

[Translation]

February 21, 2017

To whom it may concern

Company name: J.FRONT RETAILING Co., Ltd.
Representative: Ryoichi Yamamoto, President
(Securities code: 3086, First Section of the Tokyo
Stock Exchange and Nagoya Stock Exchange)
Inquiries: Takayuki Makita, Executive Officer,
Senior General Manager of Corporate Governance
Promotion, Management Strategy Unit
(TEL: +81-3-6895-0178 (from overseas))

Notice Regarding the Establishment of Special Subsidiary Company

J.FRONT RETAILING Co., Ltd. (the “Company”) resolved at a meeting of its Board of Directors held today to establish a special subsidiary company, as described below.

1. Purpose of establishment

The Company will establish the subsidiary “JFR Create Co., Ltd.” on the assumption of acquiring certification as a special subsidiary company pursuant to the “Act on Employment Promotion etc. of Persons with Disabilities” as part of its corporate social responsibilities. The Company is aiming to secure a stable workplace environment for persons with disabilities and create a workplace where persons with disabilities can show what they are capable of.

2. Overview of subsidiary to be established

(1) Company name	JFR Create Co., Ltd.
(2) Headquarters	18-11, Kiba 2-chome, Koto-ku, Tokyo
(3) Representative	President, MATSUBAYASHI Hideyuki
(4) Business	Administrative processing, data entry and light manual labor, etc.
(5) Capital stock	10 million yen
(6) Date of establishment	April 3, 2017 (scheduled)
(7) Shareholder and shareholding ratio	J.FRONT RETAILING Co., Ltd. 100%

3. Future prospects

There will be no impact on the Company’s consolidated financial results from the establishment of this subsidiary.

END