

# CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

Seven & i Holdings Co., Ltd. and its consolidated subsidiaries for the fiscal years ended February 29, 2008 and February 28, 2007

	Millions of yen								Total
	Common stock	Capital surplus	Retained earnings	Treasury stock, at cost	Unrealized gains (losses) on available-for-sale securities, net of taxes	Unrealized gains (losses) on hedging derivatives, net of taxes	Foreign currency translation adjustments	Minority interests in consolidated subsidiaries	
<b>Balance at February 28, 2006</b> .....	¥50,000	¥611,704	¥1,040,613	¥(112,885)	¥ 7,954	¥ —	¥6,298	¥114,197	¥1,717,881
Net income for the year.....			133,419						133,419
Increase (decrease) resulting from adoption of U.S. GAAP by U.S. subsidiaries .....			(49)						(49)
Increase (decrease) resulting from a stock-for-stock exchange .....		223,468		(6,441)					217,027
Cash dividends .....			(48,922)						(48,922)
Directors' and corporate auditors' bonuses .....			(168)						(168)
Purchase of treasury stock.....				(128)					(128)
Sales of treasury stock.....		1,505		7,653					9,158
Cancellation of treasury stock .....		(70,491)		70,491					—
Net increase (decrease) for the year.....					(10,054)	(371)	3,202	(51,846)	(59,069)
<b>Balance at February 28, 2007</b> .....	50,000	766,186	1,124,893	(41,310)	(2,100)	(371)	9,500	62,351	1,969,149
Net income for the year.....			130,658						130,658
Increase resulting from adoption of U.S. GAAP by U.S. subsidiaries .....			27						27
Cash dividends .....			(50,536)						(50,536)
Purchase of treasury stock.....				(76)					(76)
Sales of treasury stock.....		2		6					8
Cancellation of treasury stock .....		(34,566)		34,566					—
Other.....				(2)					(2)
Net increase (decrease) for the year.....					5,985	(305)	(7,538)	10,669	8,811
<b>Balance at February 29, 2008</b> .....	¥50,000	¥731,622	¥1,205,042	¥(6,816)	¥3,885	¥(676)	¥1,962	¥73,020	¥2,058,039

	Thousands of U.S. dollars (Note 3)								Total
	Common stock	Capital surplus	Retained earnings	Treasury stock, at cost	Unrealized gains (losses) on available-for-sale securities, net of taxes	Unrealized gains (losses) on hedging derivatives, net of taxes	Foreign currency translation adjustments	Minority interests in consolidated subsidiaries	
<b>Balance at February 28, 2007</b> .....	\$476,190	\$7,297,010	\$10,713,267	\$(393,429)	\$(20,000)	\$(3,533)	\$90,476	\$ 593,819	\$18,753,800
Net income for the year.....			1,244,362						1,244,362
Increase resulting from adoption of U.S. GAAP by U.S. subsidiaries .....			256						256
Cash dividends .....			(481,295)						(481,295)
Purchase of treasury stock.....				(724)					(724)
Sales of treasury stock.....		19		57					76
Cancellation of treasury stock .....		(329,200)		329,200					—
Other.....				(18)					(18)
Net increase (decrease) for the year.....					57,000	(2,905)	(71,791)	101,610	83,914
<b>Balance at February 29, 2008</b> .....	\$476,190	\$6,967,829	\$11,476,590	\$(64,914)	\$37,000	\$(6,438)	\$18,685	\$695,429	\$19,600,371

The accompanying notes are an integral part of these statements.