revenues".

The franchise commission from franchised stores and net sales of franchised stores are as follows:

Seven-Eleven Japan Co., Ltd

(Millions of yen)

	For the year ended February 29, 2012	For the year ended February 28, 2013
Franchise commission from franchised stores	479,825	521,863
Net sales of franchised stores	3,189,317	3,416,986

7-Eleven, Inc.

(Millions of yen)

	For the year ended February 29, 2012	For the year ended February 28, 2013
Franchise commission from franchised stores	119,251	133,586
Net sales of franchised stores	666,930	740,980

2. Major items included in "Gain on sales of property and equipment" are as follows:

(Millions of yen)

	For the year ended February 29, 2012	For the year ended February 28, 2013
Buildings and structures	895	799
Land	1,217	587
Others	22	17
Total	2,135	1,404

3. Major items included in "Loss on disposals of property and equipment" are as follows:

(Millions of yen)

	For the year ended February 29, 2012	For the year ended February 28, 2013
Buildings and structures	2,667	2,697
Furniture, fixtures and equipment	563	1,635
Others	2,237	2,309
Total	5,468	6,642

4. Impairment loss

For the fiscal year ended February 29, 2012, the Company and its consolidated subsidiaries recognized as impairment loss on the following group of assets.

(Millions of yen)

Description	Classification	Location		Amount
Stores (Convenience stores)	Land and buildings etc.	Tokyo Met.	47 Stores	13,721
		Osaka Pref.	46 Stores	
		Others (including U.S.)		
Stores (Superstores)	Land and buildings etc.	Tokyo Met.	14 Stores	
		Saitama Pref.	12 Stores	
		Others	27 Stores	
Stores (Department stores)	Land and buildings etc.	Shizuoka Pref.	1 Store	
		Others	1 Store	
Stores (Food services)	Land and buildings etc.	Tokyo Met. & others	38 Stores	
Other facility etc.	Land and buildings etc.	Fukushima Pref. U. S. & others		739
Total				14,460

The Company and its domestic consolidated subsidiaries group their fixed assets by store, which is the minimum cash-generating unit. The book values of stores whose land had significantly declined in market prices or which incurred consecutive operating losses were reduced to recoverable amounts, and such deducted amount was recorded as impairment loss in special losses.

Breakdown of impairment loss are as follows:

(Millions of yen)

	Stores	Other facilities etc.	Total
Building and structures	7,616	200	7,816
Land	5,024	328	5,353
Software	5	94	99
Other	1,075	116	1,191
Total	13,721	739	14,460

In the case where net selling prices were used as recoverable amounts, relevant assets were evaluated based on real estate appraisal standards, and in the case where values in use were used as recoverable amounts, relevant assets were evaluated by discounting estimated future cash flows to which the 1.8% - 6.0% discount rates were applied.

For the fiscal year ended February 28, 2013, the Company and its consolidated subsidiaries recognized as impairment loss on the following group of assets.

(Millions of yen)

Description	Classification	Location		Amount	
Stores (Convenience stores)	Land and buildings etc.	Tokyo Met.	46 Stores	17,463	
		Hokkaido Pref.	32 Stores		
		Others (including U.S.)			
Stores (Superstores)	Land and buildings etc.	Ibaraki Pref.	5 Stores		
		Chiba Pref.	3 Stores		
		Others	12 Stores		
Stores (Department stores)	Land and buildings etc.	Saitama Pref.	2 Stores		
		Tokushima Pref.	2 Stores		
		Others	3 Stores		
Stores (Food services)	Land and buildings etc.	Tokyo Met. & others	37 Stores		
Other facility etc.	Land and buildings etc.	Fukushima Pref.			866
		U. S. & others			
Total					18,330

The Company and its domestic consolidated subsidiaries group their fixed assets by store, which is the minimum cash-generating unit. The book values of stores whose land had significantly declined in market prices or which incurred consecutive operating losses were reduced to recoverable amounts, and such deducted amount was recorded as impairment loss in special losses.

Breakdown of impairment loss are as follows:

(Millions of yen)

	Stores	Other facilities etc.	Total
Building and structures	11,753	286	12,040
Land	3,370	144	3,515
Software	1	2	4
Other	2,337	432	2,770
Total	17,463	866	18,330

In the case where net selling prices were used as recoverable amounts, relevant assets were evaluated based on real estate appraisal standards, and in the case where values in use were used as recoverable amounts, relevant assets were evaluated by discounting estimated future cash flows to which the 1.7% - 6.0% discount rates were applied.

Consolidated Statement of Comprehensive Income;

1. The components of other comprehensive income including reclassification adjustments and tax(expense) or benefits for the fiscal year ended February 28, 2013 are follows:

(Millions of yen)

Unrealized gains (losses) on available-for-sale securities, net of taxes:	
Increase(decrease) during the fiscal year	5,839
Reclassification adjustments	2
Amount before tax	5,842
Tax (expense) or benefit	(1,781)
Subtotal	4,061
Unrealized gains (losses) on hedging derivatives, net of taxes	
Increase(decrease) during the fiscal year	(0)
Reclassification adjustments	-
Amount before tax	(0)
Tax (expense) or benefit	-
Subtotal	(0)
Foreign currency translation adjustments:	
Increase(decrease) during the fiscal year	40,773
Share of other comprehensive income of associates accounted for using equity method:	
Increase(decrease) during the fiscal year	60
Total other comprehensive income	44,895

Consolidated Statement of Changes in Net Assets;

(From March 1, 2011 to February 29, 2012)

1. Type and number of shares of outstanding and treasury stock

(1) Outstanding stock

(Thousands of shares)

	As of February 28, 2011	Number of shares increased	Number of shares decreased	As of February 29, 2012
Ordinary Share	886,441	-	-	886,441

(2) Treasury stock

(Thousands of shares)

	As of February 28, 2011	Number of shares increased (Note1)	Number of shares decreased (Note2)	As of February 29, 2012
Ordinary Share	2,978	7	50	2,935

Notes: (1) 7 thousand shares increased mainly due to the acquisition of 4 thousand-odd-lot shares.

(2) 50 thousand shares and 0 thousand shares out of the 50 thousand decreased by exercising of stock options and sale of odd-lot shares, respectively.

2. Subscription rights to shares and treasury subscription rights to shares

Entity	The Company	Consolidated subsidiaries	Total
Description of subscription rights to shares	Subscription rights to shares as stock-linked compensation stock option	Subscription rights to shares as stock-linked compensation stock option	
Type of shares to be issued upon exercise of the rights	-	-	-
Number of shares to be issued upon the exercise of the rights (shares)	Number of shares as of February 28, 2011	-	-
	Number of shares increased	-	-
	Number of shares decreased	-	-
	Number of shares as of February 29, 2012	-	-
Balance as of February 29, 2012 (millions of yen)	1,001	220	1,222

3. Matters related to dividends

(1) Dividend payments

Resolution	Type	Total amount of cash dividends	Dividend per share	Record date	Effective date
May 26, 2011 Ordinary general meeting of shareholders	Ordinary Share	25,621 million yen	29.00 yen	Feb. 28, 2011	May 27, 2011
October 4, 2011 Board of directors' meeting	Ordinary Share	25,622 million yen	29.00 yen	Aug. 31, 2011	Nov. 15, 2011

(2) Dividends whose record date is within the fiscal year ended February 29, 2012, but to be effective after the fiscal year-end

Resolution	Type	Funds for dividends	Total amount of cash dividends	Dividend per share	Record date	Effective date
May 24, 2012 Ordinary general meeting of shareholders	Ordinary Share	Retained earnings	29,156 million yen	33.00 yen	Feb. 29, 2012	May 25, 2012

(From March 1, 2012 to February 28, 2013)

1. Type and number of shares of outstanding and treasury stock

(1) Outstanding stock

(Thousands of shares)

	As of February 29, 2012	Number of shares increased	Number of shares decreased	As of February 28, 2013
Ordinary Share	886,441	-	-	886,441

(2) Treasury stock

(Thousands of shares)

	As of February 29, 2012	Number of shares increased (Note1)	Number of shares decreased (Note2)	As of February 28, 2013
Ordinary Share	2,935	5	33	2,907

Notes: (1) 5 thousand shares increased mainly due to the acquisition of odd-lot shares.

(2) 33 thousand shares and 0 thousand shares out of the 33 thousand decreased by exercising of stock options and sale of odd-lot shares, respectively.

2. Subscription rights to shares and treasury subscription rights to shares

Entity		The Company	Consolidated subsidiaries	Total
Description of subscription rights to shares		Subscription rights to shares as stock-linked compensation stock option	Subscription rights to shares as stock-linked compensation stock option	
Type of shares to be issued upon excise of the rights		-	-	-
Number of shares to be issued upon the exercise of the rights (shares)	Number of shares as of February 29, 2012	-	-	-
	Number of shares increased	-	-	-
	Number of shares decreased	-	-	-
	Number of shares as of February 28, 2013	-	-	-
Balance as of February 28, 2013 (millions of yen)		1,247	291	1,538

3. Matters related to dividends

(1) Dividend payments

Resolution	Type	Total amount of cash dividends	Dividend per share	Record date	Effective date
May 24, 2012 Ordinary general meeting of shareholders	Ordinary Share	29,156 million yen	33.00 yen	Feb. 29, 2012	May 25, 2012
October 4, 2012 Board of directors' meeting	Ordinary Share	27,390 million yen	31.00 yen	Aug. 31, 2012	Nov. 15, 2012

(2) Dividends whose record date is within the fiscal year ended February 28, 2013, but to be effective after the fiscal year-end

Resolution	Type	Funds for dividends	Total amount of cash dividends	Dividend per share	Record date	Effective date
May 23, 2013 Ordinary general meeting of shareholders	Ordinary Share	Retained earnings	29,157 million yen	33.00 yen	Feb. 28, 2013	May 24, 2013

Consolidated Statements of Cash Flows;

(For the fiscal year ended February 29, 2012)

1. Reconciliation of cash and cash equivalents of the Consolidated Statements of Cash Flows and account balances of the Consolidated Balance Sheets

(Millions of yen)

	As of February 29, 2012
Cash and bank deposits	711,629
Negotiable certificates of deposits included in marketable securities	43,000
Time deposits and negotiable certificates of deposits with an original maturity of more than three months	(20,922)
Cash and cash equivalents	733,707

2. Assets and Liabilities of a newly consolidated subsidiary by acquisition of shares are as follows:

Seven CS Card Service Co., Ltd.

(Millions of yen)

	As of February 29, 2012
Current assets	158,447
Non-current assets	132
Deferred asset	394
Goodwill	7,251
Current liabilities	(137,059)
Minority interests	(10,738)
Acquisition of shares	18,428
Cash and cash equivalent	(148)
Payment for acquisition of business	18,279

3. Major non-cash transactions

	(Millions of yen)
	Fiscal year ended February 29, 2012
Finance lease obligations for property and equipment recorded in the Consolidated Balance Sheets for the current fiscal year	12,491
Asset retirement obligations recorded in the Consolidated Balance Sheets for the current fiscal year	38,130

4. Acquisition of business

The followings are the details of payment made by 7-Eleven, Inc. to acquire the assets and liabilities related to business acquisition.

	(Millions of yen)
	As of February 29, 2012
Inventory	8,747
Goodwill	22,795
Current liabilities	(5,256)
Other	6,693
Sub-total	32,979
Property and equipment	20,181
Total	53,160

Property and equipment set out above at an amount of 20,181 million yen is included in acquisition of property and equipment in Cash Flow Statements for the fiscal year ended February 29, 2012.

(For the fiscal year ended February 28, 2013)

1. Reconciliation of cash and cash equivalents of the Consolidated Statements of Cash Flows and account balances of the Consolidated Balance Sheets

	(Millions of yen)
	As of February 28, 2013
Cash and bank deposits	710,968
Negotiable certificates of deposits included in marketable securities	110,000
Time deposits and negotiable certificates of deposits with an original maturity of more than three months	(20,880)
Cash and cash equivalents	800,087

2. Assets and Liabilities of a newly consolidated subsidiary by acquisition of shares are as follows:

Financial Consulting & Trading International, Inc

(Millions of yen)

	As of February 28, 2013
Current assets	176
Non-current assets	5,568
Current liabilities	(351)
Non-current liabilities	(1,645)
Goodwill	6,928
Acquisition of shares	10,675
Cash and cash equivalent	(148)
Payment for acquisition of business	10,527

3. Major non-cash transactions

(Millions of yen)

	Fiscal year ended February 28, 2013
Finance lease obligations for property and equipment recorded in the Consolidated Balance Sheet for the current fiscal year	16,036
Asset retirement obligations recorded in the Consolidated Balance Sheet for the current fiscal year	7,681

4. Acquisition of business

The followings are the details of payment made by 7-Eleven, Inc. to acquire the assets and liabilities related to business acquisition.

(Millions of yen)

	As of February 28, 2013
Inventory	5,709
Goodwill	52,380
Non-current liabilities	(8,695)
Other	3,276
Sub-total	52,671
Property and equipment	32,332
Total	85,004

Property and equipment set out above at an amount of 32,332 million yen is included in acquisition of property and equipment in Cash Flow Statement for the fiscal year ended February 28, 2013.

Segment Information

1. Overview of Reportable Segments

With respect to its reportable segments, the Company is able to obtain delineated financial data from its structural units. Its segments are subject to periodical review for the purpose of making decisions on allocation of managerial resources and evaluating business performance by the Board of Directors.

Under the holding company structure, the Company has classified its consolidated subsidiaries into six segments which are "Convenience store operations", "Superstore operations", "Department store operations", "Food services", "Financial services", and "Others", according to the nature of products, services and sales operations.

"Convenience store operations" operate corporate stores and franchised stores under the name of "7-Eleven". "Superstore operations" operate superstores, supermarkets, specialty shops and others. "Department store operations" operate department store business which mainly consists of Sogo & Seibu Co., Ltd. "Food services" operate restaurant operations, meal provision service business (mainly for company cafeteria, hospitals and schools) and fast food operations. "Financial services" operate bank, credit card, lease and other businesses. "Others" operate IT business and other services.

2. Calculation methodology for revenues from operations, income or losses, assets and liabilities and other items for each reporting segment

The accounting treatment of each reporting segment is in line with the "Accounting Policies for the Preparation of consolidated Financial Statements" Segment income (loss) and segment liabilities as reported in this section are based on operating income and interest bearing debt, respectively Inter-segment revenues and transfers are calculated at prevailing market prices.

3. Information on revenues from operations, income, loss, assets, liabilities and other monetary items for each reportable segment

Fiscal Year ended February 29, 2012 (From March 1, 2011 to February 29, 2012)

(Millions of yen)

	Reportable segments						Total	Adjustments	Consolidated total
	Convenience store operations	Superstore operations	Department store operations	Food services	Financial services	Others			
Revenues from operations									
1. Customers	1,690,384	1,982,099	898,977	77,029	112,354	25,499	4,786,344	-	4,786,344
2. Intersegment	539	10,199	1,245	996	17,246	21,965	52,193	(52,193)	-
Total	1,690,924	1,992,298	900,222	78,026	129,601	47,464	4,838,538	(52,193)	4,786,344
Segment income (loss)	214,637	32,432	9,948	(95)	33,778	2,304	293,005	(945)	292,060
Segment Assets	1,077,608	1,048,661	541,929	21,026	1,565,291	153,852	4,408,369	(519,010)	3,889,358
Segment Liabilities (interest bearing debt)	29,252	26,219	200,154	-	244,973	1,500	502,099	209,978	712,077
Other items									
Depreciation	73,291	28,626	14,010	667	20,331	2,588	139,514	480	139,994
Amortization of goodwill	3,620	3,372	5,253	-	610	58	12,915	-	12,915
Investment in associates accounted for using the equity method	7,625	1,656	467	-	-	7,947	17,697	-	17,697
Impairment loss	4,301	7,238	2,059	428	97	334	14,460	-	14,460
Net increase in property and equipment, and intangible assets	147,051	37,376	14,763	719	23,891	2,995	226,797	3,371	230,168

Notes:

- The adjustments of (945) million yen for segment income (loss) are eliminations of inter-segment transactions and certain expense items that are not allocated to reportable segments.
- The adjustments of (519,010) million yen for segment assets are eliminations of inter-segment transactions and corporate assets.
- The adjustments of 209,978 million yen for segment liabilities are corporate liabilities and the Company's bonds. The amount of each segment liability does not include inter-segment transactions.
- Segment incomes (loss) is reconciled with the operating income in the Consolidated Statements of Income.

Fiscal Year ended February 28, 2013 (From March 1, 2012 to February 28, 2013)

(Millions of yen)

	Reportable segments						Total	Adjustments	Consolidated total
	Convenience store operations	Superstore operations	Department store operations	Food services	Financial services	Others			
Revenues from operations									
1. Customers	1,899,133	1,983,622	882,699	77,450	123,539	25,195	4,991,642	-	4,991,642
2. Intersegment	439	10,965	1,329	910	20,815	25,014	59,475	(59,475)	-
Total	1,899,573	1,994,588	884,028	78,361	144,355	50,210	5,051,118	(59,475)	4,991,642
Segment income (loss)	221,764	25,491	8,029	721	37,425	3,886	297,319	(1,634)	295,685
Segment Assets	1,370,292	967,887	517,075	21,843	1,716,745	168,047	4,761,891	(499,494)	4,262,397
Segment Liabilities (interest bearing debt)	132,144	22,045	185,005	-	303,136	750	643,081	209,982	853,064
Other items									
Depreciation	83,987	29,129	14,662	639	23,668	2,484	154,571	1,094	155,666
Amortization of goodwill	4,895	6,626	5,295	-	805	61	17,684	-	17,684
Investment in associates accounted for using the equity method	9,601	1,847	488	-	-	8,347	20,285	-	20,285
Impairment loss	5,944	3,790	7,782	410	373	28	18,330	-	18,330
Net increase in property and equipment, and intangible assets	193,689	53,066	16,473	1,156	36,942	4,282	305,610	772	306,383

Notes:

1. The adjustments of (1,634) million yen for segment income (loss) are eliminations of inter-segment transactions and certain expense items that are not allocated to reportable segments.
2. The adjustments of (499,494) million yen for segment assets are eliminations of inter-segment transactions and corporate assets.
3. The adjustments of 209,982 million yen for segment liabilities are corporate liabilities and the Company's bonds. The amount of each segment liability does not include inter-segment transactions.
4. Segment income (loss) is reconciled with the operating income in the Consolidated Statements of Income.

(Reference)

Revenues from operations and operating income by geographic area segments are as described below.

Fiscal Year ended February 29, 2012 (From March 1, 2011 to February 29, 2012)

(Millions of yen)

	Japan	North America	Others	Total before eliminations	Eliminations	Consolidated total
Revenues from operations						
1. Customers	3,590,473	1,106,347	89,524	4,786,344	-	4,786,344
2. Intersegment	444	101	-	546	(546)	-
Total revenues	3,590,917	1,106,449	89,524	4,786,890	(546)	4,786,344
Operating income	261,531	29,181	1,324	292,037	22	292,060

Notes:

1. The classification of geographic area segments is determined according to geographical distances.
2. "Others" consist of the business results in the P.R.C.

Fiscal Year ended February 28, 2013 (From March 1, 2012 to February 28, 2013)

(Millions of yen)

	Japan	North America	Others	Total before eliminations	Eliminations	Consolidated total
Revenues from operations						
1. Customers	3,625,244	1,269,171	97,226	4,991,642	-	4,991,642
2. Intersegment	730	130	-	861	(861)	-
Total revenues	3,625,974	1,269,302	97,226	4,992,503	(861)	4,991,642
Operating income (loss)	263,443	33,137	(909)	295,671	13	295,685

Notes:

1. The classification of geographic area segments is determined according to geographical distances.
2. "Others" consist of the business results in the P.R.C.

Related Information

Fiscal Year ended February 29, 2012 (From March 1, 2011 to February 29, 2012)

1. Information on products and services

Information is omitted since it is described in the segment information.

2. Information by region

(1) Revenues from operations

(Millions of yen)

Japan	North America	Others	Total
3,590,473	1,106,347	89,524	4,786,344

(2) Property and equipment

(Millions of yen)

Japan	North America	Others	Total
1,072,898	245,108	2,167	1,320,174

3. Information about major customers

Information is omitted because there is no customer accounting for 10% or more of the net sales on the consolidated statements of income

Fiscal Year ended February 28, 2013 (From March 1, 2012 to February 28, 2013)

1. Information on products and services

Information is omitted since it is described in the segment information.

2. Information by region

(1) Revenues from operations

(Millions of yen)

Japan	North America	Others	Total
3,625,244	1,269,171	97,226	4,991,642

(2) Property and equipment

(Millions of yen)

Japan	North America	Others	Total
1,140,468	338,895	3,149	1,482,514

3. Information about major customers

Information is omitted because there is no customer accounting for 10% or more of the net sales on the consolidated statements of income

Information regarding impairment loss on fixed assets by reporting segment

Fiscal Year ended February 29, 2012 (From March 1, 2011 to February 29, 2012)

Information is omitted since it is described in the segment information.

Fiscal Year ended February 28, 2013 (From March 1, 2012 to February 28, 2013)

Information is omitted since it is described in the segment information.

Information on amortization and outstanding balance of goodwill by reporting segment

Fiscal Year ended February 29, 2012 (From March 1, 2011 to February 29, 2012)

	Reportable segments						Total	Eliminations / Corporate	Consolidated total
	Convenience store operations	Superstore operations	Department store operations	Food services	Financial services	Others			
Goodwill									
Amortization	3,620	3,372	5,253	-	610	58	12,915	-	12,915
Balance at the end of current year	48,844	48,892	74,974	-	10,976	931	184,619	-	184,619
Negative Goodwill									
Amortization	-	23	3	4	-	13	44	-	44
Balance at the end of current year	-	257	-	46	-	10	313	-	313

Fiscal Year ended February 28, 2013 (From March 1, 2012 to February 28, 2013)

	Reportable segments						Total	Eliminations / Corporate	Consolidated total
	Convenience store operations	Superstore operations	Department store operations	Food services	Financial services	Others			
Goodwill									
Amortization	4,895	6,626	5,295	-	805	61	17,684	-	17,684
Balance at the end of current year	114,773	42,343	69,672	-	17,803	1,084	245,678	-	245,678
Negative Goodwill									
Amortization	-	23	-	4	-	10	37	-	37
Balance at the end of current year	-	233	-	42	-	-	275	-	275

Information regarding gain on negative goodwill by reporting segment

Fiscal Year ended February 29, 2012 (From March 1, 2011 to February 29, 2012)

None

Fiscal Year ended February 28, 2013 (From March 1, 2012 to February 28, 2013)

None

Leases

1. Under the existing accounting standards, finance leases commenced prior to March 1, 2009, which do not transfer ownership of leased property to the lessee, are accounted for in the same manner as operating leases.

(1) As lessee

- (a) Assumed amounts of acquisition cost, accumulated depreciation, impairment loss and net book value, including the interest portion, are summarized as follows:

Furniture, fixtures and equipment

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Acquisition cost	66,341	18,920
Accumulated depreciation	55,917	17,302
Accumulated impairment loss	65	0
Net book value	10,358	1,618

Software

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Acquisition cost	164	8
Accumulated depreciation	134	7
Net book value	30	1

- (b) The future lease payments of finance leases, including the interest portion, are summarized as follows:

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Due within one year	8,832	1,550
Due after one year	1,622	68
Total	10,454	1,619
Balance of impairment loss account on leased assets included in the outstanding future lease payments	65	0

- (c) Lease payments, reversal of allowance for impairment loss on lease assets, assumed amounts of depreciation expense and impairment loss are as follows:

(Millions of yen)

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Lease payments	13,921	8,765
Reversal of allowance for impairment loss on leased assets	129	65
Depreciation expense	14,050	8,830
Impairment loss	39	-

- (d) Assumed amounts of depreciation expense are computed using the straight-line method over the lease term assuming no residual value.

(2) As lessor

(a) Acquisition cost, accumulated depreciation and net book value are summarized as follows:

Furniture, fixtures and equipment (Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Acquisition cost	10,560	5,890
Accumulated depreciation	8,248	4,956
Net book value	2,311	934

(b) The future lease income of finance leases are summarized as follows:

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Due within one year	1,452	672
Due after one year	1,027	345
Total	2,480	1,017

(c) Lease income, depreciation expense and assumed amounts of interest income are as follows:

(Millions of yen)

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Lease income	1,954	1,071
Depreciation expense	1,776	973
Interest income	118	51

(d) Allocation of interest income to each period is computed using the interest method.

2. Operating leases

As lessee

The amounts of outstanding future lease payments under lease agreement other than finance leases, which are non-cancelable, including the interest portion, are summarized as follows:

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Due within one year	62,082	69,336
Due after one year	360,904	413,773
Total	422,987	483,109

As lessor

The amounts of outstanding future lease payments under lease agreement other than finance leases, which are non-cancelable, including the interest portion, are summarized as follows:

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Due within one year	1,867	1,735
Due after one year	6,107	4,164
Total	7,975	5,899

Related Parties Transactions

(From March 1, 2011 to February 29, 2012)

None

(From March 1, 2012 to February 28, 2013)

None

Deferred Income Taxes

1. The tax effects of temporary differences that give rise to the significant components of deferred tax assets and liabilities are as follows

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Deferred tax assets:		
Allowance for bonuses to employees	5,954	5,013
Allowance for sales promotion expenses	5,921	5,613
Accrued payroll	4,647	5,383
Allowance for retirement benefits to directors and corporate auditors	893	855
Allowance for accrued pension and severance costs	579	679
Allowance for loss on future collection of gift certificates	1,572	1,284
Deposit received in relation to the electronic money business	4,673	4,673
Depreciation and amortization	13,196	14,101
Tax loss carried forward	35,380	29,812
Valuation loss on available-for-sale securities	1,170	1,190
Allowance for doubtful accounts	3,040	3,453
Unrealized loss on property and equipment	12,307	12,485
Impairment loss on property and equipment and valuation loss on land	41,681	39,671
Accrued enterprise taxes and business office taxes	5,555	4,956
Accrued expenses	7,718	9,674
Asset retirement obligations	13,377	15,001
Rights of trademark	9,112	7,998
Other	21,488	23,718
Sub-total	188,273	185,567
Less: valuation allowance	(83,895)	(77,400)
Total	104,377	108,167
Deferred tax liabilities:		
Unrealized gains on property and equipment	(33,728)	(37,370)
Royalties, etc.	(9,533)	(10,272)
Reserve for advanced depreciation of property and equipment	(1,063)	(991)
Unrealized gains on available-for-sale securities	(1,017)	(2,658)
Prepaid pension cost	(2,362)	(11,228)
Unrealized intercompany profit	(4,704)	(5,303)
Removal cost related to asset retirement obligations	(4,499)	(4,847)
Other	(2,965)	(3,022)
Total	(59,874)	(75,695)
Net deferred tax assets	44,502	32,471

Net deferred tax assets are included in the following items of Consolidated Balance Sheets.

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Current assets - Deferred income taxes	38,905	34,493
Non-current assets		
- Deferred income taxes	40,147	32,943
Current liabilities		
- Other	-	(163)
Non-current liabilities		
- Deferred income taxes	(34,550)	(34,801)

2. Reconciliation between the statutory tax rate and the effective tax rate

(%)

	As of February 29, 2012	As of February 28, 2013
Statutory tax rate	40.7	40.7
Adjustments:		
Equity in earnings of affiliates	(0.4)	(0.3)
Non-deductible items such as entertainment expenses	0.2	0.2
Increase (decrease) in valuation allowance	(0.7)	(1.3)
Inhabitant taxes per capital	0.6	0.6
Amortization of goodwill	2.3	2.7
Effect from the adoption of consolidated corporate-tax filing system	(4.3)	-
Effect of revised corporate tax rate	1.6	-
Elimination of gain on sales of subsidiaries' stock for consolidation	-	0.3
Other	(0.9)	(0.7)
Effective tax rate	39.1	42.2

Accounting for Retirement Benefits

1. Summary of the retirement benefit plans

The Company and its domestic consolidated subsidiaries provide two types of defined benefit plan: the employees' pension fund plan and the lump-sum severance payment plan.

Additional retirement benefits may be added upon the retirement of the employees. Consolidated subsidiaries in the United States have a defined contribution pension plan and a defined benefit plan.

2. Projected retirement benefit obligations

(Millions of yen)

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Projected benefit obligations (Note)	(202,157)	(218,009)
Fair value of plan assets (including employee retirement benefit trust)	171,852	219,117
Funded status	(30,304)	1,108
Unrecognized actuarial differences	32,809	25,856
Unrecognized prior service cost	374	208
Prepaid pension cost, net of allowance for accrued pension and severance costs	2,878	27,173
Prepaid pension cost	6,674	31,786
Allowance for accrued pension and severance costs	(3,796)	(4,613)

Note: For some of the consolidated subsidiaries, the simplified method is used for computing retirement benefit obligations.

3. Net periodic benefit cost

(Millions of yen)

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Service cost (Notes 1,2)	11,599	11,338
Interest cost	4,054	4,124
Expected return on plan assets	(4,201)	(4,280)
Amortization of actuarial differences	5,253	5,011
Amortization of prior year service cost	151	142
Additional retirement benefit and others	130	3,454
Net periodic benefit cost	16,987	19,790

Notes:

Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
1. Net periodic benefit cost of subsidiaries using the simplified method is included.	1. Net periodic benefit cost of subsidiaries using the simplified method is included.
2. Besides the above net periodic benefit cost, benefit cost related to the defined contribution plan employed by consolidated subsidiaries in the United States, amounting to 614 million yen, is included.	2. Besides the above net periodic benefit cost, benefit cost related to the defined contribution plan employed by consolidated subsidiaries in the United States, amounting to 510 million yen, is included.

4. Assumptions used in accounting for retirement benefit obligations

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Allocation method of estimated total retirement benefits	Point basis	Point basis
Discount rate	Mainly 2.0% Consolidated subsidiaries in the United States 5.0%	Mainly 1.5% Consolidated subsidiaries in the United States 4.1%
Expected rate of return on plan assets	Mainly 2.5%	Mainly 2.5%
Periods over which the prior service cost are amortized	5 years or 10 years	5 years or 10 years
Periods over which the actuarial differences are amortized	Actuarial differences are amortized in the year following the year in which the differences are recognized primarily using the straight-line method over the period (mainly 10 years), which is shorter than the average remaining years of service of the employees. Consolidated subsidiaries in the United States adopt the corridor approach for the amortization of actuarial differences.	Actuarial differences are amortized in the year following the year in which the differences are recognized primarily using the straight-line method over the period (mainly 10 years), which is shorter than the average remaining years of service of the employees. Consolidated subsidiaries in the United States adopt the corridor approach for the amortization of actuarial differences.

Per Share Information

(yen)

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Net assets per share	1,998.84	2,140.45
Net income per share	146.96	156.26
Diluted net income per share	146.88	156.15

Basis for calculation of net income per share and diluted net income per share is as follows.

(Millions of yen, except number of common stock)

	Fiscal year ended February 29, 2012	Fiscal year ended February 28, 2013
Net income	129,837	138,064
Amount not attributable to common stock	-	-
Net income attributable to common stock	129,837	138,064
Average number of common stock outstanding during the period (thousand of shares)	883,499	883,532
Adjustments to net income which is used for calculating diluted net income per share		
Minority interest	6	11
Adjustments to net income	6	11
Number of ordinary shares increased used for calculating the diluted net income per shares		
Subscription rights to shares (thousand of shares)	442	547
Number of ordinary shares increased (thousand of shares)	442	547

Basis for calculation of net assets per share is as follows.

(Millions of yen, except number of common stock)

	As of February 29, 2012	As of February 28, 2013
Total net assets	1,860,954	1,994,740
Amounts subtracted from total net assets:	94,970	103,577
Subscription rights to shares	1,222	1,538
Minority interest in consolidated subsidiaries	93,748	102,038
Net assets for common stock at the end of period	1,765,983	1,891,163
Number of common stock at the end of period used for calculating the amounts of net assets per share (thousand of shares)	883,506	883,534

Subsequent Event

None

Omission of Disclosure

Disclosure of notes on financial instruments, securities information, derivative transactions, sock options, business combination, asset retirement obligations and real estate for lease was omitted as considered immaterial.

3. Nonconsolidated Financial Statements

(1) Nonconsolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	21,218	34,154
Cash and bank deposits	409	390
Raw materials and supplies	1	2
Prepaid expenses	271	282
Deferred income taxes	4,613	116
Accounts receivable, other	14,977	30,508
Deposits held by subsidiaries and affiliates	207	1,739
Other	737	1,114
Non-current assets	1,863,693	1,881,681
Property and equipment	5,958	5,199
Buildings, net	58	2,208
Structures, net	0	89
Furniture, fixtures and equipment, net	34	187
Land	2,712	2,712
Construction in progress	3,153	1
Intangible assets	1,729	1,834
Lease assets	1,726	1,826
Other	2	8
Investments and other assets	1,856,005	1,874,646
Investments in securities	14,337	25,555
Stocks of subsidiaries and affiliates	1,729,312	1,736,260
Long-term loans receivable from employees	19	17
Deposits paid in subsidiaries and affiliates	110,000	110,000
Prepaid pension cost	94	600
Long-term leasehold deposits	2,214	2,192
Other	27	20
TOTAL ASSETS	1,884,912	1,915,835

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	284,803	328,667
Current portion of bonds	-	39,999
Short-term loans payable to subsidiaries and affiliates	281,000	270,001
Current portion of long-term loans payable to subsidiaries and affiliates	7	8
Lease obligations	564	725
Accounts payable, other	1,267	5,294
Accrued expenses	1,142	697
Income taxes payable	63	10,847
Advance received	186	177
Allowance for bonuses to employees	231	232
Allowance for bonuses to directors and corporate auditors	52	49
Other	286	633
Non-current liabilities	213,484	174,283
Bonds	209,978	169,983
Long-term loans payable to subsidiaries and affiliates	19	17
Lease obligations	1,271	1,217
Deferred income taxes	514	1,408
Deposits received from tenants	1,700	1,657
TOTAL LIABILITIES	498,287	502,951
NET ASSETS		
Shareholders' equity	1,384,039	1,407,506
Common stock	50,000	50,000
Capital surplus	1,245,621	1,245,608
Additional paid-in capital	875,496	875,496
Other capital surplus	370,124	370,111
Retained earnings	95,587	118,996
Other retained earnings		
Retained earnings brought forward	95,587	118,996
Treasury stock, at cost	(7,169)	(7,099)
Accumulated gains (losses) from valuation and translation adjustments	1,583	4,130
Unrealized gains (losses) on available-for-sale securities, net of taxes	1,583	4,130
Subscription rights to shares	1,001	1,247
TOTAL NET ASSETS	1,386,624	1,412,884
TOTAL LIABILITIES AND NET ASSETS	1,884,912	1,915,835

(2) Nonconsolidated Statements of Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Revenues from operations	78,047	89,383
Dividends income	71,533	82,576
Management consulting fee income	3,762	3,829
Commission fee income	2,751	2,880
Other	-	96
Selling, general and administrative expenses	7,198	8,230
Advertising expenses	219	255
Salaries and wages	3,109	3,069
Provision for bonuses to employees	231	232
Legal welfare expenses	475	493
Pension expenses	275	265
Land and building rent	616	622
Commission paid	699	852
Other	1,570	2,438
Operating income	70,849	81,152
Non-operating income	1,860	1,894
Interest income	1,513	1,509
Dividends income	283	300
Other	63	84
Non-operating expenses	4,679	4,625
Interest expenses	1,814	1,773
Interest on bonds	2,859	2,850
Other	5	2
Ordinary income	68,030	78,421
Special losses	406	-
Loss on disaster	406	-
Income before income taxes	67,624	78,421
Total income taxes	(4,586)	(1,534)
Income taxes - current	3	(6,133)
Income taxes - deferred	(4,590)	4,598
Net income	72,211	79,955

(3) Nonconsolidated Statements of Changes in Net Assets

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Shareholders' equity		
Common stock		
Balance at the end of previous year	50,000	50,000
Increase (decrease) for the year		
Net increase (decrease) for the year	-	-
Balance at the end of current year	50,000	50,000
Capital surplus		
Additional paid-in capital		
Balance at the end of previous year	875,496	875,496
Increase (decrease) for the year		
Net increase (decrease) for the year	-	-
Balance at the end of current year	875,496	875,496
Other capital surplus		
Balance at the end of previous year	370,137	370,124
Increase (decrease) for the year		
Disposal of treasury stock	(12)	(12)
Net increase (decrease) for the year	(12)	(12)
Balance at the end of current year	370,124	370,111
Total capital surplus		
Balance at the end of previous year	1,245,634	1,245,621
Increase (decrease) for the year		
Disposal of treasury stock	(12)	(12)
Net increase (decrease) for the year	(12)	(12)
Balance at the end of current year	1,245,621	1,245,608
Retained earnings		
Other retained earnings		
Retained earnings brought forward		
Balance at the end of previous year	74,619	95,587
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	72,211	79,955
Net increase (decrease) for the year	20,968	23,409
Balance at the end of current year	95,587	118,996

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Total retained earnings		
Balance at the end of previous year	74,619	95,587
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	72,211	79,955
Net increase (decrease) for the year	20,968	23,409
Balance at the end of current year	95,587	118,996
Treasury stock, at cost		
Balance at the end of previous year	(7,282)	(7,169)
Increase (decrease) for the year		
Purchase of treasury stock	(10)	(13)
Disposal of treasury stock	123	83
Net increase (decrease) for the year	113	70
Balance at the end of current year	(7,169)	(7,099)
Total shareholders' equity		
Balance at the end of previous year	1,362,970	1,384,039
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	72,211	79,955
Purchase of treasury stock	(10)	(13)
Disposal of treasury stock	110	70
Net increase (decrease) for the year	21,069	23,466
Balance at the end of current year	1,384,039	1,407,506
Accumulated gains (losses) from valuation and translation adjustments		
Unrealized gains (losses) on available-for-sale securities, net of taxes		
Balance at the end of previous year	1,117	1,583
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	465	2,547
Net increase (decrease) for the year	465	2,547
Balance at the end of current year	1,583	4,130

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Total accumulated gains (losses) from valuation and translation adjustments		
Balance at the end of previous year	1,117	1,583
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	465	2,547
Net increase (decrease) for the year	465	2,547
Balance at the end of current year	1,583	4,130
Subscription rights to shares		
Balance at the end of previous year	826	1,001
Increase (decrease) for the year		
Net changes of items other than shareholders' equity	175	245
Net increase (decrease) for the year	175	245
Balance at the end of current year	1,001	1,247
TOTAL NET ASSETS		
Balance at the end of previous year	1,364,914	1,386,624
Increase (decrease) for the year		
Cash dividends	(51,243)	(56,546)
Net income	72,211	79,955
Purchase of treasury stock	(10)	(13)
Disposal of treasury stock	110	70
Net changes of items other than shareholders' equity	641	2,792
Net increase (decrease) for the year	21,710	26,259
Balance at the end of current year	1,386,624	1,412,884

(4) Doubts on the Premise of Going Concern

None

(5) Notes to Nonconsolidated Financial Statements

Nonconsolidated Balance Sheets;

1. Accumulated depreciation of Property and equipment

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Accumulated depreciation	100	561

2. Notes on outstanding balances with subsidiaries and affiliates

Major balances included in each account on the balance sheet, which are not separately shown.

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Accounts receivable, other	629	30,436
Current assets other	734	1,097
Lease obligations (current)	564	725
Accounts payable, other	243	4,908
Accrued expenses	436	4
Advance received	179	175
Lease obligations (non-current)	1,271	1,217
Deposits received from tenants	1,684	1,641

3. Guarantees

(Millions of yen)

	As of February 29, 2012	As of February 28, 2013
Loans of Seven Card Service Co., Ltd.	10,000	6,000
Electronic money guaranteed by Seven Card Service Co., Ltd.	5,985	8,349

Nonconsolidated Statements of Income;

Major transactions with subsidiaries and affiliates

(Millions of yen)

	For the year ended February 29, 2012	For the year ended February 28, 2013
Dividends income	71,533	82,576
Management consulting fee income	3,762	3,829
Commission fee income	2,750	2,880
Other operating revenue	-	95
Interest income	1,513	1,508
Interest expense	1,814	1,773

Nonconsolidated Statement of changes in net assets;

Type and number of shares of treasury stock (from March 1, 2011 to February 29, 2012)

(Thousands of shares)

	Number of shares at the end of February 28, 2011	Number of shares increased (Note 1)	Number of shares decreased (Note 2)	Number of shares at the end of February 29, 2012
Common stock	2,958	4	50	2,913

Notes: (1) 4 thousand shares increased due to the acquisition of odd-lot shares.

(2) 50 thousand shares and 0 thousand shares out of the 50 thousand decreased by exercising of stock options and sale of odd-lot shares, respectively.

Type and number of shares of treasury stock (from March 1, 2012 to February 28, 2013)

(Thousands of shares)

	Number of shares at the end of February 29, 2012	Number of shares increased (Note 1)	Number of shares decreased (Note 2)	Number of shares at the end of February 28, 2013
Common stock	2,913	5	33	2,884

Notes: (1) 5 thousand shares increased due to the acquisition of odd-lot shares.

(2) 33 thousand shares and 0 thousand shares out of the 33 thousand decreased by exercising of stock options and sale of odd-lot shares, respectively.

[Reference] Seven-Eleven Japan Co., Ltd.

Nonconsolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	506,432	494,592
Cash and bank deposits	46,966	48,975
Accounts receivable due from franchised stores	9,736	12,339
Lease investment assets	1,973	3,082
Inventories	1,919	2,148
Prepaid expenses	12,758	13,889
Deferred income taxes	7,335	7,332
Deposits held by subsidiaries and affiliates	397,811	372,823
Accounts receivable, other	27,219	33,302
Other	1,088	996
Allowance for doubtful accounts	(377)	(297)
Non-current assets	926,395	994,746
Property and equipment	300,380	338,982
Buildings	154,000	177,963
Structures	24,364	26,801
Furniture, fixtures and equipment	20,377	29,206
Land	90,250	86,804
Lease assets	10,518	17,237
Construction in progress	868	969
Intangible assets	36,507	38,182
Goodwill	-	2,431
Rights of leasehold	8,444	9,613
Rights of trademark	24,890	22,284
Software	3,164	3,844
Other	8	7
Investments and other assets	589,507	617,581
Investments in securities	9,107	11,963
Stocks of subsidiaries and affiliates	397,976	406,236
Investments in capital of subsidiaries and affiliates	5,148	8,146
Long-term loans receivable	1,883	1,828
Long-term loans to subsidiaries and affiliates	3,622	3,496
Long-term prepaid expenses	26,693	28,144
Prepaid pension cost	-	2,007
Long-term leasehold deposits	133,240	144,210
Deferred income taxes	16,089	15,659
Other	511	583
Allowance for doubtful accounts	(4,764)	(4,695)
TOTAL ASSETS	1,432,828	1,489,339

Seven-Eleven Japan Co., Ltd.

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	284,717	294,496
Accounts payable, trade	123,087	126,751
Accounts payable due to franchised stores	8,283	8,747
Lease obligations	2,761	4,702
Accounts payable, other	18,989	17,730
Accrued expenses	8,974	9,618
Income taxes payable	39,872	40,278
Consumption taxes withheld	1,220	2,033
Deposits received	75,831	78,232
Allowance for bonuses to employees	2,347	2,524
Allowance for bonuses to directors and corporate auditors	38	44
Allowance for loss on disaster	172	143
Allowance for sales promotion expenses	2,441	2,366
Other	696	1,322
Non-current liabilities	43,166	51,555
Guarantee deposits received from franchised stores	7,225	7,748
Long-term deferred income	41	1
Long-term loans	211	209
Lease obligations	10,435	16,800
Allowance for accrued pension and severance costs	1,386	-
Allowance for retirement benefits to directors and corporate auditors	584	584
Allowance for loss on guarantee	1,750	1,750
Asset retirement obligations	21,530	24,460
TOTAL LIABILITIES	327,884	346,051
NET ASSETS		
Shareholder's equity	1,104,891	1,142,380
Common stock	17,200	17,200
Capital surplus	24,565	24,565
Additional paid-in capital	24,563	24,563
Other capital surplus	1	1
Retained earnings	1,063,125	1,100,615
Legal reserve	4,300	4,300
Other retained earnings		
General reserve	823,409	823,409
Retained earnings brought forward	235,416	272,905
Accumulated gains (losses) from valuation and translation adjustments	52	907
Unrealized gains (losses) on available-for-sale securities, net of taxes	52	907
TOTAL NET ASSETS	1,104,944	1,143,288
TOTAL LIABILITIES AND NET ASSETS	1,432,828	1,489,339

Seven-Eleven Japan Co., Ltd.

Nonconsolidated Statements of Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
Operating income and expenses		
Revenues from operations	576,186	617,559
Franchise commission from franchised stores	479,825	521,863
Net sales reported by franchised stores		
Year ended February 29, 2012: 3,189,317		
Year ended February 28, 2013: 3,416,986		
Total net sales (including net sales of corporate stores)		
Year ended February 29, 2012: 3,280,512		
Year ended February 28, 2013: 3,508,444		
Other operating revenues	5,165	5,549
Net sales of corporate stores	91,195	90,146
Cost of sales	66,809	65,902
Gross profit from operations	509,377	551,656
Selling, general and administrative expenses	326,216	364,893
Land and building rent	87,199	98,832
Advertising expenses	35,626	45,059
Depreciation and amortization	34,168	42,321
Utility expenses	33,124	38,098
Salaries and wages	32,690	33,836
Other	103,406	106,746
Operating income	183,160	186,763
Non-operating income	6,944	7,779
Interest income	3,940	4,125
Dividends income	2,617	3,372
Other	386	281
Non-operating expenses	345	438
Interest expenses	173	319
Other	171	118
Ordinary income	189,759	194,104
Special gains	227	1,807
Gain on sales of property and equipment	117	57
Gain from sales of subsidiary's common stock	-	1,691
Reversal of allowance for doubtful accounts	59	-
Receipt of stock option income	50	58
Special losses	19,974	7,747
Loss on sales of property and equipment	647	481
Loss on disposals of property and equipment	748	1,701
Impairment loss	3,504	5,345
Loss on disaster	4,238	-
Loss on adjustment for changes of accounting standards for asset retirement obligations	10,502	-
Valuation loss on investments in securities	272	-
Other	60	218
Income before income taxes	170,012	188,164
Income taxes - current	73,024	75,758
Income taxes - deferred	(3,750)	(40)
Net income	100,738	112,446

[Reference] Ito-Yokado Co., Ltd.

Nonconsolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	289,777	289,732
Cash and bank deposits	29,082	28,440
Accounts receivable, trade	24,830	23,880
Marketable securities	42,000	-
Inventories	70,420	67,234
Supplies	46	40
Advance paid	376	353
Prepaid expenses	7,605	8,345
Deferred income taxes	6,625	6,768
Short-term loans to employees	273	282
Short-term loans receivable	394	394
Short-term loans to subsidiaries and affiliates	-	2,000
Deposits held by subsidiaries and affiliates	80,712	110,847
Accounts receivable, other	11,908	21,060
Short-term leasehold deposits	11,700	15,043
Payments in advance	3,019	3,534
Other	779	1,504
Non-current assets	501,074	501,287
Property and equipment	255,034	266,486
Buildings	102,776	103,219
Structures	7,402	7,483
Vehicles	0	0
Furniture, fixtures and equipment	4,711	4,351
Land	135,481	135,213
Lease assets	2,263	2,960
Construction in progress	2,398	13,256
Intangible assets	1,851	1,849
Rights of leasehold	891	873
Trademark	28	15
Software	762	580
Other	168	380
Investments and other assets	244,188	232,951
Investments in securities	14,067	17,650
Stocks of subsidiaries and affiliates	8,099	8,923
Investments in capital	454	453
Investments in capital of subsidiaries and affiliates	12,098	7,140
Long-term loans receivable	15,327	14,934
Long-term prepaid expenses	9,217	7,803
Prepaid pension cost	6,285	21,555
Long-term leasehold deposits	165,432	147,903
Advances for store construction	7,708	7,256
Receivable in bankruptcy	11	0
Deferred income taxes	5,918	-
Other	1,866	1,900
Allowance for doubtful accounts	(2,298)	(2,569)
TOTAL ASSETS	790,851	791,020

Ito-Yokado Co., Ltd.

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	129,226	128,427
Accounts payable, trade	64,200	59,479
Short-term loans	106	103
Current portion of long-term loans	1,416	1,435
Lease obligations	662	926
Accounts payable, other	19,783	20,055
Income taxes payable	1,724	490
Consumption taxes withheld	2,796	1,143
Accrued expenses	8,910	8,637
Advance received	632	761
Deposits received	8,324	13,969
Allowance for bonuses to employees	4,426	3,939
Allowance for bonuses to directors and corporate auditors	30	33
Allowance for sales promotion expenses	1,651	1,069
Allowance for loss on future collection of gift certificates	900	753
Gift certificates	12,337	14,373
Other	1,323	1,253
Non-current liabilities	64,024	62,735
Long-term loans	8,576	7,304
Lease obligations	1,714	2,295
Deferred income taxes	-	1,344
Allowance for retirement benefits to directors and corporate auditors	625	605
Deposits received from tenants	42,454	41,203
Allowance for loss on guarantee	778	-
Asset retirement obligations	9,874	9,981
TOTAL LIABILITIES	193,250	191,162
NET ASSETS		
Shareholder's equity	593,895	593,811
Common stock	40,000	40,000
Capital surplus	165,621	165,621
Additional paid-in capital	165,621	165,621
Retained earnings	388,274	388,189
Legal reserve	11,700	11,700
Other retained earnings		
Reserve for deferred gains on property and equipment	1,324	1,207
Retained earnings brought forward	375,249	375,281
Accumulated gains (losses) from valuation and translation adjustments	3,705	6,046
Unrealized gains (losses) on available-for-sale securities, net of taxes	3,705	6,046
TOTAL NET ASSETS	597,601	599,857
TOTAL LIABILITIES AND NET ASSETS	790,851	791,020

Nonconsolidated Statements of Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
[Revenues from operations]	[1,361,060]	[1,332,292]
Net sales	1,334,297	1,302,923
Cost of sales	999,524	980,780
Gross profit on sales	334,773	322,143
Other operating revenues	26,762	29,368
Rental income	22,222	24,322
Other income	4,540	5,046
Gross profit from operations	361,536	351,511
Selling, general and administrative expenses	350,981	342,502
Advertising and decoration expenses	32,562	30,891
Salaries and wages	115,911	111,483
Land and building rent	67,900	66,968
Depreciation and amortization	16,822	15,937
Other	117,783	117,221
Operating income	10,554	9,009
Non-operating income	3,400	7,265
Interest income	1,578	1,773
Interest on securities	49	6
Dividends income	1,130	4,620
Other	642	864
Non-operating expenses	484	1,051
Interest expenses	263	226
Interest on bonds	-	271
Other	221	553
Ordinary income	13,471	15,223
Special gains	1,077	78
Gain on sales of property and equipment	519	35
Receipt of stock option income	38	42
Other	519	0
Special losses	15,912	10,690
Loss on sales of property and equipment	11	7
Loss on disposals of property and equipment	971	1,266
Impairment loss	1,066	1,750
Valuation loss on investments in securities of subsidiaries and affiliates	-	7,336
Provision for loss on guarantee	538	-
Loss on adjustment for changes of accounting standards for asset retirement obligations	8,532	-
Loss on disaster	3,241	-
Other	1,552	329
Income before income taxes (loss)	(1,364)	4,611
Income taxes - current	1,500	(2,900)
Income taxes - deferred	(2,344)	5,824
Net income (loss)	(520)	1,687

[Reference] York-Benimaru Co., Ltd.

Nonconsolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	47,654	45,657
Cash and bank deposits	13,567	13,884
Accounts receivable, trade	43	24
Marketable securities	1,000	-
Inventories	7,857	8,184
Supplies	16	25
Prepaid expenses	735	725
Deferred income taxes	1,658	1,564
Short-term loans receivable	85	97
Deposits held by subsidiaries and affiliates	12,000	12,000
Accounts receivable, other	7,231	5,796
Payments in advance	2,670	2,541
Other	787	814
Non-current assets	103,134	110,555
Property and equipment	73,505	77,060
Buildings	27,636	28,133
Structures	4,515	5,192
Furniture, fixtures and equipment	1,584	1,297
Land	38,108	40,853
Construction in progress	1,659	1,582
Intangible assets	2,347	1,582
Goodwill	1,374	775
Software	937	768
Other	35	39
Investments and other assets	27,281	31,911
Investments in securities	8,277	11,279
Stocks of subsidiaries and affiliates	170	170
Investments in capital	1	1
Investments in capital of subsidiaries and affiliates	207	0
Long-term loans receivable	272	281
Long-term prepaid expenses	2,119	2,439
Prepaid pension cost	564	2,598
Long-term leasehold deposits	16,362	15,787
Advances for store construction	32	80
Allowance for doubtful accounts	(726)	(726)
TOTAL ASSETS	150,789	156,212

York-Benimaru Co., Ltd.

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	28,735	26,247
Accounts payable, trade	14,988	14,697
Short-term loans	75	88
Accounts payable, other	5,670	3,598
Accounts payable for parent company	-	1,770
Income taxes payable	2,380	1,183
Accrued expenses	2,557	2,556
Deposits received	444	451
Suspense receipt	0	29
Advance received	222	230
Gift certificates	42	41
Allowance for bonuses to employees	1,482	1,544
Allowance for bonuses to directors and corporate auditors	31	34
Allowance for loss on future collection of gift certificates	26	22
Allowance for loss on disaster	813	-
Non-current liabilities	4,963	6,197
Long-term loans	158	177
Allowance for retirement benefits to directors and corporate auditors	312	290
Deferred income taxes	1,072	2,210
Asset retirement obligations	747	901
Other	2,671	2,618
TOTAL LIABILITIES	33,698	32,445
NET ASSETS		
Shareholder's equity	114,025	118,743
Common stock	9,927	9,927
Capital surplus	12,605	12,605
Additional paid-in capital	12,605	12,605
Other capital surplus	0	0
Retained earnings	91,491	96,209
Legal reserve	2,186	2,186
Other retained earnings		
General reserve	69,433	69,423
Retained earnings brought forward	19,871	24,600
Accumulated gains (losses) from valuation and translation adjustments	3,065	5,023
Unrealized gains (losses) on available-for-sale securities, net of taxes	3,065	5,023
TOTAL NET ASSETS	117,090	123,766
TOTAL LIABILITIES AND NET ASSETS	150,789	156,212

York-Benimaru Co., Ltd.

Nonconsolidated Statements of Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
[Revenues from operations]	[348,600]	[363,862]
Net sales	342,944	358,061
Cost of sales	258,959	273,359
Gross Profit on sales	83,985	84,701
Other operating revenues	5,656	5,801
Commission fee income	2,195	2,328
Rental income	3,460	3,473
Gross profit from operations	89,641	90,503
Selling, general and administrative expenses	74,686	78,649
Salaries and wages	32,028	33,550
Provision for bonuses to employees	1,482	1,544
Land and building rent	8,193	8,512
Store maintenance and repair expenses	3,854	3,871
Depreciation and amortization	5,625	5,506
Utility expenses	4,576	5,183
Delivery expenses	223	214
Other	18,701	20,266
Operating income	14,955	11,854
Non-operating income	1,395	2,250
Interest income	134	153
Interest on securities	1	0
Dividends income	1,230	2,067
Other	29	28
Non-operating expenses	44	101
Interest expenses	5	5
Maintenance expenses for idle assets	29	71
Other	9	24
Ordinary income	16,305	14,003
Special gains	908	198
Gain on sales of property and equipment	0	88
Gain on sales of investments in securities	485	-
Receipt of stock option income	38	42
Compensation income for transfer	384	67
Special losses	14,224	1,932
Loss on sales of property and equipment	53	0
Loss on disposals of property and equipment	56	75
Impairment loss	391	1,645
Loss on disaster	13,224	-
Valuation loss on investments in securities of subsidiaries and affiliates	-	207
Loss on adjustment for changes of accounting standards for asset retirement obligations	474	-
Other	25	4
Income before income taxes	2,989	12,269
Income taxes - current	2,545	4,349
Income taxes - deferred	(986)	189
Net income	1,430	7,731

[Reference] Sogo & Seibu Co., Ltd.

Nonconsolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	86,572	84,434
Cash and bank deposits	18,938	16,384
Notes receivable, trade	1,106	1,136
Accounts receivable, trade	21,944	21,397
Inventories	17,975	18,363
Real estate for sale	2,596	2,585
Supplies	281	311
Prepaid expenses	4,017	3,699
Deferred income taxes	10,606	9,437
Short-term loans receivable	47	95
Accounts receivable, other	5,353	7,161
Current portion of construction contribution	2,675	2,635
Other	1,032	1,225
Allowance for doubtful accounts	(2)	(0)
Non-current assets	389,276	370,834
Property and equipment	240,971	236,035
Buildings	94,768	89,004
Structures	1,389	1,287
Machinery and equipment	425	424
Furniture, fixtures and equipment	3,873	3,522
Lease assets	5,857	5,329
Land	134,636	136,449
Construction in progress	20	17
Intangible assets	24,891	24,942
Rights of leasehold	21,177	20,292
Other	3,714	4,649
Investments and other assets	123,413	109,856
Investments in securities	7,465	2,331
Stocks of subsidiaries and affiliates	28,222	26,085
Long-term loans receivable	282	278
Long-term leasehold deposits	63,587	60,934
Construction contribution	15,252	13,156
Long-term accounts receivable, other	463	273
Receivable in bankruptcy	1,761	1,688
Deferred income taxes	5,411	4,040
Other	1,931	2,004
Allowance for doubtful accounts	(965)	(935)
TOTAL ASSETS	475,849	455,269

Sogo & Seibu Co., Ltd.

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	240,511	233,895
Accounts payable, trade	34,360	33,327
Short-term loans	152,696	151,145
Accounts payable, other	9,780	8,209
Lease obligations	945	1,190
Accrued expenses	3,751	3,159
Income taxes payable	472	336
Consumption taxes withheld	1,029	342
Advance received	1,421	1,772
Gift certificates	15,989	15,695
Deposits received	6,981	6,791
Allowance for bonuses to employees	2,903	1,790
Allowance for bonuses to directors and corporate auditors	34	46
Allowance for sales promotion expenses	4,992	4,890
Allowance for loss on future collection of gift certificates	3,161	2,630
Allowance for store closing losses	470	1,609
Provision for loss on disaster	2	-
Asset retirement obligations	1,038	448
Other	476	508
Non-current liabilities	106,018	96,812
Long-term loans	91,059	79,921
Long-term accounts payable, other	1,093	1,020
Lease obligations	5,522	5,486
Deposits received from tenants	7,853	8,003
Allowance for retirement benefits to directors and corporate auditors	68	57
Allowance for environmental obligations	399	378
Asset retirement obligations	-	1,923
Other	20	20
TOTAL LIABILITIES	346,529	330,707
NET ASSETS		
Shareholder's equity	129,309	124,534
Common stock	10,000	10,000
Capital surplus	52,298	52,298
Additional paid-in capital	39,317	39,317
Other capital surplus	12,981	12,981
Retained earnings	67,011	62,235
Other retained earnings		
Retained earnings brought forward	67,011	62,235
Accumulated gains (losses) from valuation and translation adjustments	10	27
Unrealized gains (losses) on available-for-sale securities, net of taxes	10	27
TOTAL NET ASSETS	129,320	124,561
TOTAL LIABILITIES AND NET ASSETS	475,849	455,269

Sogo & Seibu Co., Ltd.

Nonconsolidated Statements of Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
[Revenues from operations]	[830,340]	[810,998]
Net sales	817,927	798,427
Cost of sales	638,408	625,153
Gross profit on sales	179,519	173,274
Operating revenues	12,412	12,570
Gross profit from operations	191,932	185,845
Selling, general and administrative expenses	180,772	175,804
Advertising and decoration expenses	26,245	25,820
Salaries and wages	49,871	47,020
Land and building rent	44,222	42,755
Depreciation and amortization	12,181	12,608
Utility expenses	9,343	9,659
Other	38,909	37,940
Operating income	11,159	10,040
Non-operating income	1,337	1,344
Interest and dividends income	703	676
Subsidy from renovation construction of sale area	240	221
Other	394	446
Non-operating expenses	2,606	2,224
Interest expenses	2,254	1,752
Other	352	471
Ordinary income	9,890	9,160
Special gains	657	889
Gain on sales of investments in securities	-	812
Gain on sales of property and equipment	161	11
Reversal of allowance for doubtful accounts	409	-
Other	86	65
Special losses	7,602	12,204
Loss on disposals of property and equipment	2,110	1,927
Impairment loss	1,779	7,474
Loss on disaster	1,826	-
Provision for store closing losses	-	1,973
Other	1,885	829
Income before income taxes	2,946	(2,154)
Income taxes - current	106	(1,034)
Income taxes - deferred	(7,125)	2,530
Net income	9,964	(3,650)

[Reference] Seven & i Food Systems Co., Ltd.

Nonconsolidated Balance Sheets

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
ASSETS		
Current assets	30,722	29,658
Cash and bank deposits	2,935	2,617
Accounts receivable, trade	556	592
Inventories	90	87
Materials	380	366
Supplies	27	229
Prepaid expenses	626	613
Accounts receivable, other	888	1,185
Deferred income taxes	244	225
Deposits held by subsidiaries and affiliates	24,585	23,383
Current portion of leasehold deposits	222	196
Other	164	160
Non-current assets	14,055	14,485
Property and equipment	4,211	4,424
Buildings	2,174	2,168
Structures	144	177
Furniture, fixtures and equipment	320	457
Land	1,456	1,456
Lease assets	55	138
Construction in progress	61	26
Intangible assets	79	62
Rights of leasehold	36	36
Software	30	15
Utility rights of facilities	6	5
Other	6	5
Investments and other assets	9,764	9,998
Investments in securities	205	225
Long-term prepaid expenses	180	183
Prepaid pension cost	102	1,503
Long-term leasehold deposits	6,804	6,745
Investments in capital of subsidiaries and affiliates	1,001	482
Deferred income taxes	1,375	759
Allowance for doubtful accounts	(30)	(30)
Other	123	129
TOTAL ASSETS	44,777	44,144

Seven & i Food Systems Co., Ltd.

(Millions of yen)

	February 29, 2012	February 28, 2013
	Amount	Amount
LIABILITIES		
Current liabilities	6,432	6,557
Accounts payable, trade	1,828	1,754
Accounts payable, other	808	950
Income taxes payable	366	375
Consumption taxes withheld	211	237
Accrued expenses	2,311	2,299
Advance received	24	-
Deposits received	147	176
Allowance for bonuses to directors and corporate auditors	18	18
Allowance for bonuses to employees	462	472
Accounts payable for acquisition of property and equipment	45	90
Short-term allowance for impairment loss on lease assets	80	11
Other	126	175
Non-current liabilities	2,379	2,584
Long-term allowance for impairment loss on lease assets	11	2
Lease obligations	71	171
Asset retirement obligations	2,172	2,147
Long-term guarantee deposited	85	161
Other	36	101
TOTAL LIABILITIES	8,811	9,145
NET ASSETS		
Shareholder's equity	35,942	34,948
Common stock	3,000	3,000
Capital surplus	54,233	53,679
Additional paid-in capital	750	750
Other capital surplus	53,483	52,929
Retained earnings	(21,290)	(21,730)
Other retained earnings	(21,290)	(21,730)
Retained earnings brought forward		
Accumulated gains (losses) from valuation and translation adjustments	23	49
Unrealized gains (losses) on available-for-sale securities, net of taxes	23	49
TOTAL NET ASSETS	35,966	34,998
TOTAL LIABILITIES AND NET ASSETS	44,777	44,144

Seven & i Food Systems Co., Ltd.

Nonconsolidated Statements of Income

(Millions of yen)

	Year ended February 29, 2012	Year ended February 28, 2013
	Amount	Amount
[Revenues from operations]	[77,940]	[78,238]
Net sales	77,400	77,706
Cost of sales	26,206	26,020
Gross profit on sales	51,193	51,686
Other operating revenues	540	531
Gross profit from operations	51,734	52,218
Selling, general and administrative expenses	51,711	51,349
Salaries and bonuses	26,965	26,277
Land and building rent	7,858	7,777
Utility expenses	4,293	4,625
Depreciation and amortization	532	562
Legal welfare expenses	2,100	2,166
Other	9,961	9,940
Operating income	22	868
Non-operating income	231	208
Interest income	140	142
Dividends income	4	4
Income related to advertising media installation	11	13
Miscellaneous income	74	47
Non-operating expenses	50	33
Miscellaneous expenses	50	33
Ordinary income	203	1,043
Special gains	60	31
Compensation income for expropriation	16	4
Other	44	27
Special losses	2,708	983
Impairment loss	428	410
Store-closing cost and removal expenses	13	6
Loss on adjustment for changes of accounting standards for asset retirement obligations	2,040	-
Loss on disaster	193	-
Valuation loss on investments in securities of subsidiaries and affiliates	-	519
Other	32	47
Income (loss) before income taxes	(2,444)	91
Income taxes - current	275	(105)
Income taxes - deferred	(1,840)	635
Net income (loss)	(879)	(439)