



Summary of Settlement of Consolidated Accounts for the First Half of the Fiscal Year ending March 31, 2010

November 9, 2009

Isetan Mitsukoshi Holdings Ltd.

Securities code: 3099 (Listed on the First Section of Tokyo Stock Exchange and Fukuoka Stock Exchange)

(URL: <http://www.imhds.co.jp>)

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Scheduled date of filing of the quarterly financial report (Shihanki Houkokusho): November 13, 2009

Scheduled date of commencement of payment of cash dividends: -

(Figures are rounded down to the nearest million yen)

1. Consolidated Business Results for the First Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)

(1) Results of consolidated operations (cumulative)

(Percentage figures indicate changes from the previous year)

	Net Sales		Operating Income		Recurring Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
1st Half of FY2009	617,105	(12.5)	(425)	-	6,867	(64.3)	4,159	(65.9)
1st Half of FY2008	705,436	-	11,221	-	19,236	-	12,198	-

	Net Income per Share (Basic)		Net Income per Share (Diluted)	
	Yen		Yen	
1st Half of FY2009	10.73		10.72	
1st Half of FY2008	31.45		31.44	

(2) Consolidated financial position

	Total Assets		Net Assets		Shareholder's Equity Ratio		Net Assets per Share	
	Millions of yen		Millions of yen		%		Yen	
1st Half of FY2009	1,351,283		491,103		35.2		1,228.03	
FY2008	1,351,633		489,740		35.2		1,225.85	

(Reference) Shareholders' equity: 1st Half of FY2009: 476,228 million yen, FY2008: 475,369 million yen

2. Dividends

	Cash Dividend per Share (Yen)				
	First Quarter	Second Quarter	Third Quarter	Year-end	Total
	Yen				
FY2008	-	-	-	14.00	14.00
FY2009	-	-	-	-	-
FY2009 (Forecast)	-	-	-	10.00	10.00

Note: Revision to the dividend forecast in the period: No

3. Forecast of Consolidated Results for Fiscal 2009 (From April 1, 2009, to March 31, 2010)

(Percentage figures indicate changes from the same period of the previous year)

	Net Sales		Operating Income		Recurring Income		Net Income		Net income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	1,300,000	(8.9)	2,000	(89.8)	15,000	(57.2)	20,000	327.1	51.17

Note: Revision to the forecast of consolidated results in the period: Yes

The Company has revised its results forecast announced on August 7, 2009 for the fiscal year ending March 31, 2010.

4. Others

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Adoption of simplified accounting methods and special accounting treatment for preparing quarterly consolidated financial statements: Yes
Note: For details, please refer to Qualitative Information and Financial Statements 4. Other on Page 5.
- (3) Changes in accounting policies concerning preparation of quarterly consolidated financial statements
- 1) Changes in line with revision to accounting standards: Yes
- 2) Other changes: Yes
Note: For details, please refer to Qualitative Information and Financial Statements 4. Other on Page 5.
- (4) Number of shares issued and outstanding (common stock)
- 1) Number of shares issued and outstanding at the end of the period (including treasury stock)
- | | |
|---------------------|--------------------|
| 1st Half of FY2009: | 387,880,582 shares |
| FY2008: | 387,859,022 shares |
- 2) Number of shares of treasury stock at the end of the period
- | | |
|---------------------|---------------|
| 1st Half of FY2009: | 81,558 shares |
| FY2008: | 69,981 shares |
- 3) Average number of shares during the period
- | | |
|---------------------|--------------------|
| 1st Half of FY2009: | 387,785,946 shares |
| 1st Half of FY2008: | 387,801,770 shares |

Disclaimer regarding Forward-looking Statements

1. This report contains forward-looking statements, which are based on the information currently available and certain assumptions the Company considers to be reasonable. Actual results, performance, achievements or financial position may be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. Risks, uncertainties and other factors that may affect actual results, performance, achievements or financial position include, but are not limited to, the trends of demand related to the Group's business, exchange rate fluctuations, public regulations, natural disasters and accidents.
2. The "Accounting Standard for Quarterly Financial Reporting" (ASBJ Statement No. 12) and the "Guidance on Accounting Standard for Quarterly Financial Reporting" (ASBJ Guidance No. 14) have been adopted. The quarterly consolidated financial statements are prepared in accordance with "Regulations for Quarterly Consolidated Financial Statements."
3. For the calculation of the forecast of net income per share, the forecast average number of shares during the period amounting to 390,880,132 shares has been used, which is the sum of the number of shares issued and outstanding as of September 30, 2009, and the number of shares issued on October 15, 2009, by means of share-for-share exchange.

Note:

This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Qualitative Information and Financial Statements

1. Qualitative Information on the Results of Consolidated Operations

During the first half (from April 1 to September 30, 2009) of the year ending March 31, 2010 (fiscal 2009), the Japanese economy remained sluggish. Although certain indicators tended to suggest that the economy was bottoming out, a decisive economic recovery did not materialize.

The department store sector continued to experience adverse conditions as consumers became increasingly cost conscious, while competition intensified both among department store groups and between department stores and other retail formats. Department store sales in Japan have declined year on year for 19 consecutive months since March 2008.

In these circumstances, the Group forged ahead with its efforts to become “my indispensable department store” for each individual customer throughout his or her life by continually creating high quality, new lifestyles and being of use to our customers in their many different roles in life. By doing so, we also made strenuous efforts aiming to become the world’s foremost solution provider with high profitability and sustained growth. In pursuit of this goal of the Isetan Mitsukoshi Group, we implemented measures in each of our businesses to strengthen sales & marketing capabilities and enhance operational efficiency.

In the mainstay department store business, we strove to offer services and merchandise of the highest quality. Repeating the process of formulation and verification of hypotheses based on customers’ desires, we worked to cultivate new customers and needs while stimulating purchasing at each store. With the aim of raising the level of service and improving profitability through deployment of an appropriate personnel structure, we shortened opening hours at some of our stores from April 2009.

Nevertheless, as these measures could not compensate for the harsh economic environment, both revenues and profits declined.

In accordance with the Group’s store policy, operations of Mitsukoshi Ikebukuro Store and Mitsukoshi Kagoshima Store were terminated on May 6, 2009, and a decision was made to terminate operations of Isetan Kichijoji Store and 11 small outlets of Mitsukoshi in March 2010 (expected).

With regard to Marui Imai Inc. which is undergoing civil rehabilitation proceedings following the approval of commencement of the proceedings in January 2009, Sapporo Marui Imai Ltd. and Hakodate Marui Imai Ltd., which were established by the Company, acquired Marui Imai’s Sapporo operations and Hakodate operations, respectively, as of July 31, 2009, and started operation on August 1.

The credit & finance business recorded lower revenues and profits. Isetan I Card Co., Ltd., which became the Company’s direct subsidiary in April 2009, changed its name to MICARD Co. Ltd. as of September 1. To introduce its insurance services and asset management to more department store customers, MICARD opened Financierge Plaza at a site adjacent to Isetan Shinjuku Main Store in September.

Other retail & specialty store business recorded lower revenues and profits owing to sluggish personal consumption. Queen’s Isetan Co., Ltd. closed its Toyochō Store on August 31, 2009.

In the customer organization management business, Mitsukoshi Tomonokai Co., Ltd. and Isetan Clover Circle Co., Ltd. strove to enhance customer satisfaction through customer organization management at department stores.

In the other businesses segment, Group companies engaged in sales & marketing support focused on establishing highly productive operational infrastructure in order to achieve the effect of the management integration early. In April 2009, we established Isetan Mitsukoshi Business Support Ltd., a logistics subsidiary, and Isetan Mitsukoshi Human Solutions Ltd., a personnel services subsidiary.

In order to put in place a structure that accelerates optimization of the Group’s operations, Shizuoka Isetan Co., Ltd. and Niigata Isetan Co., Ltd., which had been wholly owned subsidiaries of Isetan Co., Ltd., were repositioned as the Company’s direct subsidiaries, by transferring their shares to the Company by means of absorption-type demergers as of October 1, 2009. On the same day, Iwataya Co., Ltd. was repositioned as the Company’s direct subsidiary by transferring Iwataya shares owned by Isetan Co., Ltd. to the Company by means of an absorption-type demerger. As a result of share-for-share exchange between the Company and Iwataya as of October 15, Iwataya became the Company’s wholly owned subsidiary.

Net sales for the first half of fiscal 2009 amounted to ¥617,105 million (a decrease of 12.5% compared with the same period of the previous year), an operating loss amounted to ¥425 million (a decrease of ¥11,646 million from operating income recorded for the same period of the previous year), recurring income was ¥6,867 million (a decrease of 64.3%), and net income was ¥4,159 million (a decrease of 65.9%).

Results by business segment are presented below.

Previously, the customer organization management business was included in the other businesses segment. From the end of the previous year, the customer organization management business is presented as a separate

segment and therefore changes from the same period of the previous year are not indicated for the customer organization management business.

1) Department Store Business

Segment sales amounted to ¥571,041 million, a decrease of 12.9% compared with the same period of the previous year, and operating income decreased ¥9,594 million from the figure for the same period of the previous year to ¥558 million.

2) Credit & Finance Business

Segment sales were ¥6,982 million, a decrease of 4.8% compared with the same period of the previous year, and an operating loss of ¥71 million was recorded, a ¥1,288 million decline compared with the operating income recorded for the same period of the previous year.

3) Other Retail & Specialty Store Business

Segment sales amounted to ¥29,628 million, a decrease of 6.3% compared with the same period of the previous year, and an operating loss of ¥260 million was recorded, a decrease of ¥110 million from the figure for the same period of the previous year.

4) Customer Organization Management Business

Segment sales were ¥2,250 million and an operating loss of ¥1,216 million was recorded.

5) Other Businesses

Segment sales were ¥62,116 million and operating income was ¥225 million.

2. Qualitative Information on the Changes in the Consolidated Financial Position

Assets

Current assets decreased ¥8,290 million from the end of the previous year to ¥252,566 million. The principal factors were a ¥22 million decrease in cash and bank deposits, a ¥9,701 million decrease in notes and accounts receivable-trade, and a ¥1,108 million decrease in merchandise and finished goods.

Property and equipment increased ¥7,940 million from the end of the previous year to ¥1,098,716 million. This reflected a ¥13,613 million increase in tangible fixed assets, a ¥704 million increase in intangible fixed assets, and a ¥6,377 million decrease in investments and other assets.

As a result, total assets amounted to ¥1,351,283 million, having decreased ¥349 million from the end of the previous year.

Liabilities

Current liabilities increased ¥36,851 million from the end of the previous year to ¥537,841 million. This reflected a ¥8,815 million decrease in notes and accounts payable and a ¥33,352 million increase in short-term borrowings.

Long-term liabilities decreased ¥38,563 million from the end of the previous year to ¥322,338 million. This decrease was mainly attributable to a ¥6,617 million decrease in negative goodwill. As a result, total liabilities amounted to ¥860,180 million, having decreased ¥1,711 million from the end of the previous year.

Net Assets

Net assets amounted to ¥491,103 million, having increased ¥1,362 million from the end of the previous year.

Net Assets per Share

Net assets per share were ¥1,228.03, having increased ¥2.18 from the end of the previous year.

Cash Flows

Cash and cash equivalents were ¥35,359 million, having decreased ¥6,585 million from the end of the previous year.

1) Cash flows from operating activities

Net cash provided by operating activities amounted to ¥10,416 million. Major cash inflow items included income before income taxes and minority interests amounting to ¥2,932 million, depreciation and amortization amounting to ¥11,227 million, and a ¥9,800 million decrease in receivables, whereas cash outlays included a ¥9,100 million decrease in payables.

2) Cash flows from investing activities

Net cash used in investing activities amounted to ¥18,111 million. The main items were payments for purchase of tangible fixed assets amounting to ¥10,427 million and payments for business acquisitions amounting to ¥13,125 million.

3) Cash flows from financing activities

Net cash provided by financing activities amounted to ¥7,566 million. The principal items were a ¥60,678 million increase in short-term borrowings and a ¥10,000 million increase in commercial paper, whereas repayment of long-term debt of ¥57,360 million was recorded.

3. Qualitative Information on Forecast of Consolidated Results

The Company has revised its forecast of full-year business results announced on August 7, 2009. In light of the business results for the first half of fiscal 2009, the forecast of full-year net sales has been reduced ¥10,000 million to ¥1,300,000 million. Forecasts of operating income and other profit items are unchanged as the Group intends to emphasize control of expenses.

Mitsukoshi, Ltd. has launched an early retirement special support plan, which is an expansion of the previous early retirement incentive plan with special benefits. Since it is difficult to estimate the expenses that will be incurred as a result of the expansion of the plan at this stage, this item is not included in the forecast of full-year business results.

4. Other

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation)

Not applicable

(2) Application of simplified accounting method and special accounting treatment for preparing quarterly consolidated financial statements

1. Method of calculation of depreciation of fixed assets

Depreciation expenses for assets that are depreciated using the declining balance method are calculated by dividing on a pro-rata basis the annual depreciation expenses.

2. Computing of tax expenses

Tax expenses are computed by the following procedures: first, the effective tax rate after applying tax effect accounting to income before income taxes and minority interests for the fiscal year is reasonably estimated, and then, the quarterly net income before income taxes and minority interests is multiplied by the estimated effective tax rate.

Income taxes-deferred is included in "income taxes."

(3) Any changes in accounting policies and procedures and/or the method of presentation for preparing quarterly consolidated financial statements

1. Change in the standard for recognizing revenues and costs of completed construction work

The Company previously applied the completed-contract method for recognizing revenues and costs of contracts. Effective from the first quarter of fiscal 2009, the Company has adopted the "Accounting Standard for Construction Contracts" (ASBJ Statement No.15, December 27, 2007) and the "Guidance on Accounting Standard for Construction Contracts" (ASBJ Guidance No.18, December 27, 2007). Accordingly, the Company applies the percentage-of-completion method to construction contracts commenced in the first quarter of fiscal 2009 regarding which the outcome of the construction activity up to the end of the first half of fiscal 2009 is deemed certain. (The percentage of completion is estimated based on the cost incurred as a percentage of the estimated total cost). This change had no impact on profits or losses.

2. Change in the method of depreciation of tangible fixed assets

Regarding the methods of depreciation of tangible fixed assets for the department store business segment, effective from the first quarter of fiscal 2009, the Company uniformly depreciates building fixtures and structures using the straight-line method and the declining-balance method, respectively. Taking the opportunity of management integration, the Company had reviewed the depreciation methods and prepared for the unification of the methods of depreciation of tangible fixed assets for the department store business segment, including adjustment of the fixed asset management system. The objective of the unification is to streamline consolidated administration.

As a result of this change, compared with the previous accounting treatment, selling, general and administrative expenses and an operating loss decreased ¥1,144 million and recurring income and income before income taxes and minority interests increased ¥1,144 million. Impact on the segment information is described in the section for segment information.

3. Changes in presentation

(Consolidated balance sheets)

“Reserve for loss from redemption of gift vouchers,” which was included in “allowance” under current liabilities, is presented as a separate item for the first half of fiscal 2009 because it accounted for more than 1% of total liabilities and net assets. “Reserve for loss from redemption of gift vouchers” included in “allowance” under current liabilities in the first half of the previous year amounted to ¥11,937 million.

(Consolidated statements of cash flows)

“Proceeds from sales of investment securities,” which was included in “other, net” under cash flows from investing activities, is presented as a separate item for the first half of fiscal 2009 because its materiality increased. “Proceeds from sales of investment securities” included in “other, net” under cash flows from investing activities in the first half of the previous year amounted to ¥228 million.

5. Consolidated Financial Statements**(1) Consolidated Balance Sheets**

(Millions of yen)

	1st Half of Fiscal 2009 (As of September 30, 2009)	Fiscal 2008 (As of March 31, 2009)
ASSETS		
Current assets		
Cash and bank deposits	41,080	41,102
Notes and accounts receivable–trade	94,300	104,001
Marketable securities	409	566
Merchandise and finished goods	63,832	64,940
Work in process	105	101
Raw materials and supplies	1,129	1,362
Other current assets	54,332	51,389
Less: Allowance for doubtful accounts	(2,623)	(2,606)
Total current assets	252,566	260,856
Property and equipment		
Tangible fixed assets		
Buildings and structures, net	192,815	192,378
Land	575,229	567,144
Other tangible fixed assets, net	30,380	25,288
Total tangible fixed assets	798,425	784,811
Intangible fixed assets		
Goodwill	227	273
Other intangible fixed assets	75,118	74,369
Total intangible fixed assets	75,346	74,642
Investments and other assets		
Investment securities	93,505	95,189
Other assets	133,502	138,171
Less: Allowance for doubtful accounts	(2,064)	(2,038)
Total investments and other assets	224,944	231,322
Total property and equipment	1,098,716	1,090,776
Total assets	1,351,283	1,351,633

(Millions of yen)

	1st Half of Fiscal 2009 (As of September 30, 2009)	Fiscal 2008 (As of March 31, 2009)
LIABILITIES		
Current liabilities		
Notes and accounts payable	90,189	99,004
Short-term borrowings	199,094	165,742
Income taxes payable	2,986	3,441
Reserve for loss from redemption of gift vouchers	16,858	19,228
Allowance	8,012	7,402
Other current liabilities	220,700	206,171
Total current liabilities	537,841	500,990
Long-term liabilities		
Long-term debt	7,100	37,100
Deferred tax liabilities	193,577	194,393
Reserve for accrued employees' retirement benefits	62,167	63,561
Allowance	369	448
Negative goodwill	46,320	52,937
Other long-term liabilities	12,804	12,460
Total long-term liabilities	322,338	360,902
Total liabilities	860,180	861,892
NET ASSETS		
Shareholders' equity		
Common stock	50,016	50,006
Capital surplus	319,129	319,118
Retained earnings	117,154	118,424
Less: Treasury stock	(74)	(64)
Total shareholders' equity	486,225	487,484
Valuation and translation adjustments		
Net unrealized gains (losses) on other securities	(501)	(3,016)
Deferred gains (losses) on hedges	12	(15)
Foreign currency translation adjustments	(9,508)	(9,083)
Total valuation and translation adjustments	(9,997)	(12,115)
Stock acquisition rights	710	733
Minority interests	14,164	13,637
Total net assets	491,103	489,740
Total liabilities and net assets	1,351,283	1,351,633

(2) Consolidated Statements of Income

First Half of Fiscal 2008 and 2009

(Millions of yen)

	1st Half of Fiscal 2008 (From April 1, 2008, to September 30, 2008)	1st Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)
Net sales	705,436	617,105
Cost of sales	507,778	442,606
Gross profit	197,658	174,498
Selling, general and administrative expenses	186,436	174,923
Operating income (loss)	11,221	(425)
Non-operating income		
Interest income	457	419
Dividend income	701	512
Amortization of negative goodwill	6,617	6,658
Equity in earnings of affiliates	3,296	1,417
Other non-operating income	2,365	2,505
Total non-operating income	13,439	11,513
Non-operating expenses		
Interest expenses	1,568	1,158
Loss on retirement of property and equipment	1,244	510
Other non-operating expenses	2,611	2,550
Total non-operating expenses	5,424	4,220
Recurring income	19,236	6,867
Extraordinary gain		
Gain on sales of property and equipment	—	20
Gain on sales of investment securities	54	737
Total extraordinary gain	54	758
Extraordinary loss		
Loss on valuation of inventories	1,494	—
Loss on disposal of property and equipment	372	551
Loss on valuation of investment securities	1,034	1,359
Loss on liquidation of affiliates	1,501	—
Loss on structural reforms	512	1,812
Other extraordinary loss	—	970
Total extraordinary loss	4,915	4,693
Income before income taxes and minority interests	14,374	2,932
Income taxes	1,679	(1,501)
Minority interests in earnings of consolidated subsidiaries	497	273
Net income	12,198	4,159

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	1st Half of Fiscal 2008 (From April 1, 2008, to September 30, 2008)	1st Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)
Cash flows from operating activities		
Income before income taxes and minority interest	14,374	2,932
Depreciation and amortization	12,195	11,227
Amortization of negative goodwill	(6,617)	(6,658)
Increase (decrease) in allowance for doubtful accounts	(344)	40
Increase (decrease) in reserve for accrued employees' retirement benefits	(462)	(886)
Interest and dividend income	(1,158)	(932)
Interest expenses	1,568	1,158
Equity in loss (earnings) of affiliated companies	(3,296)	(1,417)
Loss (gain) on disposal of property and equipment	372	489
Loss (gain) on sales of investment securities	(54)	(737)
Loss (gain) on valuation of investment securities	1,034	1,359
Loss on liquidation of affiliates	1,501	—
Loss on structural reforms	512	1,812
Decrease (increase) in receivables	13,339	9,800
Decrease (increase) in inventories	2,143	3,270
Increase (decrease) in payables	(17,135)	(9,100)
Increase (decrease) in accrued expenses	(2,723)	391
Other, net	(6,817)	(2,505)
Sub-total	8,431	10,245
Interest and dividend income received	3,169	3,426
Interest expense paid	(1,612)	(1,172)
Income taxes paid	(5,159)	(2,082)
Net cash provided by operating activities	4,829	10,416
Cash flows from investing activities		
Increase in fixed deposits	(6,158)	(235)
Payments for purchase of tangible fixed assets	(12,511)	(10,427)
Proceeds from sales of tangible fixed assets	5,006	140
Payments for purchase of intangible fixed assets	(3,684)	(1,076)
Payments for purchase of investment securities	(6,053)	(216)
Proceeds from sales of investment securities	—	1,030
Payments for transfer of business	—	(13,125)
Proceeds from collection of lease and guarantee deposits	7,607	2,056
Other, net	661	3,742
Net cash used in investing activities	(15,132)	(18,111)

(Millions of yen)

	1st Half of Fiscal 2008 (From April 1, 2008, to September 30, 2008)	1st Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	25,973	60,678
Repayment of long-term debt	(22,718)	(57,360)
Redemption of bonds	(10,000)	—
Increase (decrease) in commercial paper	21,000	10,000
Dividends paid	(1,994)	(5,365)
Other, net	(172)	(386)
Net cash provided by financing activities	12,088	7,566
Effect of exchange rate changes on cash and cash equivalents	(293)	737
Net increase (decrease) in cash and cash equivalents	1,492	609
Cash and cash equivalents at beginning of period	27,208	34,749
Increase in cash and cash equivalents by share transfers	13,244	—
Cash and cash equivalents at end of period	41,944	35,359

(4) Notes on going concern assumption

First Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)

Not applicable

(5) Segment information

Business segment information

First Half of Fiscal 2008 (From April 1, 2008, to September 30, 2008)

(Millions of yen)

	Department store business	Credit & finance business	Other retail & specialty store business	Other businesses	Total	Elimination or corporate	Consolidated total
Sales							
(1) Sales to outside customers	655,163	4,679	26,722	18,870	705,436	—	705,436
(2) Intersegment sales or transfer	288	2,655	4,904	55,353	63,201	(63,201)	—
Total	655,451	7,335	31,627	74,223	768,638	(63,201)	705,436
Operating income (loss)	10,153	1,216	(150)	779	11,999	(777)	11,221

Notes:

- Business segments are based on the segments defined for internal management purposes.
- Details of each business segment are as follows:
 - Department store business: Sales of apparel, accessories, household and sundry goods, and foods
 - Credit & finance business: Credit cards, money lending, brokerage of non-life insurance, and businesses concerning solicitation for life insurance
 - Other retail & specialty store business: Sales of ladies' wear, foods, dry goods (clothing and textiles), and household goods
 - Other businesses: Management of real estate, services of manufacturing, exporting, importing, wholesaling, distribution, temporary personnel, and data processing

First Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)

(Millions of yen)

	Department store business	Credit & finance business	Other retail & specialty store business	Customer organization management business	Other businesses	Total	Elimination or corporate	Consolidated total
Sales								
(1) Sales to outside customers	570,840	4,541	25,005	133	16,584	617,105	—	617,105
(2) Intersegment sales or transfer	200	2,441	4,623	2,117	45,531	54,914	(54,914)	—
Total	571,041	6,982	29,628	2,250	62,116	672,020	(54,914)	617,105
Operating income (loss)	558	(71)	(260)	(1,216)	225	(765)	339	(425)

Notes:

- Business segments are based on the segments defined for internal management purposes.
- Details of each business segment are as follows:
 - Department store business: Sales of apparel, accessories, household and sundry goods, and foods
 - Credit & finance business: Credit cards, money lending, brokerage of non-life insurance, and businesses concerning solicitation for life insurance
 - Other retail & specialty store business: Sales of ladies' wear, foods, dry goods (clothing and textiles), and household goods
 - Customer organization management business: Operation of Customer organization management business
 - Other businesses: Management of real estate, services of manufacturing, exporting, importing, wholesaling, distribution, temporary personnel, and data processing
- 1) Regarding the methods of depreciation of tangible fixed assets for the department store business segment, effective from the first quarter of fiscal 2009, the Company uniformly depreciates building fixtures and structures using the straight-line method and the declining-balance method, respectively.
As a result of this change, compared with the previous accounting treatment, the operating loss decreased ¥1,144 million.
- 2) Customer organization management business, which was included in "other businesses" until the third quarter of the previous fiscal year, is presented as a separate segment "customer organization management business" from the end of the previous fiscal year onward because the operating loss attributable to customer organization management business exceeded 10% of the total operating loss of the "other businesses" segment. Sales and the operating loss of "customer organization management business" included in the "other businesses" segment in the first half of fiscal 2008 amounted to ¥2,367 million (of which sales to outside customers amounted to ¥185 million) and ¥1,358 million, respectively.

Geographical segment information

First Half of Fiscal 2008 (From April 1, 2008, to September 30, 2008)

Geographical segment information is not provided since Japan accounted for over 90% of total sales of all segments.

First Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)

Geographical segment information is not provided since Japan accounted for over 90% of total sales of all segments.

Overseas sales

First Half of Fiscal 2008 (From April 1, 2008, to September 30, 2008)

Information on overseas sales is not provided since overseas sales accounted for less than 10% of consolidated net sales for the first half of fiscal 2008.

First Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)

Information on overseas sales is not provided since overseas sales accounted for less than 10% of consolidated net sales for the first half of fiscal 2009.

(6) Notes on significant changes in the amount of shareholders' equity (if any)

First Half of Fiscal 2009 (From April 1, 2009, to September 30, 2009)

Not applicable