



UNITED ARROWS LTD.

March 23, 2007

Notice Concerning Sale of Fixed Assets

UNITED ARROWS LTD. hereby announces the sale of fixed assets, resolved at the meeting of the Board of Directors held on March 23, 2007, as described below.

1. Reason of sale

We will sell a part of our land and building for operational use to promote mobile store opening strategy in the future.

2. Summary of property

(1) Location	6-16-13 Jingumae, Shibuya-ku, Tokyo
(2) Present condition	Store (UNITED ARROWS SHIBUYA MEIJIDORI)
(3) Space	Land: 189.21m ² , Building: 359.06m ²
(4) Selling price	3,200 million yen
(5) Acquisition price	578 million yen (for reference)
(6) Settlement method	Cash (expected)

3. Details of buyer

(1) Name	Triple Crown TMK
(2) Location	1-1-1 Uchisaiwaicho, Chiyoda-ku, Tokyo
(3) Representative	Atsushi Saito
(4) Business	Rent of real estate
(5) Relation with our company	None

4. Schedule of sale

(1) March 26, 2007	Signing of contract
(2) April 10, 2007	Transfer (expected)

5. Going forward

As transfer of property is expected in April 2007, profit on sale of fixed assets (approximately 2.5 billion yen) will be posted in fiscal year ended March 2008. Forecast of fiscal year ended March 2008 which includes profit mentioned above is going to be announced on May 14, 2007. Additionally, UNITED ARROWS SHIBUYA MELJIDORI will continue to operate under a rent agreement after the sale of property.