

To Investors

Company name : **Sugi Pharmacy Co., Ltd.**
 Representative : Hirokazu Sugiura, President
 (Stock code : 7649, TSE 1, NSE 1)
 Contact e-mail : ir-info@drug-sugi.co.jp
 Contact phone : +81 566 73 6308

June. 2008 Monthly Business News Flash

Group	FY 2/2009		Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	Total	
	All Stores	Sales	116.9	113.9	116.6	114.0										
		Number of Customers	118.3	116.0	118.5	115.0										
		Sales per Customers	98.8	98.2	98.4	99.1										
	Existing Stores	Sales	107.0	103.3	104.8	102.7										
		Number of Customers	104.2	101.1	102.7	100.1										
Sales per Customers		102.8	102.1	102.1	102.6											

Sugi Pharmacy	FY 2/2009		Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	Total	
	All Stores	Sales	115.0	111.4	113.0	111.7										
		Number of Customers	113.4	109.8	112.2	109.4										
		Sales per Customers	101.4	101.4	100.7	102.1										
	Existing Stores	Sales	109.5	105.4	106.2	105.4										
		Number of Customers	106.0	102.4	103.5	101.8										
Sales per Customers		103.3	102.9	102.5	103.5											

Group	FY 2/2008		Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	Total
	All Stores	Sales	112.1	110.1	111.1	109.1	107.5	109.2	120.2	117.6	119.8	117.0	119.3	119.0	114.3
		Number of Customers	112.6	109.0	109.2	107.8	105.7	107.6	122.4	120.0	121.3	121.0	121.3	120.3	114.7
		Sales per Customers	99.6	101.0	101.7	101.3	101.7	101.5	98.2	98.0	98.8	96.7	98.3	99.0	99.6
	Existing Stores	Sales	105.9	104.3	105.3	103.9	102.3	104.4	108.5	107.2	108.2	105.3	107.3	107.1	105.8
		Number of Customers	105.1	102.3	102.6	101.3	99.5	101.6	106.0	104.4	104.9	104.1	105.1	104.7	103.4
Sales per Customers		100.8	102.0	102.6	102.6	102.8	102.8	102.4	102.7	103.2	101.1	102.1	102.3	102.3	

Sugi Pharmacy	FY 2/2008		Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	Total
	All Stores	Sales	118.3	117.0	118.4	115.1	112.9	114.7	115.0	115.2	117.8	115.1	117.4	114.5	115.9
		Number of Customers	120.9	116.8	117.2	114.7	112.0	114.0	114.6	113.8	115.5	115.6	116.9	113.7	115.4
		Sales per Customers	97.8	100.1	101.0	100.4	100.8	100.6	100.4	101.3	102.0	99.5	100.5	100.8	100.4
	Existing Stores	Sales	108.0	107.1	108.2	106.0	104.1	106.5	109.8	110.5	111.5	108.6	110.6	107.9	108.2
		Number of Customers	107.4	104.4	104.8	102.6	100.7	103.1	107.1	107.0	107.2	106.8	108.1	105.1	105.3
Sales per Customers		100.6	102.7	103.2	103.3	103.3	103.2	102.5	103.3	104.1	101.6	102.3	102.6	102.7	

Notes:

- The above figures are based on the Sugi Pharmacy Group's sales reports. Actually realized results may differ from sales report figures.
- "Existing stores" refers to those stores for which 13 months or more have passed since they were first opened.
- Figures from monthly sales reports for Iizuka Yakuhin Co., Ltd. which became a subsidiary on September 3, 2007, are included in group totals for all stores from September 2007. Figures for Iizuka Yakuhin will, therefore, be included in group totals for existing stores from October 2008.

< Guidance on June >

This year's rainy season began earlier than the last season. Kanto began 20 days earlier, and Chubu and Kansai began 12 days earlier. Thus, the growth in number of customers has been slowed down in Kanto. However, existing store sales has recorded +5.4%, which was supported by strong growth in the sales of prescription fillings and cosmetics.

On the other hand, Japan Co, which recorded - 3.4% of existing store sales, suffered from bad weather and decreased number of customers, due to the early beginning of the rainy season in Kansai.

As a result, existing store sales of group total were + 2.7%.

Beginning of the rainy season in 2008

	2008	Difference	2007
Kanto	2 June	20 days	22 June
Chubu	2 June	12 days	14 June
Kansai	2 June	12 days	14 June

(Source: Met Office)

• New Stores

Date	Store Name	Location	Sales Area
June 12	Sugi Pharmacy Nishi-Funabashi	Funabashi-city, Chiba	513.67 m ²
June 19	Sugi Pharmacy Higashi-Yamato	Higashi-Yamato-city, Tokyo	641.53 m ²
June 19	Sugi Pharmacy Daito-Akai	Daito-city, Osaka	509.20 m ²
June 26	Sugi Pharmacy Okazaki-Kakemachi	Okazaki-city, Aichi	708.59 m ²

• Closed Stores

Date	Store Name	Location	Sales Area
<i>There was no closed store in June.</i>			

【Number of Stores by City and Region】

		FY ended Feb 2008				End of June 2008			
		Sugi Pharmacy	Japan	Iizuka Yakuhin	Total	Sugi Pharmacy	Japan	Iizuka Yakuhin	Total
	Tochigi	-	-	-	-	1	-	-	1 (+ 1)
	Gunma	1	1	39	41	1	1	39	41
	Saitama	17	20	47	84	19	20	47	86 (+ 2)
	Chiba	3	-	1	4	4	-	1	5 (+ 1)
	Tokyo	2	4	1	7	3	4	1	8 (+ 1)
	Kanagawa	2	-	-	2	3	-	-	3 (+ 1)
	Kanto region Sub Total	25	25	88	138	31	25	88	144 (+ 6)
	Gifu	34	-	-	34	34	-	-	34
	Shizuoka	3	-	-	3	5	-	-	5 (+ 2)
	Aichi	213	-	-	213	216	-	-	216 (+ 3)
	Mie	42	-	-	42	42	-	-	42
	Chubu region Sub Total	292	-	-	292	297	-	-	297 (+ 5)
	Shiga	15	3	-	18	18	3	-	21 (+ 3)
	Kyoto	10	14	-	24	10	14	-	24
	Osaka	29	55	-	84	31	55	-	86 (+ 2)
	Hyogo	19	38	-	57	19	37	-	56 (- 1)
	Nara	5	6	-	11	5	6	-	11
	Kansai region Sub Total	78	116	-	194	83	115	-	198 (+ 5) (- 1)
	Total Stores	395	141	88	624	411	140	88	639 (+ 1 6) (- 1)

() shows number of stores opened / closed in period on Feb 2009.