

Gentlemen

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February 2007 Monthly Business News Flash

We will inform for the monthly business news flash as follows.

The Fiscal Year ending February 2007(March1, 2006~February28, 2007)

【Monthly Sales Growth】

(%)

			Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.
			All Stores	Sales	109.1	108.2	107.0	109.0	108.8	113.2	113.3	116.2	110.6	109.5
Group	All Stores	Number of Customers	109.6	108.3	108.6	109.8	110.6	114.1	116.0	117.5	111.5	110.5	109.1	113.4
		Sales per Customers	99.5	99.9	98.5	99.2	98.4	99.2	97.7	98.9	99.1	99.0	100.0	101.1
		Existing Stores	Sales	101.8	100.9	100.1	101.4	102.0	106.5	105.3	108.4	103.7	103.4	102.7
	Existing Stores	Number of Customers	101.1	99.7	100.6	100.7	102.7	106.1	106.4	108.3	103.7	103.2	101.9	105.6
		Sales per Customers	100.7	101.2	99.5	100.4	99.3	100.4	99.0	99.9	99.9	100.1	100.7	101.0

			Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.
			All Stores	Sales	115.9	115.6	113.4	114.8	116.3	120.4	121.0	125.5	115.9	118.6
Sugi Pharmacy	All Stores	Number of Customers	114.0	114.1	114.0	115.6	117.0	120.5	126.2	129.6	119.4	119.5	116.9	122.7
		Sales per Customers	101.7	101.4	99.5	99.3	99.4	99.9	95.9	96.8	97.0	99.2	99.6	98.8
		Existing Stores	Sales	106.1	105.4	103.7	104.3	105.2	109.3	108.0	113.4	104.5	107.8	105.1
	Existing Stores	Number of Customers	102.0	101.6	101.8	102.9	103.8	107.2	110.0	114.3	105.5	106.3	103.3	108.9
		Sales per Customers	104.0	103.8	101.9	101.3	101.3	102.0	98.2	99.2	99.0	101.4	101.7	98.9

			Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.
			All Stores	Sales	98.1	96.4	96.8	99.3	96.6	101.9	100.1	99.5	100.9	94.9
Japan	All Stores	Number of Customers	103.8	100.7	101.6	102.1	101.8	105.7	102.3	101.0	100.4	98.2	98.1	99.5
		Sales per Customers	94.6	95.8	95.3	97.3	94.9	96.4	97.8	98.5	100.5	96.6	98.2	99.1
		Existing Stores	Sales	95.1	93.7	94.5	96.7	96.2	102.1	100.5	100.1	102.1	96.2	98.4
	Existing Stores	Number of Customers	99.8	97.2	98.8	99.1	100.1	104.7	101.5	101.1	101.2	99.1	99.9	100.9
		Sales per Customers	95.3	96.4	95.7	97.6	96.1	97.6	99.0	99.0	100.9	97.0	98.5	99.5

※ The above mentioned numerical value is made based on our business news flash.
 Therefore, an actual achievement and the business preliminary figure have the possibility that the difference is generated.
 The existing store: Stores that have been open for 13 months or longer.

【Number of Stores by City and Region】

		FY ended Feb 2006			End of Feb 2007		
		Sugi Pharmacy	Japan	Total	Sugi Pharmacy	Japan	Total
	Gunma	—	1	1	—	1	1
	Saitama	—	22	22	11 (+11)	21 (— 1)	32 (+11) (— 1)
	Chiba	—	—	—	1 (+ 1)	—	1 (+ 1)
	Tokyo	—	4	4	1 (+ 1)	4	5 (+ 1)
Kanto region Sub Total		—	27	27	13 (+13)	26 (— 1)	39 (+13) (— 1)
	Gifu	39	—	39	35 (+ 2) (— 6)	—	35 (+ 2) (— 6)
	Shizuoka	—	—	—	1 (+ 1)	—	1 (+ 1)
	Aichi	201	—	201	213 (+16) (— 4)	—	213 (+16) (— 4)
	Mie	34	—	34	40 (+ 7) (— 1)	—	40 (+ 7) (— 1)
Chubu region Sub Total		274	—	274	289 (+26) (—11)	—	289 (+26) (—11)
	Shiga	17	2	19	16 (— 1)	2	18 (— 1)
	Kyoto	9	15	24	9	14 (— 1)	23 (— 1)
	Osaka	19	57	76	24 (+ 5)	56 (+ 1) (— 2)	80 (+ 6) (— 2)
	Hyogo	6	37	43	10 (+ 4)	38 (+ 1)	48 (+ 5)
	Nara	3	6	9	4 (+ 1)	6	10 (+ 1)
Kansai region Sub Total		54	117	171	63 (+10) (— 1)	116 (+ 2) (— 3)	179 (+12) (— 4)
Total Stores		328	144	472	365 (+49) (—12)	142 (+ 2) (— 4)	507 (+51) (—16)

() shows number of stores opened / closed in period on Feb 2007.

Thank you.