

[Translation]

August 26, 2013

To whom it may concern

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Rebuilding of South Wing of Matsuzakaya Ueno Store
of Daimaru Matsuzakaya Department Stores Co. Ltd.

J. FRONT RETAILING Co., Ltd. and its consolidated subsidiary Daimaru Matsuzakaya Department Stores Co. Ltd. resolved at meetings of their respective Boards of Directors held today to rebuild the South Wing of the Matsuzakaya Ueno store, as described below.

1. Reason for Rebuilding

The Matsuzakaya Ueno store currently operates as a department store with a two-building structure consisting of the Main Building and the South Wing. The decision has been taken to make more intensive use of the site by closing the South Wing in March 2014 and rebuilding it as a high-rise complex building containing commercial facilities, a cinema complex and office facilities. This rebuilding will bring new crowds of visitors to the Okachimachi district, which is currently being redeveloped, and contribute to the vitalization of the area.

2. Outline of Rebuilding Plan

In the new South Wing after the rebuilding, the lower floors from the basement 1st floor through the 10th floor will consist of commercial facilities. The basement 1st floor will be integrated with the Main Building and the 3rd and 6th floors above ground will be connected to the Main Building by installing bridges. The basement 1st floor will consist of a food floor operated by Daimaru Matsuzakaya Department Stores as part of the food floor in the Main Building. The 1st through 6th floors above ground will be occupied by PARCO, which became part of the J. Front Retailing Group in 2012, while the 7th through 10th floors will be occupied by TOHO CINEMAS.

With the aim of securing stable real estate income, the higher floors from the 12th floor through the 22nd floor will be rented out as sophisticated office facilities making use of the location's excellent transportation access.

The whole of the Main Building of the Ueno store will be refurbished and the sales areas currently operated in the South Wing will be transferred to the Main Building, with the grand opening scheduled for March 2014.

3. Outline of New South Wing

Location	22, Ueno 3-chome Taito-ku, Tokyo
Lot area	Approx. 5,700m ² (including site of parking lot building, etc.)
Total floor area	Approx. 42,000m ²
Number of floors	2 floors below ground, 23 floors above ground, and 1 roof floor
Use (plan)	Basement 1st floor: Food floor (Daimaru Matsuzakaya Department Stores) 1st through 6th floors: PARCO 7th through 10th floors: TOHO CINEMAS 12th through 22nd floors: Offices
Opening	Autumn 2017 (plan)
Total project cost	Approx. ¥20.0 billion (including construction related to refurbishment of the Main Building and others)

4. Schedule

March 2014 (plan): Closure of the South Wing and grand opening of the Main Building

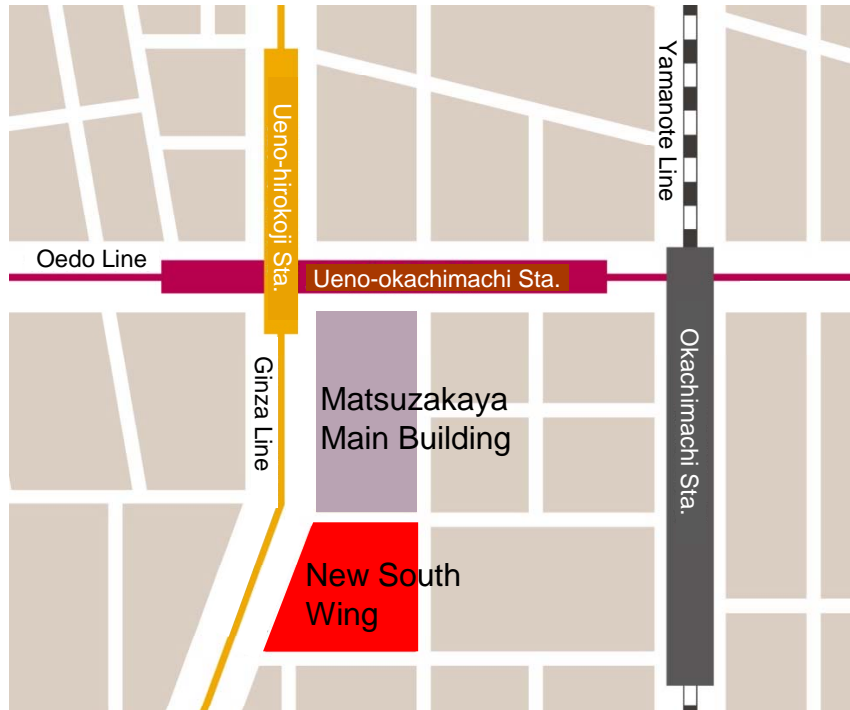
Autumn 2017 (plan): Opening of the New South Wing

5. Future Outlook

The impact of this matter on the consolidated financial results for the fiscal year ending February 28, 2014, will be announced promptly once it has been determined.

(Reference)

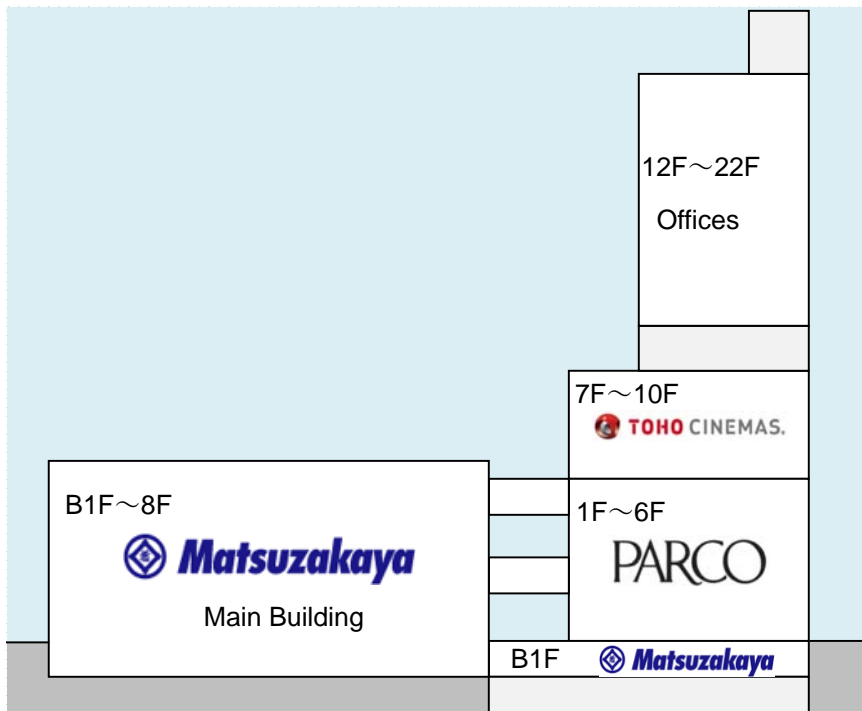
- Map of the surrounding area of the Matsuzakaya Ueno store



- Conceptual drawing



- Drawing of composition of building use



END