

To Investors

Company name : **Sugi Holdings Co., Ltd.**

Representative : Hirokazu Sugiura, President

(Stock code : 7649, TSE 1, NSE 1)

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December. 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	116.4	113.6	103.5	104.9	108.2	104.3				
		Number of Customers	118.3	116.0	118.5	115.0	118.9	112.9	101.0	102.0	103.8	104.1				
		Sales per Customers	98.8	98.2	98.4	99.1	97.9	100.6	*102.5	102.9	104.3	100.2				
	Existing Stores	Sales	107.0	103.3	104.8	102.7	105.2	102.9	100.5	101.3	104.4	100.7				
		Number of Customers	104.2	101.1	102.7	100.1	103.9	99.1	98.1	98.7	100.2	100.7				
Sales per Customers		102.8	102.1	102.1	102.6	101.3	103.9	102.5	102.6	104.1	100.0					

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	112.3	110.5	108.4	108.4	113.6	108.9				
		Number of Customers	113.4	109.8	112.2	109.4	111.4	107.0	105.7	106.5	109.6	110.3				
		Sales per Customers	101.4	101.4	100.7	102.1	100.8	103.3	102.5	101.7	103.7	98.7				
	Existing Stores	Sales	109.5	105.4	106.2	105.4	105.9	104.2	102.1	101.8	106.5	101.3				
		Number of Customers	106.0	102.4	103.5	101.8	103.6	99.6	98.3	98.1	100.9	100.6				
Sales per Customers		103.3	102.9	102.5	103.5	102.3	104.6	103.9	103.8	105.6	100.7					

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 is, therefore, be included in group totals for existing stores from October 2008.
- The sales of Hayashiji visiting nurse station, which is opened in 1st of November 2008, are not included.

<Guidance on December >

The summary of December is that Japan. Co and Iizuka Yakuhin exhibited -0.7% and -7.3% of existing store sales, respectively, because the number of Saturday and Sunday is one day lesser than the last year. In addition, severe consumer environment might have impacted the results.

In terms of Sugi Pharmacy, healthy existing store sales of +1.3% was shown, due to continual focus on OTC drugs and expensive cosmetics as well as strong sales from prescription filling segment.

As a result, the existing store sales of group total was +0.7%.

• New Stores

Date	Store Name	Location	Sales Area
December 4	Sugi Pharmacy Urawa-motomachi	Urawa-ku Saitama	585.41 m ²
December 4	Sugi Pharmacy Nishioji	Shimokyo-ku Kyoto	508.49 m ²
December 4	Japan Kashiba	Kashiba Nara	808.50 m ²
December 11	Sugi Pharmacy Ohdaka-minami	Nagoya Aichi	754.58 m ²
December 11	Sugi Pharmacy Atsugi-aiko	Atsugi Kanagawa	713.29 m ²
December 11	Sugi Pharmacy Atsugi-onna	Atsugi Kanagawa	565.45 m ²
December 18	Sugi Pharmacy Esaka-tarumi	Suita Osaka	425.29 m ²
December 18	Sugi Pharmacy Hirakata-kuzuha	Hirakata Osaka	327.58 m ²
December 25	Sugi Pharmacy Aratamabashi	Nagoya Aichi	310.03 m ²
December 25	Sugi Pharmacy Moriyama-kikko	Nagoya Aichi	643.84 m ²

• Increased Floor Space

Company: Sugi Pharmacy	Name of store: Ida	Location: Okazaki Aichi
Open	September 20, 1996	Sales Area 81.30 m ²
Renewal Open	December 22, 2008	Sales Area 106.61 m ² , (+25.31 m ²)

【Number of Stores by City and Region】

		FY ended Feb 2008				End of December 2008			
		Sugi Pharmacy	Japan	Iizuka Yakuhin	Total	Sugi Pharmacy	Japan	Iizuka Yakuhin	Total
	Tochigi	—	—	—	—	2	—	—	2 (+ 2)
	Gunma	1	1	39	41	4	1	38	43 (+ 3) (- 1)
	Saitama	17	20	47	84	25	20	42	87 (+ 8) (- 5)
	Chiba	3	—	1	4	3	—	1	4 (+ 1) (- 1)
	Tokyo	2	4	1	7	6	4	1	11 (+ 4)
	Kanagawa	2	—	—	2	7	—	—	7 (+ 5)
Kanto region Sub Total		25	25	88	138	47	25	82	154 (+ 2 3) (- 7)
	Gifu	34	—	—	34	34	—	—	34
	Shizuoka	3	—	—	3	5	—	—	5 (+ 3) (- 1)
	Aichi	213	—	—	213	223	—	—	223 (+ 1 0)
	Mie	42	—	—	42	43	—	—	43 (+ 1)
Chubu region Sub Total		292	—	—	292	305	—	—	305 (+ 1 4) (- 1)
	Shiga	15	3	—	18	18	3	—	21 (+ 3)
	Kyoto	10	14	—	24	12	14	—	26 (+ 3) (- 1)
	Osaka	29	55	—	84	36	55	—	91 (+ 7)
	Hyogo	19	38	—	57	22	37	—	59 (+ 3) (- 1)
	Nara	5	6	—	11	5	6	—	11 (+ 1) (- 1)
Kansai region Sub Total		78	116	—	194	93	115	—	208 (+ 1 7) (- 3)
Total Stores		395	141	88	624	445	140	82	667 (+ 5 4) (- 1 1)

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