

Summary of Consolidated Financial Statements for the First Half of Fiscal 2010, the Year Ending February 28, 2010.

Circle K Sunkus Co., Ltd.

Securities Code Number: 3337

URL: <http://www.circleksunkus.jp>

Representative: Motohiko Nakamura, President

Contact: Toshitaka Yamaguchi, Director, Head of Finance and Accounting Division

Phone: +81-3-6220-9005

Stock exchange listings: The first section of the Tokyo Stock Exchange and Nagoya Stock Exchange

Date of dividend payment: November 20, 2009

1. Consolidated Results for the First Half of Fiscal 2010 (March 1, 2009 to August 31, 2009)

(1) Consolidated Operating Results

Notes: All amounts less than one million yen have been omitted.

	Operating revenue		Operating income		Recurring profit	
	¥ Million	Change %	¥ Million	Change %	¥ Million	Change %
Fiscal 2010 First Half	101,986	-	9,590	-	9,282	-
Fiscal 2009 First Half	109,017	4.3	13,709	18.5	13,595	22.4

	Net Income		Net income per share	Diluted net income per share
	¥ Million	Change %	Yen	Yen
Fiscal 2010 First Half	3,297	-	39.37	-
Fiscal 2009 First Half	5,871	30.9	70.10	-

(Reference) Total store sales (¥ Million)

Fiscal 2010 First Half: 467,526 (-)

Fiscal 2009 First Half: 476,457 (+2.8% year-on-year)

(2) Consolidated Financial Position

	Total liabilities and equity	Total equity	Equity ratio	Total equity per share
	¥ Million	¥ Million	%	Yen
Fiscal 2010 First Half	238,773	132,311	55.4	1,579.75
Fiscal 2009 First Half	222,305	130,656	58.8	1,559.97

(Reference) Shareholders' equity (¥ Million)

Fiscal 2010 First Half: 132,311

Fiscal 2009 First Half: 130,656

2. Dividends Status

Record date	Dividends per share (yen)				
	1st Quarter	2nd Quarter	3rd Quarter	Fiscal year	Annual
Fiscal 2009	-	20.00	-	20.00	40.00
Fiscal 2010	-	20.00			
Fiscal 2010 (plan)			-	20.00	40.00

(Note) Revisions of dividends forecasts in the period under review : None

3. Forecast of Consolidated Results for the Year Ending February 28, 2010

	Operating revenue		Operating income		Recurring profit		Net income		Net income per share
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	Yen
Fiscal 2010	199,980	(6.3)	16,290	(29.2)	15,500	(31.3)	6,200	(34.3)	74.02

(Note) Revisions of consolidated business forecasts in the period under review : Yes

4. Other

(1) Significant changes in subsidiaries during the period under review (changes in certain specified subsidiaries resulting in revised scope of consolidation) : None

(2) Adoption of simplified accounting treatment and special accounting treatment for the preparation of quarterly consolidated financial statements : None

* Please see page 6, “Qualitative Information Concerning Consolidated Operating Results 4. Note in detail.

(3) Changes in accounting principles, procedures and presentation methods associated with the preparation of quarterly consolidated financial statements (significant changes in the basis of presenting quarterly consolidated financial statements)

1) Changes due to revision of accounting standards: Yes

2) Changes other than 1) : Yes

* Please see page 6, “Qualitative Information Concerning Consolidated Operating Results 4. Note in detail.

(4) Shares outstanding

1. Number of shares outstanding at end of period (Including treasury stock)	Fiscal 2010 First Half	86,183,226 shares
	Fiscal 2009	86,183,226 shares
2. Number of shares of treasury stock at end of period	Fiscal 2010 First Half	2,428,792 shares
	Fiscal 2009	2,427,385 shares
3. Average number of shares outstanding during period	Fiscal 2010 First Half	83,754,960 shares
	Fiscal 2009 First Half	83,757,343 shares

*Statement regarding appropriate use of business outlook and other special remarks:

(Adoption of Accounting Standards for Quarterly Consolidated Financial Statements)

Effective from the current fiscal year, the Company has adopted the “Accounting Standards for Quarterly Consolidated Financial Statements” (Accounting Standards Board of Japan (ASBJ) Statement No. 12) and the “Implementation Guidance for the Accounting Standards for Quarterly Financial Statements” (ASBJ Implementation Guidance No. 14). The Company also prepares quarterly consolidated financial statements by following the “Rules for Quarterly Consolidated Financial Statements.”

(Cautionary Statement Regarding Forward-looking Statements)

The above forecasts of business results are based on information available to management at the present time and are subject to considerable uncertainties. Actual results may differ materially from the above forecasts due to changes in performance and various other factors.

(Reference) Forecast of Non-Consolidated Results for the Year Ending February 28, 2010

	Operating revenue		Operating income		Recurring profit		Net income		Net income per share
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	Yen
Fiscal 2010	174,810	(8.4)	16,270	(29.8)	15,000	(31.8)	5,800	(29.9)	69.25

(Note) Revisions of non-consolidated business forecasts in the period under review : Yes

*Statement regarding appropriate use of business outlook and other special remarks:

(Cautionary Statement Regarding Forward-looking Statements)

The above forecasts of business results are based on information available to management at the present time and are subject to considerable uncertainties. Actual results may differ materially from the above forecasts due to changes in performance and various other factors.

[Qualitative Information and Financial Statements]

1. Qualitative Information Concerning Consolidated Operating Results

(Operating Results for the First Half of Fiscal 2010)

In the first half of the fiscal year ending February 28, 2010, the Japanese economy saw signs of improvement in some areas, such as positive real GDP growth recorded in the April-June quarter of 2009 for the first time in five quarters. However, consumer spending was generally weak, as the corporate sector continued to adjust employment levels and curb payrolls. There are increasingly stronger consumer preferences for low prices as consumers become even more conscious of the need to tighten their belts to maintain their standard of living.

In this climate, in the first half of fiscal 2010, total operating revenues at Circle K Sunkus Co., Ltd. for the second quarter declined 6.4% year on year to ¥101,986 million, due to decreases in sales at Company-owned stores and in revenues from franchised stores. Operating income decreased 30.0% to ¥9,590 million, due to higher selling, general and administrative (SG&A) expenses mainly as a result of an increase in depreciation and amortization. Recurring profit fell 31.7% to ¥9,282 million. Because of extraordinary losses of ¥3,373 million, mainly reflecting impairment losses, net income decreased 43.8% to ¥3,297 million.

The following is an overview by business segment.

[Convenience Store Business]

In the first half of fiscal 2010, Circle K Sunkus posted lackluster sales of summer products such as chilled noodles, ice cream and soft drinks, mainly due to unfavorable weather conditions such as an extended rainy season and mild summer in July and August. In addition, as competition intensified with discount food supermarket stores and other retailers due to increasingly stronger consumer preferences for lower prices amid weak consumer spending, the Company recorded a large drop in sales of mainstay fast food such as rice dishes and sandwiches.

As a result, existing store sales in the first half of fiscal 2010 (on a non-consolidated basis) decreased 3.3% year on year. Consequently, total store sales, including Circle K Sunkus' five consolidated subsidiaries in the convenience store business, decreased 1.9% year on year to ¥467,526 million.

The average product markup (on a non-consolidated basis) for Circle K Sunkus in the first half of fiscal 2010 decreased 0.74 of a percentage point year on year to 27.71%, the result of a decrease in sales in categories with relatively high product markups such as fast food, perishable food and processed food, and an increase in sales of low-margin tobacco products, which accounted for a larger share of overall sales.

Summary of Store Performance (March 1, 2009 to August 31, 2009)

	Non-consolidated	Consolidated		Total
		Four area franchisers total	99 Ichiba	
Total store sales (¥ million)	441,864	20,320	5,340	467,526
Year-on-year (YoY) change (%)	(2.3)	2.4	17.6	(1.9)
YoY change in existing store sales (%)	(3.3)	-	-	-
Average product markup (%)	27.71	-	-	-
Stores opened	140	6	9	155
Stores closed	127	3	3	133
Total stores at period-end	4,952	266	67	5,285

*The above "four area franchisers total" is the sum of results for four subsidiaries, namely Sunkus Nishi-Saitama Co., Ltd., Sunkus Aomori Co., Ltd., Sunkus Kitakanto Co., Ltd. and Sunkus Nishi-Shikoku Co., Ltd.

On the store operations front, Circle K Sunkus implemented a range of franchisee support measures with the aim of building strong partnerships among Head Office and franchisees. For example, we began the “Franchised Store Staffing System” to provide staff placement services to franchised stores, and a “listening” initiative to directly convey the views and requests of franchisees to management. These efforts have led to speedy operational and management improvements.

On the product front, Circle K Sunkus worked to develop its hallmark brands: the rubetta pasta series, the Cherie Dolce original dessert selection and the Magokoro Jikomi Oishii Pan Seikatsu original baked goods lineup. In addition, countertop fast foods were strengthened by the ongoing installation of in-store fryers as a means of offering stronger product lineups that better reflect the location characteristics of each store. Furthermore, in March, Circle K Sunkus began offering the +KACHIAL brand of high-value-added original products jointly developed with the Uny Group, and expanded the introduction of the e-price lineup of low-priced original products. To satisfy the needs of customers preferring low prices, from April the Company also began offering the Genki Ouen Bento series of ¥400-¥500 boxed lunches at the value price of ¥380, with the view to boosting overall rice dish category orders and sales. Aiming to develop better regional products, Circle K Sunkus continued to enhance the MOT Project, a plan to develop “locally produced, locally consumed” products, with expansion to the Chukyo, Akita, Iwate and Setouchi regions. Circle K Sunkus also signed comprehensive partnership and cooperation agreements with Shizuoka, Kagoshima, Ehime, Aichi, Akita, Iwate, Okayama, Miyagi and Kochi prefectures. These agreements are designed to promote close mutual partnership and cooperation between Circle K Sunkus and each prefectural government in many different fields ranging from “locally produced, locally consumed” product initiatives using local agricultural produce to tourism, the environment, and disaster readiness.

Turning to services, in March 2009 Circle K Sunkus began offering lottery ticket sales for the Sports Promotion Lottery “toto” via KARUWAZA STATION in-store multimedia terminals. Ticket sale services via these terminals also commenced in July. Furthermore, Circle K Sunkus began the installation of its unique “Bank Time” ATMs for the first time at certain stores in Ishikawa, Fukui, Miyagi, Fukushima and Fukuoka prefectures.

In terms of store development, Circle K Sunkus began opening its first stores in Fukuoka Prefecture from July, bringing the number of prefectures where the Circle K Sunkus Group has opened stores to 38, including non-consolidated area franchisers. Because the “Venture Employee System,” incentive plan for managing multiple stores and other programs have been functioning effectively, there has also been steady progress with signing up and nurturing new franchisee candidates. Consequently, in the first half of fiscal 2010, Circle K Sunkus opened 155 stores on a consolidated basis, bringing the total number of stores as of August 31, 2009 to 5,285, a net increase of 22 stores compared with February 28, 2009. In addition, the total number of stores for the entire Circle K Sunkus Group, including non-consolidated area franchisers, was 6,263.

[Other Businesses]

In other businesses, ZERO NETWORKS Co., Ltd. is contracted to conduct ATM operations. In the first half of fiscal 2010, ZERO NETWORKS recorded total operating revenues of ¥2,830 million, up 6.2% year on year. As of August 31, 2009, the company had installed a total of 3,687 ATMs.

[Outlook for Fiscal 2010]

For the full fiscal year, the outlook for the Japanese economy is for a continuation of weak improvement in employment and personal income levels, and also in consumer spending, despite some positive signs such as an upturn in exports as the global economy bottoms out, and high hopes for government financial assistance for households following the change in Japan's ruling party. In this context, the convenience store industry will face an increasingly difficult business environment. In the second half of fiscal 2010, Circle K Sunkus will focus on rigorously reducing the inefficient spending of operating expenses, while concentrating this spending on key initiatives such as key measures to improve sales capabilities and support franchisees.

In November 2009, Circle K Sunkus' Cherie Dolce original dessert selection will celebrate the second anniversary of its launch. To mark the occasion, the all-new Cherie Dolce α series of room-temperature-type semi-fresh (hannamagashi) and baked confectionery will be unveiled to further enhance brand power. At the same time, a large-scale sales promotion event and campaign will be held under the banner of the Cherie Dolce Second Anniversary Festival. Aiming to address the recent shift in consumer preferences to low prices and to boost rice dish category sales, Circle K Sunkus will offer products with superior taste and quality relative to price with the launch of the Otegoro Bento series of value-priced boxed lunches at ¥398. In an initiative to develop product packages that better reflect the location characteristics of each store, the Company will step up sales of imported confectionery, freshly baked goods and other products, in addition to expanding the installation of freshly brewed coffee dispensers to 800 stores. Furthermore, installation of KARUWAZA STATION in-store multimedia terminals was completed at all stores (except for certain locations). Through these terminals, in September 2009, Circle K Sunkus will begin offering a new prize money payback service for the Sports Promotion Lottery "toto." Going forward, the Company will continue phasing in attractive new content via KARUWAZA STATION terminals to enhance customer convenience.

Store Operating Performance Forecasts (March 1, 2009 to February 28, 2010)

	Non-consolidated	Consolidated		Total
		Four area franchisers total	99 Ichiba	
Total store sales (¥ million)	868,840	40,281	11,021	920,140
Year-on-year (YoY) change (%)	(2.5)	1.5	13.7	(2.1)
YoY change in existing store sales (%)	(3.9)	-	-	-
Average product markup (%)	27.81	-	-	-
Stores opened	290	21	10	321
Stores closed	270	7	3	280
Total stores at period-end	4,959	277	68	5,304

*The above "four area franchisers total" is the sum of results for four subsidiaries, namely Sunkus Nishi-Saitama Co., Ltd., Sunkus Aomori Co., Ltd., Sunkus Kitakanto Co., Ltd. and Sunkus Nishi-Shikoku Co., Ltd.

For fiscal 2010, Circle K Sunkus is forecasting total operating revenues of ¥199,980 million on a consolidated basis, a decrease of 6.3% year on year. On the earnings front, Circle K Sunkus is projecting consolidated operating income of ¥16,290 million, down 29.2% year on year, recurring profit of ¥15,500 million, down 31.3% year on year, and net income of ¥6,200 million, down 34.3% year on year.

Note: Figures given for year-on-year changes are provided for reference.

2. Qualitative Information Concerning Consolidated Financial Position

Changes in Consolidated Financial Position

(Assets)

Current assets amounted to ¥102,949 million, an increase of 11.5% from the previous fiscal year, mainly due to increases in marketable securities and other accounts receivable.

Fixed assets amounted to ¥135,823 million, an increase of 4.5% from the previous fiscal year, due to an increase in lease assets accompanying the application of the “Accounting Standards for Lease Transactions”

As a result, total assets amounted to ¥238,773 million, an increase of 7.4% from the end of the previous fiscal year.

(Liabilities)

Current liabilities amounted to ¥87,020 million, an increase of 12.9% from the previous fiscal year, mainly due to increases in trade payables and deposits.

Long-term liabilities amounted to ¥19,442 million, an increase of 33.6% from the previous fiscal year, due to an increase in lease liabilities accompanying the application of the “Accounting Standards for Lease Transactions”

As a result, total liabilities amounted to ¥106,462 million, an increase of 16.2% from the end of the previous fiscal year.

(Net Assets)

Net assets amounted to ¥132,311 million, an increase of 1.3% from the end of the previous fiscal year.

3. Qualitative Information Concerning the Consolidated Earnings Projections

Circle K Sunkus has revised its business forecasts announced on September 24, 2009, after reviewing its full-year business forecasts in light of the business environment and other factors.

For fiscal 2010, Circle K Sunkus is forecasting total consolidated operating revenues of ¥199,980 million, consolidated operating income of ¥16,290 million, recurring profit of ¥15,500 million, and net income of ¥6,200 million on a consolidated basis.

Furthermore, for fiscal 2010, Circle K Sunkus is forecasting total consolidated operating revenues of ¥174,810 million, consolidated operating income of ¥16,270 million, recurring profit of ¥15,000 million, and net income of ¥5,800 million on non-consolidated basis.

4. Others

(1) Changes in the status of important subsidiaries during the quarter (changes in the status of specified subsidiaries resulting in changes in the scope of consolidation): None

(2) Application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements

1) Simplified accounting methods

[Calculation of Depreciation of Property and Equipment]

For assets depreciated by the declining balance method, depreciation is calculated based on a method in which the amount of depreciation for the full fiscal year is proportionately allocated to the fiscal period under review.

[Calculation of income taxes, deferred tax assets and deferred tax liabilities]

Corporation taxes and other Income taxes are calculated based on a method that only takes into account material adjustment items and tax-deducted items as significant.

The collectability of deferred tax assets is determined by a method based on the future earnings projections used in the previous fiscal year, as the business environment and temporary differences were not considered to have changed significantly from the end of the previous fiscal year.

2) Special accounting methods in the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting principles, procedures and presentation methods in the preparation of quarterly consolidated financial statements

1) Accounting standards, etc. for quarterly financial statements

Effective from the current fiscal year, Circle K Sunkus has applied the “Accounting Standards for Quarterly Financial Statements” (Accounting Standards Board of Japan (“ASBJ”) Statement No. 12) and the “Guidance on Accounting Standards for Quarterly Financial Statements” (ASBJ Guidance No. 14). In addition, the quarterly consolidated financial statements are prepared in accordance with the “Regulations for Quarterly Consolidated Financial Statements.”

2) Accounting standards, etc. for lease transactions

Circle K Sunkus used to account for financing lease transactions that do not transfer ownership of the leased property to the lessee by an accounting method based on the method used for ordinary lease transactions. However, the “Accounting Standards for Lease Transactions” (ASBJ Statement No. 13, originally issued on June 17, 1993 and revised on March 30, 2007 by the Accounting Standards Board of Japan) and the “Guidance on Accounting Standards for Lease Transactions” (ASBJ Guidance No. 16, originally issued on January 18, 1994 and revised on March 30, 2007 by the Accounting Standards Board of Japan) can now be applied to the preparation of quarterly consolidated financial statements related to fiscal years beginning on and after April 1, 2008. In line with this change, effective from the first quarter of the fiscal year under review, Circle K Sunkus has applied these accounting standards, etc. for lease transactions and has switched to an accounting method that is based on the method used for ordinary purchases and sales transactions.

Furthermore, lease assets with respect to financing lease transactions that do not transfer ownership are depreciated by the straight line method, where the lease period is considered to be the useful life of the asset and the residual value is set at zero.

For financing lease transactions that do not transfer ownership and whose lease commencement date fell before the start of the fiscal year when these revised lease transaction standards were first applied, Circle K Sunkus continues to use an accounting method based on the method used for ordinary lease transactions.

As a result of this change, operating income increased ¥29 million, and recurring profit and income before income taxes both decreased ¥25 million.

3) Application of accounting standards for measurement of inventories

Effective from the first quarter of the current fiscal year, Circle K Sunkus has applied the “Accounting Standards for Measurement of Inventories” (ASBJ Statement No. 9, July 5, 2006). The measurement method has been changed from the cost method to the cost method (the carrying value on the balance sheet is written down to reflect the effect of lower profit margins).

As a result of this change, in comparison with the previous method, gross profit, operating income, recurring profit and income before income taxes all decreased ¥80 million.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

Notes: All amounts less than one million yen have been omitted.

(Millions of yen)

	Fiscal 2010 First Half (As of August 31, 2009)	Fiscal 2009 (As of February 28, 2009)
(ASSETS)		
Current assets		
Cash and cash equivalents	56,420	51,993
Due from franchised stores	2,555	3,542
Marketable securities	23,025	17,023
Inventories	2,141	2,494
Deferred tax assets	899	1,288
Other accounts receivable	9,264	7,575
Other current assets	8,832	8,760
Allowance for doubtful accounts	(190)	(351)
Total current assets	102,949	92,328
Fixed assets		
Property and equipment		
Buildings and structures (net)	35,106	35,263
Furniture and fixtures (net)	4,854	4,989
Land	8,415	8,504
Leased assets (net)	7,903	-
Other property and equipment (net)	199	815
Total property and equipment	56,479	49,572
Intangible fixed assets		
Software	8,542	7,593
Software development in progress	761	1,222
Other intangible fixed assets	3,379	3,272
Total intangible fixed assets	12,683	12,088
Investments and other assets		
Investment securities	4,875	4,949
Deferred tax assets	4,108	3,275
Long-term leasehold deposits	51,008	52,935
Other investments	8,127	8,636
Allowance for doubtful accounts	(1,459)	(1,481)
Total investments and other assets	66,660	68,315
Total fixed assets	135,823	129,976
Total assets	238,773	222,305

(Millions of yen)

	Fiscal 2010 First Half (As of August 31, 2009)	Fiscal 2009 (As of February 28, 2009)
(LIABILITIES)		
Current liabilities		
Trade payables	40,321	34,281
Due to franchised stores	3,666	2,038
Other accounts payable	6,672	8,129
Income taxes payable	3,339	4,474
Money held as agent	28,805	24,930
Accrued employees' bonuses	813	826
Other current liabilities	3,400	2,411
Total current liabilities	87,020	77,091
Long-term liabilities		
Lease Obligations	4,867	-
Allowance for employees' retirement benefit liability	343	374
Long-term guarantee deposits received	10,897	10,978
Long-term allowance for impairment loss on leased assets	986	818
Other long-term liabilities	2,346	2,386
Total long-term liabilities	19,442	14,556
Total liabilities	106,462	91,648
(NET ASSETS)		
Shareholder's equity		
Common stock	8,380	8,380
Capital surplus	36,093	36,093
Retained earnings	92,340	90,721
Less, treasury stock, at cost	(5,030)	(5,028)
Total shareholders' equity	131,784	130,166
Unrealized gains or losses and translation differences, etc.		
Net unrealized gains on available-for-sale securities	527	489
Total unrealized gains or losses and translation differences, etc.	527	489
Total equity	132,311	130,656
Total liabilities and net assets	238,773	222,305

(2) Consolidated Statements of Income

Notes: All amounts less than one million yen have been omitted.

(Millions of yen)

	Fiscal 2010 First Half (From March 1, 2009 to August 31, 2009)
Operating revenues	57,632
Franchise commissions from franchised stores	51,623
Other revenues	6,009
Net sales of company-owned stores	44,353
Total operating revenues	101,986
Cost of goods sold	34,226
Operating gross profit	67,759
Selling, general and administrative expenses	58,169
Employees' salaries and bonuses	8,092
Provision for bonuses	813
Provision of allowance for employees' retirement benefit	480
Store leasing expenses	25,113
Depreciation and amortization	4,864
Other Selling, general and administrative expenses	18,805
Operating income	9,590
Non-operating income	555
Interest income	283
Dividend income	77
Compensation income	73
Equity in earnings of affiliates	56
Other non-operating income	63
Non-operating expenses	862
Interest expenses	77
Lease contract cancellation expenses	754
Other non-operating expenses	30
Recurring profit	9,282
Extraordinary gains	150
Gain on sales of property and equipment	54
Reversal of allowance for doubtful accounts	96
Extraordinary losses	3,373
Loss on disposal of property and equipment	214
Impairment loss on fixed assets	3,112
Other extraordinary losses	46
Income before income taxes	6,059
Income taxes-current	3,237
Income taxes-deferred	(475)
Total Income taxes	2,762
Net income	3,297

Effective from the current fiscal year, the Company has adopted the “Accounting Standards for Quarterly Consolidated Financial Statements” (Accounting Standards Board of Japan (ASBJ) Statement No. 12) and the “Implementation Guidance for the Accounting Standards for Quarterly Financial Statements” (ASBJ Implementation Guidance No. 14). The Company also prepares quarterly consolidated financial statements by following the “Rules for Quarterly Consolidated Financial Statements.”

(3) Note Concerning Going Concern Assumption

Not applicable.

(4) Business Segment Information

The First Half of Fiscal 2010 (March 1, 2009 to August 31, 2009)

[Business Segment Information]

The Convenience Store Business accounts for more than 90% of total operating revenues and operating income for all segments. Accordingly, business segment information has been omitted.

[Geographical Segment Information]

No information is shown since Circle K Sunkus does not have any overseas consolidated subsidiaries or overseas branch offices.

[Overseas Sales]

No information is shown since Circle K Sunkus has no overseas sales.

(5) Note in the Event of a Marked Change in the Amount of Shareholders' Equity

Not applicable.

(Reference)**Consolidated Statements of Income for the First Half of Fiscal 2009**

Notes: All amounts less than one million yen have been omitted.

(Millions of yen)

	Fiscal 2009 First Half (From March 1, 2008 to August 31, 2008)	
1. Operating revenues		
Franchise commissions from franchised stores	53,225	
{ Net sales reported by Franchised stores (Figures for excluding non-consolidated area franchised stores.) Fiscal 2009 First Half: ¥ 429,044 million		
{ Total net sales of franchised and company-owned stores (Figures for exclude non-Consolidated area franchised stores.) Fiscal 2009 First Half: ¥ 476,457 million		
Other revenues	6,015	59,241
2. Net sales of company-owned stores	[49,775]	49,775
Total operating revenues		109,017
3. Cost of goods sold	[38,051]	38,051
Gross profit on sales	[11,724]	
Operating gross profit		70,965
4. Selling, general and administrative Expenses		57,256
Operating income		13,709
5. Non-operating income		698
6. Non-operating expenses		812
Recurring profit		13,595
7. Extraordinary gains		187
8. Extraordinary losses		3,317
Income before income taxes		10,466
Income taxes-current	5,098	
Income taxes-deferred	(480)	4,618
Minority interest in earnings of consolidated subsidiaries		(24)
Net Income		5,871