

Consolidated quarterly balance sheets

	2011-02-28	2010-08-31
Assets		
Current assets		
Cash and deposits(millionJPY)	11,884	14,358
Notes and accounts receivable-trade (millionJPY)	7,203	7,146
Merchandise and finished goods (millionJPY)	8,893	7,994
Work in process(millionJPY)	569	576
Raw materials and supplies(millionJPY)	140	205
Other(millionJPY)	1,631	2,255
Allowance for doubtful accounts (millionJPY)	(47)	(44)
Total current assets(millionJPY)	30,275	32,492
Noncurrent assets		
Property, plant and equipment(millionJPY)	※ ¹ 6,416	※ ¹ 6,339
Intangible assets(millionJPY)	3,643	3,908
Investments and other assets		
Lease and guarantee deposits(millionJPY)	9,693	8,970
Other(millionJPY)	3,605	2,885
Allowance for doubtful accounts (millionJPY)	(47)	(46)
Total investments and other assets (millionJPY)	13,251	11,809
Total noncurrent assets(millionJPY)	23,311	22,058
Total assets(millionJPY)	53,587	54,550
Liabilities		
Current liabilities		
Notes and accounts payable-trade (millionJPY)	13,539	11,673
Short-term loans payable(millionJPY)	4,103	428
Current portion of long-term loans payable (millionJPY)	1,966	1,926
Income taxes payable(millionJPY)	379	706
Provision for bonuses(millionJPY)	1,273	1,298
Provision for directors' bonuses(millionJPY)	21	–
Provision for point card certificates (millionJPY)	255	230
Provision for coupons given to shareholders(millionJPY)	9	9
Provision for sales returns(millionJPY)	150	157
Asset retirement obligations(millionJPY)	203	–
Other(millionJPY)	4,165	4,307
Total current liabilities(millionJPY)	26,068	20,737
Noncurrent liabilities		
Long-term loans payable(millionJPY)	3,910	4,883
Provision for retirement benefits	399	373

(millionJPY)		
Provision for directors' retirement benefits (millionJPY)	642	647
Asset retirement obligations(millionJPY)	1,309	–
Other(millionJPY)	914	825
Total noncurrent liabilities(millionJPY)	7,177	6,729
Total liabilities(millionJPY)	33,245	27,466
Net assets		
Shareholders' equity		
Capital stock(millionJPY)	7,376	7,376
Capital surplus(millionJPY)	7,455	7,455
Retained earnings(millionJPY)	8,027	15,049
Treasury stock(millionJPY)	(2,001)	(2,001)
Total shareholders' equity(millionJPY)	20,857	27,879
Valuation and translation adjustments		
Valuation difference on available-for-sale securities(millionJPY)	(750)	(1,054)
Deferred gains or losses on hedges (millionJPY)	-0	(11)
Foreign currency translation adjustment (millionJPY)	(420)	(326)
Total valuation and translation adjustments(millionJPY)	(1,172)	(1,393)
Subscription rights to shares(millionJPY)	272	298
Minority interests(millionJPY)	383	299
Total net assets(millionJPY)	20,341	27,083
Total liabilities and net assets(millionJPY)	53,587	54,550

Consolidated quarterly statements of income

	2009-09-01 -	2010-09-01 -
	2010-02-28	2011-02-28
Net sales(millionJPY)	52,123	51,569
Cost of sales(millionJPY)	25,489	25,389
Gross profit(millionJPY)	26,634	26,180
Selling, general and administrative expenses (millionJPY)	※ 25,898	※ 25,494
Operating income(millionJPY)	736	685
Non-operating income		
Interest income(millionJPY)	5	1
Dividends income(millionJPY)	10	12
Real estate income(millionJPY)	96	87
Foreign exchange gains(millionJPY)	20	23
Other(millionJPY)	61	80
Total non-operating income(millionJPY)	193	206
Non-operating expenses		
Interest expenses(millionJPY)	58	50
Loss on retirement of stores(millionJPY)	282	285

Other(millionJPY)	25	20
Total non-operating expenses(millionJPY)	365	356
Ordinary income(millionJPY)	563	534
Extraordinary income		
Gain on sales of noncurrent assets (millionJPY)	10	–
Reversal of provision for bonuses (millionJPY)	97	32
Gain on sales of subsidiaries and affiliates' stocks(millionJPY)	15	–
Total extraordinary income(millionJPY)	123	32
Extraordinary loss		
Loss on retirement of noncurrent assets (millionJPY)	–	13
Loss on liquidation of subsidiaries and affiliates(millionJPY)	82	–
Loss on adjustment for changes of accounting standard for asset retirement obligations(millionJPY)	–	1,037
Head office transfer cost(millionJPY)	–	20
Contribution for withdrawal from employees pension fund(millionJPY)	–	4,959
Business combination expenses(millionJPY)	–	289
Total extraordinary losses(millionJPY)	82	6,319
Income (loss) before income taxes and minority interests(millionJPY)	603	(5,752)
Income taxes-current(millionJPY)	362	330
Refund of income taxes(millionJPY)	(132)	–
Income taxes-deferred(millionJPY)	202	372
Total income taxes(millionJPY)	432	702
Loss before minority interests(millionJPY)	–	(6,454)
Minority interests in income(millionJPY)	13	83
Net income (loss)(millionJPY)	157	(6,537)

Consolidated quarterly statements of income

	2009-12-01	2010-12-01
	-	-
	2010-02-28	2011-02-28
Net sales(millionJPY)	25,495	25,800
Cost of sales(millionJPY)	13,867	13,928
Gross profit(millionJPY)	11,627	11,871
Selling, general and administrative expenses (millionJPY)	※ 13,023	※ 12,630
Operating loss(millionJPY)	(1,396)	(759)
Non-operating income		
Interest income(millionJPY)	3	1
Dividends income(millionJPY)	9	11
Real estate income(millionJPY)	48	43

Foreign exchange gains(millionJPY)	43	3
Other(millionJPY)	25	31
Total non-operating income(millionJPY)	130	91
Non-operating expenses		
Interest expenses(millionJPY)	33	27
Loss on retirement of stores(millionJPY)	185	128
Other(millionJPY)	10	11
Total non-operating expenses(millionJPY)	228	167
Ordinary loss(millionJPY)	(1,494)	(835)
Extraordinary income		
Gain on sales of noncurrent assets (millionJPY)	10	–
Reversal of allowance for doubtful accounts (millionJPY)	78	1
Reversal of provision for bonuses (millionJPY)	5	32
Gain on sales of subsidiaries and affiliates' stocks(millionJPY)	15	–
Gain on reversal of loss on valuation of investment securities(millionJPY)	504	–
Total extraordinary income(millionJPY)	613	34
Extraordinary loss		
Loss on liquidation of subsidiaries and affiliates(millionJPY)	82	–
Head office transfer cost(millionJPY)	–	20
Contribution for withdrawal from employees pension fund(millionJPY)	–	4,959
Business combination expenses(millionJPY)	–	24
Total extraordinary losses(millionJPY)	82	5,003
Loss before income taxes and minority interests(millionJPY)	(963)	(5,804)
Income taxes-current(millionJPY)	(295)	(337)
Refund of income taxes(millionJPY)	(132)	–
Income taxes-deferred(millionJPY)	(97)	162
Total income taxes(millionJPY)	(525)	(174)
Loss before minority interests(millionJPY)	–	(5,630)
Minority interests in income(millionJPY)	19	57
Net loss(millionJPY)	(457)	(5,687)

Consolidated quarterly statements of cash flows

	2009-09-01	2010-09-01
	-	-
	2010-02-28	2011-02-28
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests(millionJPY)	603	(5,752)
Depreciation and amortization(millionJPY)	1,483	1,395

Increase (decrease) in allowance for doubtful accounts(millionJPY)	(100)	3
Increase (decrease) in provision for retirement benefits(millionJPY)	24	26
Increase (decrease) in provision for directors' retirement benefits(millionJPY)	0	(4)
Increase (decrease) in provision for bonuses (millionJPY)	212	(24)
Increase (decrease) in provision for directors' bonuses(millionJPY)	17	21
Increase (decrease) in provision for sales returns(millionJPY)	3	(6)
Increase (decrease) in provision for point card certificates(millionJPY)	1	25
Increase(decrease) in provision for coupons given to shareholders(millionJPY)	(1)	-0
Interest and dividends income(millionJPY)	(15)	(13)
Interest expenses(millionJPY)	58	50
Loss on retirement of stores(millionJPY)	254	282
Loss on adjustment for changes of accounting standard for asset retirement obligations(millionJPY)	–	1,037
Loss on retirement of noncurrent assets (millionJPY)	–	12
Loss on liquidation of subsidiaries and affiliates(millionJPY)	82	–
Contribution for withdrawal from employees pension fund(millionJPY)	–	4,959
Decrease (increase) in notes and accounts receivable-trade(millionJPY)	(160)	(55)
Decrease (increase) in inventories (millionJPY)	(57)	(826)
Increase (decrease) in notes and accounts payable-trade(millionJPY)	1,333	1,866
Other, net(millionJPY)	868	173
Subtotal(millionJPY)	4,609	3,169
Interest and dividends income received (millionJPY)	15	13
Interest expenses paid(millionJPY)	(50)	(52)
Income taxes paid(millionJPY)	(200)	(652)
Income taxes refund(millionJPY)	310	113
Contribution for withdrawal from employees pension fund paid(millionJPY)	–	(4,959)
Net cash provided by (used in) operating activities(millionJPY)	4,683	(2,366)
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment (millionJPY)	(1,140)	(1,007)
Proceeds from sales of property, plant and equipment(millionJPY)	1	12
Purchase of investment securities	(10)	(407)

(millionJPY)		
Purchase of intangible assets(millionJPY)	(8)	(4)
Proceeds from sales of intangible assets (millionJPY)	10	–
Payments for lease and guarantee deposits (millionJPY)	(300)	(836)
Proceeds from collection of lease and guarantee deposits(millionJPY)	734	103
Purchase of long-term prepaid expenses (millionJPY)	(37)	(116)
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation(millionJPY)	10	–
Other, net(millionJPY)	26	(34)
Net cash provided by (used in) investing activities(millionJPY)	(712)	(2,289)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable(millionJPY)	(193)	3,666
Proceeds from long-term loans payable (millionJPY)	1,805	–
Repayment of long-term loans payable (millionJPY)	(1,195)	(928)
Cash dividends paid(millionJPY)	(419)	(419)
Proceeds from stock issuance to minority shareholders(millionJPY)	220	–
Cash dividends paid to minority shareholders(millionJPY)	(4)	–
Other, net(millionJPY)	(28)	(34)
Net cash provided by (used in) financing activities(millionJPY)	183	2,284
Effect of exchange rate change on cash and cash equivalents(millionJPY)	(57)	(101)
Net increase (decrease) in cash and cash equivalents(millionJPY)	4,096	(2,473)
Cash and cash equivalents at beginning of period(millionJPY)	12,484	14,288
Cash and cash equivalents at end of period (millionJPY)	※ 16,581	※ 11,814