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**Summary of Financial Condition and Business Results**  
**for the First Quarter Ended June 30, 2006\***  
**(Consolidated)**

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Corporate Name:	UNITED ARROWS LTD.
URL:	<a href="http://www.united-arrows.co.jp/">http:// www.united-arrows.co.jp/</a>
Registered Name:	U-Arrows
Code Number:	7606
Securities Traded	The Tokyo Stock Exchange, First Section
Location of Headquarters:	Tokyo
Contact:	Representative; Tetsuya Iwaki, President and COO Yuko Sajima, Department Manager, Finance & Accounting Department
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\*The “Summary of Financial Condition and Business Results for the first quarter ended June 30, 2006 (Consolidated)” is an English translation of the original Japanese version. If any doubts arise as to the interpretation of this English version, the Japanese version shall take precedence.

## 1. Matters relating to prepare quarterly consolidated financial statements

The adoption of simple method in accounting procedure: None

The change of accounting procedure in the latest consolidated business year: None

The change in scope of consolidation and application of equity method: None

## 2. Financial conditions and business results for the first quarter ended June 30, 2006 (from April 1, 2006 to June 30, 2006)

As the form of consolidated financial statement has been used from the third quarter fiscal year ended March 2006, the first quarter fiscal year ended March 2006 results have not been included.

### (1) Consolidated business performance

Note: A fractional sum less than one million yen is discarded.

First quarter ended June	Sales		Operating income		Ordinary income		Net income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
2007	13,281	-	1,927	-	1,924	-	1,075	-
2006	-	-	-	-	-	-	-	-
Ref.) FY ended March 31, 2006	53,813	-	7,663	-	7,639	-	4,076	-

First quarter ended June	Net income per share	Net income per share after adjusting dilutive shares
	Yen	yen
2007	26.07	25.75
2006	-	-
Ref.) FY ended March 31, 2006	183.99	181.40

Notes: 1. The percentage representing sales, operating income, etc. is a change over the previous first quarter.

Notes: 2. Common stocks were split two for one on April 1, 2006.

Notes: 3. Net income and net income per share after adjusting dilutive shares for fiscal year ended March 2006 were 91.99 yen and 90.70 yen, respectively, calculated assuming the company splits its stock at the beginning of the fiscal year.

## Qualitative information regarding the progress situation of operating results (consolidated)

Japanese economy during the first quarter of the current fiscal year (from April 1, 2006 to June 30, 2006) showed gradual upturn trends both in employment and earnings along with a general improvement in corporate performance. However, personal consumption did not expand as expected due to upsurge in oil prices, raw materials, uptrend in interest rates and stagnation in stock prices etc.

In addition, unstable weather factors during the quarter damaged the overall business performance of apparel companies and retailers.

Despite such unfavorable circumstances, our business group implemented a variety of decisive measures focusing on company-wide key strategies: promotion of weekly MD (merchandising = product planning), strengthening of self-planned products, strengthening of CRM (Customer Relationship Management) and expansion

of sales by improving the efficiency of store front services, thereby establishing a solid foundation to ensure sustainable growth of the company.

Although number of customers did not show large growth due to weather factors etc., with respect to sales trends of UNITED ARROWS LTD. on non-consolidated basis, sales increased to 12,683 million yen which was 106.3% YoY thanks to improvement of per-customer spending etc. Also, in respect of opening of new shops, we have newly opened 2 shops of "Another Edition" dealing in women's apparel and opened 1 shop of "Odette é Odile UNITED ARROWS" dealing in women's shoes and sundry goods, thus the number of existing shops has totaled up to 82 at the end of first quarter of the fiscal year. As a result, on consolidated basis, sales for the first quarter of the current fiscal year rose to 13,281 million yen, operating income increased to 1,927 million yen, ordinary income grew to 1,924 million yen, and net income totaled 1,075 million yen.

## (2) Consolidated financial conditions

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
First quarter ended June	¥million	¥million	%	yen
2007	34,416	15,323	44.5	370.59
2006	-	-	-	-
Ref.) FY ended March 31, 2006	35,334	14,565	41.2	702.65

Notes: 1. "Standards for Presentation of Net Assets in the Balance Sheet" (No. 5 Accounting Standards for Business Enterprises December 9, 2005) in the Balance Sheet" and "Application Guidelines for Accounting Standards for Presentation of Net Assets" (No. 8 Application Guidelines in Accounting Standards for Business Enterprises December 9, 2005), both of which the company adopted from this first quarter of the current fiscal year, are not applied to figures in consolidated financial statements as of fiscal year ended March 31, 2005.

Notes: 2. Common stocks were split two for one on April 1, 2006.

Notes: 3. Shareholders equity per share for the year ended March 31, 2006 was 351.33 yen, if calculated assuming the company split its stock at the beginning of that fiscal year.

## (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
First quarter ended June	¥ million	¥ million	¥ million	¥ million
2007	(553)	(590)	(36)	6,469
2006	-	-	-	-
Ref.) FY ended March 31, 2006	6,596	(3,423)	648	7,650

**References: Financial conditions and business results for the first quarter ended June 30, 2006****(from April 1, 2006 to June 30, 2006)****(1) Financial results (Non-consolidated)**

Note: A fractional sum less than one million yen is discarded.

First quarter ended June	Sales		Operating income		Ordinary income		Net income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
2007	12,683	6.3	1,865	(1.7)	1,869	(2.7)	1,097	(1.6)
2006	11,928	18.4	1,897	45.3	1,921	46.6	1,115	45.4
Ref.) FY ended March 31, 2006	52,610	-	7,487	-	7,442	-	4,032	-

**Financial condition (Non-Consolidated)**

First quarter ended June	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	¥million	¥million	%	yen
2007	33,894	15,302	45.1	370.08
2006	27,109	19,635	72.4	890.83
Ref.) FY ended March 31, 2006	34,649	14,520	41.9	700.48

Notes: 1. "Standards for Presentation of Net Assets in the Balance Sheet" (No. 5 Accounting Standards for Business Enterprises December 9, 2005) in the Balance Sheet" and "Application Guidelines for Accounting Standards for Presentation of Net Assets" (No. 8 Application Guidelines in Accounting Standards for Business Enterprises December 9, 2005), both of which the company adopted from this first quarter of the current fiscal year, are not applied to figures in consolidated financial statements in fiscal year ended March 2005 and the first quarter of fiscal year ended March 2005.

Notes: 2.Common stocks were split two for one on April 1, 2006.

**3. Forecast of results for fiscal year ending March 31, 2007****(Consolidated, from April 1, 2006 to March 31, 2007)**

The performance of the company is in line with plans, thus there are no changes made in consolidated financial forecasts that were announced on May 29, 2006.

[Attachment]

(1) Balance Sheets for the First quarter ended June 30, 2006 (Consolidated)

As a consolidated financial statement is used from third quarter of FY ended March 2006, the previous first quarter has not been included.

	The 18 <sup>th</sup> Term (As of June 30, 2006)		The 17 <sup>th</sup> Term (As of March 31, 2006)	
	Amount	%	Amount	%
<u>Assets:</u>				
<b>I Current assets</b>				
1. Cash and cash equivalents	6,576		7,752	
2. Notes and accounts receivable-trade	213		255	
3. Inventories	11,483		10,959	
4. Notes and accounts receivable-other	3,343		3,494	
5. Deferred tax assets	405		577	
6. Others	572		341	
7. Allowance for doubtful accounts	(132)		(2)	
<b>Total current assets</b>	<b>22,461</b>	<b>65.3</b>	<b>23,378</b>	<b>66.2</b>
<b>II Fixed assets</b>				
<b>1. Tangible fixed assets</b>				
(1) Buildings	5,516		5,463	
accumulated depreciation	1,794	3,722	1,695	3,768
(2) Land		1,082		1,082
(3) Construction in progress		40		5
(2) Others	1,273		1,234	
accumulated depreciation	740	532	706	528
<b>Total tangible fixed assets</b>	<b>5,377</b>	<b>15.6</b>	<b>5,384</b>	<b>15.2</b>
<b>2. Intangible fixed assets</b>				
(1) Consolidation goodwill	1,356		1,435	
(2) Others	580		589	
	1,937	5.6	2,025	5.7
<b>3. Investments and other assets</b>				
(1) Long-term guarantee money deposited	4,126		3,972	
(2) Deferred tax assets	78		87	
(3) Allowance for doubtful accounts	435		486	
<b>Total investments and other assets</b>	<b>4,640</b>	<b>13.5</b>	<b>4,546</b>	<b>12.9</b>
<b>Total fixed assets</b>	<b>11,954</b>	<b>34.7</b>	<b>11,956</b>	<b>33.8</b>
<b>Total assets</b>	<b>34,416</b>	<b>100.0</b>	<b>35,334</b>	<b>100.0</b>
<u>Liabilities:</u>				
<b>I Current liabilities</b>				
1. Notes and accounts payable-trade	5,508		5,480	
2. Current portion of bonds	10		10	
3. Short-term borrowings	-		2,010	
4. Current portion of long-term debt	3,987		3,194	
5. Accounts payable - other	1,613		2,019	
6. Corporation and inhabitants taxes payable	669		1,860	
7. Accrued bonus	316		479	
8. Allowance for loss on guarantee of obligations	-		130	
6. Other	413	36.4	397	44.1
<b>Total current liabilities</b>	<b>12,519</b>		<b>15,582</b>	
<b>Long-term liabilities</b>				
1. Corporate bond	10		10	
2. Long-term borrowings	6,331		4,959	
3. Reserve for retirement benefits for directors	140		143	
4. Other	91		74	
<b>Total long-term liabilities</b>	<b>6,573</b>	<b>19.1</b>	<b>5,187</b>	<b>14.7</b>
<b>Total liabilities</b>	<b>19,092</b>	<b>55.5</b>	<b>20,769</b>	<b>58.8</b>

	The 18 <sup>th</sup> Term (As of June 30, 2006)		The 17 <sup>th</sup> Term (As of March 31, 2006)	
	Amount	%	Amount	%
<b><u>Shareholders' equity:</u></b>				
Common stock, no par value			3,030	8.6
Capital surplus			4,095	11.6
Retained earnings			17,777	50.3
Treasury stock			(10,337)	(29.3)
Total shareholders' equity			<u>14,565</u>	<u>41.2</u>
Total liabilities and shareholders' equity			<u>35,334</u>	<u>100.0</u>
<b><u>Net Assets:</u></b>				
<b>I Shareholders' equity</b>				
1 Common stock, no par value	3,030	8.8		
2 Capital surplus	4,095	11.9		
3 Retained earnings	18,341	53.3		
4 Treasury stock	(10,144)	(29.5)		
Total shareholders' equity	<u>15,322</u>	<u>44.5</u>		
<b>Valuation and translation differences</b>				
1 Deferred profit and loss on hedges	<u>1</u>	<u>0.0</u>		
Total valuation and translation differences	<u>1</u>	<u>0.0</u>		
Total net assets	<u>15,323</u>	<u>44.5</u>		
Total liabilities and net assets	<u>34,416</u>	<u>100.0</u>		

**(2) Statement of Income for the First quarter ended June 30, 2006****(Consolidated)**

As a consolidated financial statement is used from third quarter of FY ended March 2006, the previous first quarter has not been included.

	<b>The 18<sup>th</sup> Term</b>		<b>The 17<sup>th</sup> Term</b>	
	<b>(As of June 30, 2006)</b>		<b>(As of March 31, 2006)</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Sales</b>	<b>13,281</b>	<b>100.0</b>	<b>53,813</b>	<b>100.0</b>
<b>Cost of sales</b>	<b>5,593</b>	<b>42.1</b>	<b>24,794</b>	<b>46.1</b>
Gross profit	<b>7,688</b>	<b>57.9</b>	<b>29,018</b>	<b>53.9</b>
<b>Operating expenses</b>	<b>5,760</b>	<b>43.4</b>	<b>21,355</b>	<b>39.7</b>
<b>Operating income</b>	<b>1,927</b>	<b>14.5</b>	<b>7,663</b>	<b>14.2</b>
<b>Other income</b>	<b>48</b>	<b>0.4</b>	<b>205</b>	<b>0.4</b>
<b>Other expenses</b>	<b>51</b>	<b>0.4</b>	<b>229</b>	<b>0.4</b>
<b>Ordinary income</b>	<b>1,924</b>	<b>14.5</b>	<b>7,639</b>	<b>14.2</b>
<b>Extraordinary income</b>	<b>4</b>	<b>0.0</b>	<b>10</b>	<b>0.0</b>
<b>Extraordinary losses</b>	<b>33</b>	<b>0.2</b>	<b>573</b>	<b>1.1</b>
Net income before taxes	<b>1,895</b>	<b>14.3</b>	<b>7,075</b>	<b>13.1</b>
Income taxes – Current *	<b>640</b>		<b>3,084</b>	
Income taxes – Deferred	<b>179</b>	<b>820</b>	<b>(85)</b>	<b>2,998</b>
Net income	<b>1,075</b>	<b>8.1</b>	<b>4,076</b>	<b>7.6</b>

\*Income taxes- Current consists of corporate income tax (national), enterprise tax (local), and resident income taxes (local).

## (3) ( Summary) Consolidated Statements of Shareholders' Equity

The 18 <sup>th</sup> Term 1Q (From April 1, 2006 to June 30, 2006)						
Shareholders' Equity						
	Capital stock	Additional paid-in capital	Retained earnings	Treasury stocks	Total shareholders' equity	Valuation and translation differences, etc.
						-
Balances at March 31, 2006	3,030	4,095	17,777	(10,337)	14,565	
Change in current quarter						
Dividend of accumulated profit			(309)		(309)	
Directors' Bonus			(82)		(82)	
Net profit in current quarter			1,075		1,075	
Purchase of Treasury stocks				(0)	(0)	
Disposal of Treasury stocks			(119)	193	74	
Change other than shareholders' equity (net amount) in current quarter						1
Total amount of change in current quarter	-		564	192	756	1
Balance at June 30, 2006	3,030	4,095	18,341	(10,144)	15,322	1



(4) Consolidated Statements of Cash Flows

As a consolidated financial statement is used from third quarter of FY ended March 2006, the previous first quarter has not been included.

	(In millions of yen)	(In millions of yen)
	The 18 <sup>th</sup> Term (From Apr. 1, 2006 to June 30, 2006)	The 17 <sup>th</sup> Term (From Apr. 1, 2005 to Mar. 31, 2006)
	Amount	Amount
<b>Cash flows from operating activities</b>		
Income before income taxes	1,895	7,075
Depreciation	139	565
Amortization of intangible fixed assets	29	114
Amortization of long-term prepaid expenses	17	80
Amortization of consolidated adjustment account	79	159
Increase in accrued bonuses	(163)	0
Increase in accrued retirement benefits for directors	(2)	12
Increase in allowance for doubtful accounts	129	1
Increase in provision for loss on guarantees	(130)	130
Interest and dividend income	(0)	(0)
Interest expenses	17	21
Exchange gain	0	(1)
Gain on sale of securities	-	(7)
Impairment of stock of affiliated company	-	5
Gain on sale of tangible fixed assets	(4)	-
Loss on disposal of tangible fixed assets	3	161
Loss on disposal of long-term prepaid expenses	0	26
Increase in accounts receivable	177	(311)
Increase in inventories	(524)	(540)
Decrease in other current assets	(82)	3
Increase in accounts payable	27	1,803
Increase in other current liabilities	(316)	226
Decrease in other long-term liabilities	17	(46)
Bonuses to directors	(2)	(69)
<b>Subtotal</b>	<b>1,308</b>	<b>9,411</b>
Interest and dividend income	0	0
Payment of interest	(18)	(13)
Payment of income taxes	(1,843)	(2,802)
<b>Net cash from operating activities</b>	<b>(553)</b>	<b>6,596</b>
<b>Cash flows from investing activities</b>		
Transfer to time deposits	(4)	(9)
Investment in affiliated company with changes in scope of consolidation	-	(1,740)
Proceeds from loans receivable in affiliates	-	75
Increase in consolidated entity loans receivables	(142)	-
Proceeds from long-term loans receivable	-	117
Proceeds from sale of securities	-	25
Payments for purchases of investment in securities	-	(0)
Proceeds from sales of tangible fixed assets	6	-
Purchase of tangible fixed assets	(279)	(941)
Purchase of intangible fixed assets	(24)	(215)
Purchase of long-term prepaid expense	(28)	(191)
Guarantee deposits paid	(153)	(539)
Decrease in other investment	34	(3)
<b>Net cash from (used in) investing activities</b>	<b>(590)</b>	<b>(3,423)</b>

	<b>The 18<sup>th</sup> Term (From Apr. 1, 2006 to June 30, 2006)</b>	<b>The 17<sup>th</sup> Term (From Apr. 1, 2005 to Mar. 31, 2006)</b>
	<b>Amount</b>	<b>Amount</b>
<b>Cash flows from financing activities</b>		
Increase in short-term borrowings	(2,010)	1,975
Proceeds from long-term debt	3,000	7,950
Payments for repayment of long-term debt	(834)	(1,017)
Redemption of bonds	-	(5)
Purchase of treasury stocks	(0)	(8,077)
Exercise of stock options	74	175
Dividends paid	(264)	(352)
<b>Net cash used in financing activities</b>	<b>(36)</b>	<b>648</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(0)</b>	<b>1</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(1,180)</b>	<b>3,822</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>7,650</b>	<b>3,827</b>
<b>Cash and cash equivalents at end of the year</b>	<b>6,469</b>	<b>7,650</b>

[Reference]

(1) Balance Sheets for the first quarter ended June 30, 2006 (Non-consolidated)

		(In million of yen)					
		The 17 <sup>th</sup> Term (As of June 30, 2005)		The 18 <sup>th</sup> Term (As of June 30, 2006)		B/S Summary of Previous Fiscal Year as of March 31, 2006	
		Amount	%	Amount	%	Amount	%
<u>Assets:</u>							
<b>I Current assets</b>							
1. Cash and cash equivalents		3,623		6,060		7,084	
2. Notes and accounts receivable-trade		26		24		60	
3. Inventories		10,027		11,195		10,694	
4. Notes and accounts receivable-other		2,865		3,272		3,430	
5. Others		827		870		886	
6. Deferred tax assets		-		(130)		-	
Allowance for doubtful accounts		17,371	64.1	21,294	62.8	22,157	63.9
<b>Total current assets</b>							
<b>II Fixed assets</b>							
<b>1. Tangible fixed assets</b>							
(1) Buildings		3,652		3,696		3,742	
(2) Lands		1,082		1,082		1,082	
(3) Others		535		569		530	
<b>Total tangible fixed assets</b>		5,270	19.4	5,348	15.8	5,355	15.5
<b>2. Intangible fixed assets</b>		489	1.8	579	1.7	588	1.7
<b>3. Investments and other assets</b>							
(1) Investment securities-Affiliates		5		2,100		2,100	
(2) Long-term lease deposits		3,428		4,063		3,913	
(3) Others		609		508		534	
(4) Allowance for doubtful accounts		(64)		-		-	
<b>Total investments and other assets</b>		3,978	14.7	6,672	19.7	6,548	18.9
<b>Total fixed assets</b>		9,738	35.9	12,600	37.2	12,492	36.1
<b>Total assets</b>		27,109	100.0	33,894	100.0	34,649	100.0
<u>Liabilities:</u>							
<b>I Current liabilities</b>							
1. Note and accounts payable-trade		3,205		5,191		5,117	
2. Short-term borrowings		-		-		2,010	
3. Current portion of long-term debt		656		3,980		3,180	
4. Notes and accounts payable-other		1,094		1,555		1,922	
5. Income taxes payable		865		617		1,743	
6. Accrued bonus		697		298		470	
7. Other		340		388		507	
<b>Total current liabilities</b>		6,859	25.3	12,032	35.5	14,951	43.2
<b>Long-term liabilities</b>							
1. Long-term borrowings		360		6,331		4,959	
2. Accrued retirement benefits for directors		133		136		143	
3. Long-term guarantee deposits received		120		91		74	
<b>Total long-term liabilities</b>		614	2.3	6,559	19.4	5,177	14.9
<b>Total liabilities</b>		7,474	27.6	18,591	54.9	20,128	58.1
<u>Shareholders' equity:</u>							
<b>Common stock, no par value</b>		3,030	11.2	-	-	3,030	8.7
<b>Capital surplus</b>							
1. Additional paid-in capital		4,095		-		4,095	
<b>Total Capital surplus</b>		4,095	15.1	-	-	4,095	11.8
<b>Retained earnings</b>							
1. Legal reserve		31		-		31	
2. Unappropriated retained earnings for the term		15,002		-		17,701	
<b>Total retained earnings</b>		15,033	55.4	-	-	17,732	51.2
<b>Treasury stock</b>		(2,524)	(9.3)	-	-	(10,337)	(29.8)
<b>Total shareholders' equity</b>		19,635	72.4	-	-	14,520	41.9
<b>Total liabilities and shareholders' equity</b>		27,109	100.0	-	-	34,649	100.0
<u>Net Assets:</u>							
<b>I Shareholders' equity</b>							
<b>1 Capital stock</b>		-	-	3,030	8.9		
<b>2 Capital surplus</b>		-	-	4,095	12.1		
<b>3 Retained earnings</b>		-	-	18,320	54.0		
<b>4 Treasury stock</b>		-	-	(10,144)	(29.9)		
<b>Total shareholders' equity</b>		-	-	15,301	45.1		
<b>Valuation and translation differences</b>							
<b>1 Deferred hedge loss</b>		-	-	1	0.0		
<b>Total valuation and translation differences</b>		-	-	1	0.0		
<b>Total net assets</b>		-	-	15,302	45.1		
<b>Total liabilities and net assets</b>		-	-	33,894	100.0		

**(2) Statement of Income for the First quarter ended June 30, 2006 (Non-consolidated)**

					(In million of yen)	
	The 17 <sup>th</sup> Term		The 18 <sup>th</sup> Term		B/S Summary of Previous Fiscal Year	
	(As of June 30, 2005)		(As of June 30, 2006)		as of March 31, 2006	
	Amount	%	Amount	%	Amount	%
<b>Sales</b>	11,928	100.0	<b>12,683</b>	<b>100.0</b>	52,610	100.0
<b>Cost of sales</b>	5,119	42.9	<b>5,328</b>	<b>42.0</b>	24,311	46.2
Gross profit	6,808	57.1	<b>7,354</b>	<b>58.0</b>	28,298	53.8
<b>Operating expenses</b>	4,910	41.2	<b>5,448</b>	<b>43.3</b>	20,811	39.6
<b>Operating income</b>	1,897	15.9	<b>1,865</b>	<b>14.7</b>	7,487	14.2
<b>Other income</b>	55	0.5	<b>47</b>	<b>0.4</b>	198	0.4
<b>Other expenses</b>	31	0.3	<b>44</b>	<b>0.4</b>	243	0.5
<b>Ordinary income</b>	1,921	16.1	<b>1,869</b>	<b>14.7</b>	7,442	14.1
<b>Extraordinary income</b>	-	-	<b>4</b>	<b>0.0</b>	2	0.0
<b>Extraordinary losses</b>	27	0.2	<b>4</b>	<b>0.0</b>	573	1.1
Net income before taxes	1,893	15.9	<b>1,869</b>	<b>14.7</b>	6,870	13.0
Income taxes – Current *	833		<b>596</b>		2,913	
Income taxes – Deferred	(55)	6.5	<b>176</b>	<b>6.1</b>	(75)	5.4
Net income	1,115	9.4	<b>1,097</b>	<b>8.6</b>	4,032	7.6
Retained earnings beginning balance	13,891		-		13,891	
Losses on treasury stock transactions	3		-		111	
Interim dividend	-		-		110	
<b>Unappropriated retained earnings for the term</b>	<b>15,002</b>		<b>-</b>		<b>17,701</b>	

\*Income taxes- Current consists of corporate income tax (national), enterprise tax (local), and resident income taxes (local).

### (3) Sales for the first quarter (Non-consolidated)

The previous first quarter: 1Q ended June 30, 2005 (from April 1, 2005 to June 30, 2005 for 3 months)

This first quarter: 1Q ended June 30, 2006 (from April 1, 2006 to June 30, 2006 for 3 months)

#### Total sales

(In millions of yen, %)

	The previous accounting period (A)	This accounting period (B)	Increase or decrease (B)-(A)	Growth ratio
Total sales	11,928	12,683	754	6.3

#### Sales by business

(In millions of yen, %)

	The previous accounting period (A)	This accounting period (B)	Increase or decrease (B)-(A)	Growth ratio
UA	6,925	6,862	(62)	(0.9)
GLR	2,228	2,525	296	13.3
CH	739	710	(29)	(4.0)
*S.B.U.&UA Labs	985	1,485	499	50.7
Business units total	10,879	11,583	703	6.5
*Others	1,048	1,100	51	4.9

\*1. S.B.U. =Small Business Unit

\*2. "Total business units sales" includes sales of retail, wholesale, mail-order and formal wear rental.

"Other sales" includes sales of outlet and outside shops.

#### Sales by item (Business units total)

(In millions of yen, %)

	The previous accounting period (A)	This accounting period (B)	Increase or decrease (B)-(A)	Growth ratio
Men's	5,143	5,276	133	2.6
Women's	4,307	4,814	506	11.8
*Silver & Leather	977	966	(10)	(1.1)
Miscellaneous	451	525	74	16.5

\* "Silver & Leather" means silver accessories and leather outfits of CHROME HEARTS brand.

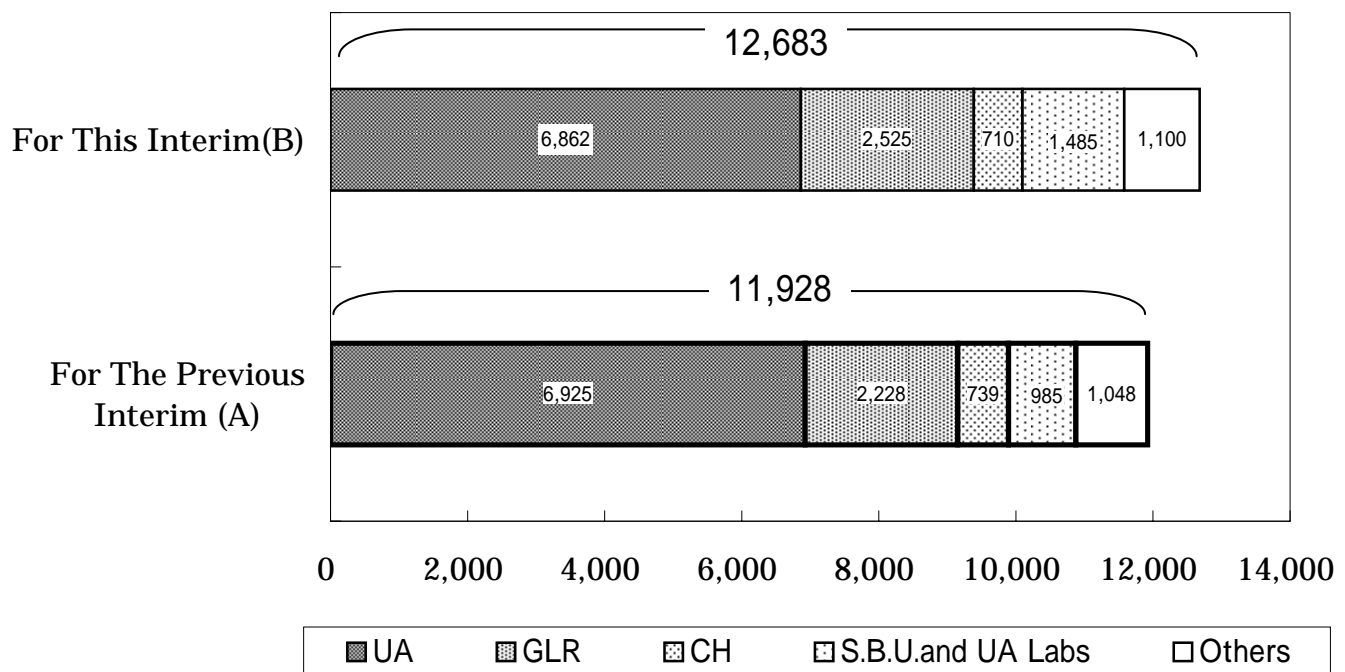
#### Sales of existing stores (retail division, YoY)

(%)

	Sales growth ratio	Number of customer growth ratio	Ave. spending per customer growth ratio
UA	(3.4)	(7.3)	4.2
GLR	(2.2)	(13.7)	13.3
CH	(4.0)	(18.4)	17.7
S.B.U.&UA Labs	14.9	8.2	6.2
Retail	(1.7)	(8.3)	7.2

References: Sales by Chain (YoY, Non-consolidated)

(In millions of yen)



References: Sales by Category of Merchandise (Total business units sales)

(In millions of yen)

