Translation

December 26, 2013

Consolidated Financial Results for the First Nine Months of the Fiscal Year Ending February 28, 2014 <under Japanese GAAP>

Company name: **J. FRONT RETAILING Co., Ltd.**
Listing: First Section of the Tokyo Stock Exchange and Nagoya Stock Exchange
Securities code: 3086
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Scheduled date to file Quarterly Securities Report: January 10, 2014
Scheduled date to commence dividend payments: –
Preparation of supplementary material on quarterly financial results: Yes
Holding of quarterly financial results presentation meeting: None

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the first nine months of the fiscal year ending February 28, 2014 (from March 1, 2013 to November 30, 2013)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
November 30, 2013	831,046	10.1	25,236	63.3	23,946	40.0	23,323	256.7
November 30, 2012	754,924	11.3	15,450	51.2	17,104	56.0	6,539	61.4

Note: Comprehensive income
For the nine months ended November 30, 2013: ¥28,137 million [305.0%]
For the nine months ended November 30, 2012: ¥6,947 million [117.7%]

	Net income per share	Diluted net income per share
Nine months ended	Yen	Yen
November 30, 2013	44.16	44.15
November 30, 2012	12.37	12.37

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
November 30, 2013	1,023,432	413,016	35.4
February 28, 2013	1,009,165	390,667	33.8

Reference: Equity
As of November 30, 2013: ¥362,113 million
As of February 28, 2013: ¥341,318 million

2. Cash dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2013	–	4.50	–	4.50	9.00
Fiscal year ending February 28, 2014	–	5.00	–		
Fiscal year ending February 28, 2014 (Forecast)				5.00	10.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending February 28, 2014 (from March 1, 2013 to February 28, 2014)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending February 28, 2014	1,160,000	6.2	42,500	37.7	40,000	24.2	29,000	138.0	54.90

Note: Revisions to the consolidated earnings forecasts most recently announced: None

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Excluded: 1 company (Peacock Stores Ltd.)

Note: For the details, please refer to "2. Matters regarding summary information (Notes)" on page 6 of the attached material.

(2) Application of special accounting for preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

a. Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

b. Changes in accounting policies due to other reasons: None

c. Changes in accounting estimates: Yes

d. Restatement of prior period financial statements after error corrections: None

Note: These items fall in those set forth in Article 10-5 of the Ordinance on Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements. For the details, please refer to "2. Matters regarding summary information (Notes)" on page 6 of the attached material.

(4) Number of issued shares (common stock)

a. Total number of issued shares at the end of the period (including treasury stock)

As of November 30, 2013	536,238,328 shares
As of February 28, 2013	536,238,328 shares

b. Number of shares of treasury stock at the end of the period

As of November 30, 2013	8,079,951 shares
As of February 28, 2013	8,030,692 shares

c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

For the nine months ended November 30, 2013	528,172,617 shares
For the nine months ended November 30, 2012	528,592,182 shares

*** Indication regarding execution of quarterly review procedures**

At the time of disclosure of this quarterly financial results report, the review procedures for quarterly financial statements pursuant to the Financial Instruments and Exchange Act are incomplete.

*** Proper use of earnings forecasts, and other special matters**

(Caution regarding forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual business and other results may differ substantially due to various factors. Please refer to "Qualitative information regarding consolidated earnings forecasts" on page 5 of the material attached to this quarterly financial results report for the suppositions that form the assumptions for earnings forecasts and cautions concerning the use thereof.

(How to obtain supplementary material on quarterly financial results)

Supplementary material on quarterly financial results was disclosed on the same day on TDnet.

[Attached Material]

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1. Qualitative information regarding results for the first nine months

(1) Qualitative information regarding consolidated operating results

In the nine months ended November 30, 2013 (from March 1, 2013 to November 30, 2013), the Japanese economy showed a moderate recovery. This was primarily a reflection of signs of improvements in corporate earnings and personal consumption partly due to the effects of the economic measures and financial policies of the government and the Bank of Japan.

In the department store sector, highly priced products continued to sell strongly on the back of the wealth effect from stock price rises and optimism regarding economic recovery. As a result, net sales for the nine months rose year on year.

Amid this environment, with the aim of developing as a multi-retailer operating multiple businesses with department stores at their core, the J. Front Retailing Group (hereinafter the "Group") worked to enhance the competitiveness of its Department Store Business and strengthen Group-wide growth potential through "A new department store business model."

In the Department Store Business, the Group pressed ahead with efforts to establish "A new department store business model" that brings innovation to the sector by such means as creating appealing stores that attract a wide range of customer segments and constructing a highly productive store management structure. As part of these efforts, the food floor of the Matsuzakaya Nagoya store was completely renewed for the first time in 13 years and the grand opening was held in June. In addition, the Matsuzakaya Ginza store closed temporarily at the end of June 2013 for rebuilding, in accordance with the advancement of the urban redevelopment project in the Ginza 6-chome district. The Group also took the decision to close the South Wing of the Matsuzakaya Ueno store in March 2014 and rebuild it as a high-rise complex building containing commercial facilities, a cinema complex and office facilities (scheduled to open in autumn 2017).

In the PARCO Business, PARCO Co., Ltd. acquired the trust beneficiary rights of the Fukuoka PARCO and adjacent land and buildings. PARCO Co., Ltd. plans to rebuild the adjacent building as the new building of the Fukuoka PARCO with the aim of opening it in the autumn of 2014. In the ZERO GATE business of low- to medium-rise commercial facilities in city centers, two facilities were opened in Osaka in April and one was opened in Hiroshima in October.

On the other hand, in the Supermarket Business the performance of Peacock Stores Ltd. remained weak, primarily due to recent intensification in competition. Because an improvement is expected to take some time, J. FRONT RETAILING Co., Ltd. (hereinafter the "Company") transferred all of its shares in Peacock Stores Ltd. to Aeon Co., Ltd. on April 1, excluding it from the scope of consolidation.

In the internet business, a position with responsibility for IT new business development was established in March, and further work was undertaken to construct an "omni-channel retailing" structure providing customers with convenient services that combine the benefits of various sales channels such as physical stores and internet mail order retailing. To speed up these initiatives, the Company purchased shares of Forest Co., Ltd., which has a high level of knowhow in the areas of logistics operations and information systems development, in December.

With respect to overseas operations, the Company is currently working towards the fully fledged establishment and operation of an upscale department store in Shanghai, China, as a joint venture. Preparatory activities in Shanghai were started in March, and work is steadily underway with a view to starting operations in 2015. In addition, JFR PLAZA Inc., a general retailing business established in Taiwan, expanded its store network following the opening of its first store in Taipei, Taiwan, at the end of March, by opening four more stores by the end of September.

The Group also worked to construct a stronger operating structure in preparation for the hike in consumption tax scheduled for April 2014 by pushing ahead with reform of its organizational and workforce structures on a Group level. In parallel, the Group strove to improve management efficiencies by such means as reviewing all cost structures.

As a result of various measures including those mentioned above, in the nine months ended November 30, 2013, consolidated net sales was ¥831,046 million, up 10.1% year on year, operating income was ¥25,236 million, up 63.3%, ordinary income was ¥23,946 million, up 40.0%, and net income was ¥23,323 million, up 256.7%.

Results by segment are as follows.
Owing to an additional purchase of the shares of PARCO Co., Ltd. on August 27, 2012, "PARCO Business" was added to the reportable segments in the second quarter of the previous fiscal year. In addition, owing to the transfer of all the shares of Peacock Stores Ltd. on April 1, 2013, "Supermarket Business" was removed in the first quarter of the current fiscal year.

<Department Store Business>
At the Department Store Business, we worked to establish "A new department store business model" to realize further growth and increase productivity. To this end, we pushed forward with a variety of initiatives.

At the Matsuzakaya Nagoya store, the food floor continued to have strong sales following its refurbishment in the first half of the fiscal year. Strengthened sales efforts targeting regular customers and an increase in tourists from overseas also contributed to sales at the store.

At the Matsuzakaya Ueno store, a start was made on the complete refurbishment of the Main Building in preparation for rebuilding the South Wing as a complex containing commercial facilities, while a clearance sale was launched in connection with the refurbishment. The refurbishment of the Main Building is being carried out with a focus on attracting customers in their late 50s to early 60s and senior citizens. In order to cater to the needs of such customers, the refurbishment is being carried out with sequential openings until March 2014, starting with the opening of the women's wear floor in October, and work is underway to renew products and services. Meanwhile, a pre-closing clearance sale held at the South Wing has been attracting large numbers of customers.

In addition, our original brand "WOOP WOOP!" was launched at the Ikebukuro PARCO and the Fukuoka PARCO in September. "WOOP WOOP!" is a brand of miscellaneous select shops owned by the Company. The launch of the brand in the two PARCO stores marks its first launch in external stores following on from the Daimaru Shinsaibashi, Daimaru Umeda, Daimaru Sapporo and Matsuzakaya Nagoya stores, where it is already available.

Also in this business, we launched two services in collaboration with World Co., Ltd. in November. These services, "Click & Collect" and "Endless Aisle," were launched in response to diversification in the product buying channels used by customer in line with the prevalence of mobile devices. "Click & Collect" is a service that enables customers to collect products they have ordered through e-commerce channels at physical stores. "Endless Aisle" is a service that enables customers to check stock availability and make purchases through e-commerce sites for products that are out of stock on physical stores. We will continue to strengthen our lineup of these kinds of services in order to provide added value to our customers' shopping experiences.

As a result of various initiatives including those mentioned above, net sales in this business was ¥550,238 million, up 2.6% year on year, and operating income was ¥11,437 million, up 37.4%.

<PARCO Business>
In the mainstay shopping center business, new ZERO GATE complexes were opened in Shinsaibashi, Dotonbori and Hiroshima. PARCO also pressed ahead with refurbishments of existing stores, particularly urban stores. The notable example of this was the large-scale refurbishment of Hiroshima PARCO, which was carried out at the same time as the opening of the ZERO GATE complex. In addition, PARCO carried out preferential membership plans centered on the PARCO card, implemented sales promotion plans tailored to different local areas and urban districts, and aggressively implemented initiatives in the field of O2O (Online-to-Offline) commerce using the internet. As a result, net sales in this business was ¥196,955 million and operating income was ¥8,568 million.

<Wholesale Business>
Despite a substantial fall in sales in the field of electronic devices, net sales in this business was ¥48,818 million, up 9.8% year on year, thanks to efforts to increase new customers and the volume of products sold through aggressive sales activities centered on the area of food products. Operating income was ¥961 million, down 29.4% year on year, due to a fall in the gross profit margin.

<Credit Business>
As a result of increases in card members and business volume, as well as growth in the use of cards at external member stores, in addition to the contribution from the conversion of Daimaru Matsuzakaya Department Stores' Customer Gold Card to a credit card starting in the middle of September, net sales in this business was ¥6,811 million, up 7.2% year on year. Operating income was ¥2,297 million, up 21.3% year on year, partly reflecting streamlining of selling, general and administrative expenses.

<Other Businesses>
In Other Businesses, net sales was ¥66,567 million, down 1.8% year on year. This reflected a decline in sales at J. Front Design & Construction because of the contrast with 2012, when sales were boosted by large-scale refurbishment at the Matsuzakaya Nagoya store. Even so, operating income was up 6.4% year on year to ¥2,196 million thanks to reductions in selling, general and administrative expenses.

(2) Qualitative information regarding consolidated financial position
Total assets as of November 30, 2013 was ¥1,023,432 million, an increase of ¥14,267 million compared with February 28, 2013. Total liabilities was ¥610,415 million, a decrease of ¥8,082 million primarily due to the repayments of loans payable. Total net assets was ¥413,016 million, an increase of ¥22,349 million compared with February 28, 2013, mainly because of an increase in retained earnings.

(Cash flow position)
The balance of cash and cash equivalents (hereinafter "cash") as of November 30, 2013 amounted to ¥23,517 million, down ¥11,059 million compared with February 28, 2013.
Cash flow positions in the nine months ended November 30, 2013 and the factors for these were as follows.

A. Net cash provided by (used in) operating activities
Net cash provided by operating activities was ¥27,319 million. In comparison with the nine months ended November 30, 2012, cash provided increased by ¥7,825 million. This reflected increased profits and the receipt of compensation for redevelopment of the Matsuzakaya Ginza store.

B. Net cash provided by (used in) investing activities

Net cash used in investing activities was ¥5,856 million. In comparison with the nine months ended November 30, 2012, cash used decreased by ¥68,309 million. Although there was expenditure due to PARCO Co., Ltd.'s acquisition of the trust beneficiary rights for some land and buildings, there was also a fall in expenditure in contrast with 2012, when the Company acquired the shares of PARCO Co., Ltd., and this resulted in an overall decrease in cash used.

C. Net cash provided by (used in) financing activities

Net cash used in financing activities was ¥32,565 million. In comparison with the nine months ended November 30, 2012, cash used increased by ¥90,664 million, mainly because of the repayment of short-term loans payable.

(3) Qualitative information regarding consolidated earnings forecasts

The consolidated earnings forecasts are unchanged from the forecasts for the fiscal year ending February 28, 2014, which were announced on October 8, 2013.

2. Matters regarding summary information (Notes)

(1) Changes in significant subsidiaries during the period

Peacock Stores Ltd. was excluded from the scope of consolidation in the first quarter of the current fiscal year as a result of the transfer of all its shares on April 1, 2013.

(2) Application of special accounting for preparing quarterly consolidated financial statements

No items to report

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

(Change in depreciation method)

Following the revision of the Corporation Tax Act, the method applied at the Company and its domestic consolidated subsidiaries for depreciating property, plant and equipment acquired on or after March 1, 2013 has been changed to the method pursuant to the provisions of the revised Act, effective from the first quarter of the current fiscal year.

The impact of this change on profit or loss is immaterial.

3. Quarterly consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of February 28, 2013	As of November 30, 2013
Assets		
Current assets		
Cash and deposits	37,234	25,441
Notes and accounts receivable-trade	63,061	90,173
Short-term investment securities	818	802
Inventories	30,942	33,825
Deferred tax assets	13,887	13,428
Other	44,425	37,159
Allowance for doubtful accounts	(273)	(290)
Total current assets	190,096	200,540
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	195,388	183,414
Land	431,868	353,534
Construction in progress	1,234	111,209
Other, net	4,893	4,871
Total property, plant and equipment	633,385	653,030
Intangible assets		
Goodwill	1,571	1,309
Other	41,836	40,712
Total intangible assets	43,408	42,022
Investments and other assets		
Investment securities	37,194	40,806
Long-term loans receivable	1,639	1,542
Lease and guarantee deposits	82,587	65,670
Deferred tax assets	4,428	3,527
Other	19,608	18,879
Allowance for doubtful accounts	(3,285)	(2,666)
Total investments and other assets	142,173	127,759
Total noncurrent assets	818,967	822,812
Deferred assets		
Bond issuance cost	101	79
Total deferred assets	101	79
Total assets	1,009,165	1,023,432

(Millions of yen)

	As of February 28, 2013	As of November 30, 2013
Liabilities		
Current liabilities		
Notes and accounts payable-trade	87,995	106,382
Short-term loans payable	74,567	25,463
Commercial papers	19,998	35,993
Current portion of bonds	1,000	500
Income taxes payable	9,154	3,213
Advances received	17,985	27,138
Gift certificates	38,001	38,914
Provision for bonuses	6,437	2,815
Provision for directors' bonuses	148	–
Provision for sales returns	14	26
Provision for books unsold	137	146
Provision for sales promotion expenses	624	649
Reserve for gift certificates	11,429	12,142
Provision for loss on business liquidation	70	97
Other	60,729	63,129
Total current liabilities	328,295	316,612
Noncurrent liabilities		
Bonds payable	24,000	24,000
Long-term loans payable	93,519	101,074
Deferred tax liabilities	101,919	102,849
Deferred tax liabilities for land revaluation	1,279	1,279
Provision for retirement benefits	26,554	18,528
Provision for directors' retirement benefits	48	54
Provision for loss of stores rebuilding	–	1,320
Other	42,879	44,696
Total noncurrent liabilities	290,201	293,802
Total liabilities	618,497	610,415
Net assets		
Shareholders' equity		
Capital stock	30,000	30,000
Capital surplus	209,563	209,559
Retained earnings	107,629	125,933
Treasury stock	(6,098)	(6,135)
Total shareholders' equity	341,095	359,357
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	68	2,374
Deferred gains or losses on hedges	6	20
Foreign currency translation adjustment	149	360
Total accumulated other comprehensive income	223	2,756
Subscription rights to shares	15	15
Minority interests	49,333	50,887
Total net assets	390,667	413,016
Total liabilities and net assets	1,009,165	1,023,432

(2) Consolidated statements of income and consolidated statements of comprehensive income (Consolidated statements of income - cumulative)

(Millions of yen)

	Nine months ended November 30, 2012	Nine months ended November 30, 2013
Net sales	754,924	831,046
Net sales of goods	748,576	823,484
Rent income of real estate	6,348	7,562
Cost of sales	581,923	654,090
Cost of goods sold	578,740	649,625
Cost of real estate rent	3,183	4,465
Gross profit	173,001	176,956
Selling, general and administrative expenses	157,551	151,719
Operating income	15,450	25,236
Non-operating income		
Interest income	262	296
Dividends income	343	354
Gain on adjustment of account payable	2,512	2,339
Amortization of negative goodwill	1,151	–
Equity in earnings of affiliates	1,773	91
Other	581	563
Total non-operating income	6,625	3,645
Non-operating expenses		
Interest expenses	1,280	1,339
Loss on retirement of noncurrent assets	367	529
Provision of reserve for redemption of gift certificates	2,689	2,636
Other	633	430
Total non-operating expenses	4,971	4,935
Ordinary income	17,104	23,946
Extraordinary income		
Gain on sales of noncurrent assets	540	23
Gain on sales of investment securities	151	98
Gain on sales of subsidiaries and affiliates' stocks	–	18,479
Compensation income	–	4,510
Reversal of provision for loss on business liquidation	233	–
Compensation income for loss from damage	569	–
Other	94	–
Total extraordinary income	1,589	23,111

(Millions of yen)

	Nine months ended November 30, 2012	Nine months ended November 30, 2013
Extraordinary loss		
Loss on disposal of noncurrent assets	2,300	2,523
Loss on valuation of investment securities	462	25
Impairment loss	11	629
Loss of stores rebuilding	–	3,186
Business structure improvement expenses	–	3,836
Loss on liquidation of business	534	97
Loss on step acquisitions	1,667	–
Other	188	620
Total extraordinary losses	5,165	10,920
Income before income taxes and minority interests	13,528	36,137
Income taxes-current	7,320	9,814
Income taxes-deferred	(1,216)	917
Total income taxes	6,104	10,731
Income before minority interests	7,424	25,406
Minority interests in income	885	2,082
Net income	6,539	23,323

(Consolidated statements of comprehensive income - cumulative)

(Millions of yen)

	Nine months ended November 30, 2012	Nine months ended November 30, 2013
Income before minority interests	7,424	25,406
Other comprehensive income		
Valuation difference on available-for-sale securities	(505)	2,445
Deferred gains or losses on hedges	(28)	(11)
Foreign currency translation adjustment	5	201
Share of other comprehensive income of associates accounted for using equity method	51	95
Total other comprehensive income	(477)	2,731
Comprehensive income	6,947	28,137
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	6,051	25,856
Comprehensive income attributable to minority interests	896	2,281

(3) Consolidated statements of cash flows

(Millions of yen)

	Nine months ended November 30, 2012	Nine months ended November 30, 2013
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	13,528	36,137
Depreciation and amortization	11,651	13,268
Impairment loss	11	2,436
Amortization of negative goodwill	(1,151)	–
Amortization of goodwill	87	262
Increase (decrease) in allowance for doubtful accounts	109	(397)
Increase (decrease) in provision for bonuses	(4,172)	(3,444)
Increase (decrease) in provision for retirement benefits	(594)	(3,243)
Increase (decrease) in provision for sales promotion expenses	(4)	24
Increase (decrease) in provision for loss on business liquidation	(72)	27
Increase (decrease) in reserve for gift certificates	784	712
Increase (decrease) in provision for stores rebuilding	–	1,320
Interest and dividends income	(606)	(651)
Interest expenses	1,280	1,339
Equity in (earnings) losses of affiliates	(1,773)	(91)
Loss (gain) on sales of noncurrent assets	(540)	(23)
Loss (gain) on disposal of noncurrent assets	2,300	2,523
Loss (gain) on sales of investment securities	(40)	(66)
Loss (gain) on valuation of investment securities	462	25
Compensation income for loss from damage	(569)	–
Compensation income	–	(4,510)
Loss (gain) on step acquisitions	1,667	–
Loss (gain) on sales of stocks of subsidiaries and affiliates	–	(18,479)
Decrease (increase) in notes and accounts receivable-trade	(22,243)	(27,999)
Decrease (increase) in inventories	(6,111)	(5,867)
Increase (decrease) in notes and accounts payable-trade	20,272	23,953
Decrease (increase) in accounts receivable-other	(4,955)	(6,024)
Decrease (increase) in long-term prepaid expenses	(345)	83
Other, net	21,430	17,688
Subtotal	30,405	29,003
Interest and dividends income received	645	553
Interest expenses paid	(1,571)	(1,603)
Income taxes paid	(13,255)	(16,819)
Income taxes refund	1,692	9,950
Compensation for loss from damage received	1,578	–
Payments for cancelation of leasehold contracts	–	(999)
Proceeds from compensation	–	7,233
Net cash provided by (used in) operating activities	19,494	27,319

(Millions of yen)

	Nine months ended November 30, 2012	Nine months ended November 30, 2013
Net cash provided by (used in) investing activities		
Purchase of short-term and long-term investment securities	(31,750)	(1,221)
Proceeds from sales of short-term and long-term investment securities	2,259	1,570
Purchase of property, plant and equipment and intangible assets	(14,654)	(44,431)
Proceeds from sales of property, plant and equipment and intangible assets	1,361	40
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(34,386)	–
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	–	27,649
Decrease (increase) in short-term loans receivable	85	8
Payments of long-term loans receivable	(7)	(5)
Collection of long-term loans receivable	48	133
Other, net	2,878	10,399
Net cash provided by (used in) investing activities	(74,165)	(5,856)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	28,691	(40,500)
Net increase (decrease) in commercial papers	11,998	15,994
Proceeds from long-term loans payable	45,850	25,500
Repayment of long-term loans payable	(46,519)	(26,553)
Proceeds from issuance of bonds	24,000	–
Redemption of bonds	–	(500)
Purchase of treasury stock	(112)	(92)
Cash dividends paid	(4,758)	(5,011)
Cash dividends paid to minority shareholders	(413)	(733)
Other, net	(636)	(668)
Net cash provided by (used in) financing activities	58,099	(32,565)
Effect of exchange rate change on cash and cash equivalents	8	42
Net increase (decrease) in cash and cash equivalents	3,437	(11,059)
Cash and cash equivalents at beginning of period	24,204	34,576
Cash and cash equivalents at end of period	27,641	23,517

(4) Notes on premise of going concern

No items to report

(5) Notes on significant changes in the amount of shareholders' equity

No items to report

(6) Segment information, etc.

<Segment information>

I. Nine months ended November 30, 2012 (from March 1, 2012 to November 30, 2012)

1. Sales and income/loss by reportable segment

(Millions of yen)

	Department Store Business	PARCO Business	Supermarket Business	Wholesale Business	Credit Business	Other Businesses	Total	Adjustments (Note 1)	Amounts on the consolidated statements of income (Note 2)
Net sales									
(1) External sales	535,114	66,148	74,167	39,137	3,297	37,059	754,924	–	754,924
(2) Inter-segment sales or transfers	1,141	87	2,124	5,304	3,054	30,723	42,437	(42,437)	–
Total sales	536,256	66,236	76,291	44,442	6,351	67,783	797,362	(42,437)	754,924
Segment profits (losses)	8,322	2,449	(790)	1,361	1,894	2,064	15,302	148	15,450

Notes: 1. The ¥148 million added to segment profits (losses) as adjustment includes ¥1,883 million in inter-segment eliminations and a deduction of ¥1,735 million in corporate expenses not attributable to any reportable segment. Corporate expenses are mainly expenses of the company submitting quarterly consolidated financial statements that are not attributable to any reportable segment.

2. Segment profits (losses) are adjusted to operating income in the consolidated statements of income.

2. Assets by reportable segment

Owing to an additional purchase of the shares of PARCO Co., Ltd. on August 27, 2012, PARCO Co., Ltd. and its five subsidiaries are included in the scope of consolidation effective from the second quarter of the current fiscal year. As a consequence, the reportable segment "PARCO Business" has been added, increasing the number of reportable segments from five to six effective from the six months ended August 31, 2012.

Reflecting the impact of this change, the amount of assets in the "PARCO Business" segment as of November 30, 2012, increased by ¥241,068 million compared with February 29, 2012.

3. Note regarding change to reportable segments

As stated in "2. Assets by reportable segment," the reportable segment "PARCO Business" has been added, increasing the number of reportable segments from five to six effective from the six months ended August 31, 2012.

4. Impairment loss on noncurrent assets and goodwill, etc. by reportable segment

(Significant impairment loss on noncurrent assets)

Information has been omitted owing to lack of materiality.

(Significant change in amount of goodwill)

No items to report

(Significant gain on bargain purchase)

No items to report

II. Nine months ended November 30, 2013 (from March 1, 2013 to November 30, 2013)

1. Sales and income/loss by reportable segment

(Millions of yen)

	Department Store Business	PARCO Business	Wholesale Business	Credit Business	Other Businesses	Total	Adjustments (Note 1)	Amounts on the consolidated statements of income (Note 2)
Net sales								
(1) External sales	549,454	196,772	42,991	3,552	38,254	831,024	22	831,046
(2) Inter-segment sales or transfers	783	183	5,827	3,259	28,313	38,366	(38,366)	—
Total sales	550,238	196,955	48,818	6,811	66,567	869,391	(38,344)	831,046
Segment profits	11,437	8,568	961	2,297	2,196	25,461	(225)	25,236

Notes: 1. The ¥225 million deducted from segment profits as adjustment includes ¥1,712 million in inter-segment eliminations and a deduction of ¥1,937 million in corporate expenses not attributable to any reportable segment. Corporate expenses are mainly expenses of the company submitting quarterly consolidated financial statements that are not attributable to any reportable segment.

2. Segment profits are adjusted to operating income in the consolidated statements of income.

2. Note regarding change to reportable segments

(Exclusion from reportable segments)

Peacock Stores Ltd. was excluded from the scope of consolidation in the first quarter of the current fiscal year as a result of the transfer of all its shares on April 1, 2013. As a consequence, the reportable segment “Supermarket Business” was removed in the first quarter of the current fiscal year.

(Change in depreciation method)

Following the revision of the Corporation Tax Act, the method applied at the Company and its domestic consolidated subsidiaries for depreciating property, plant and equipment acquired on or after March 1, 2013 has been changed to the method pursuant to the provisions of the revised Act, effective from the first quarter of the current fiscal year.

The impact of this change on segment profits or losses is immaterial.

3. Impairment loss on noncurrent assets and goodwill, etc. by reportable segment

(Significant impairment loss on noncurrent assets)

No items to report

(Significant change in amount of goodwill)

No items to report

(Significant gain on negative goodwill)

No items to report