

[Translation]

August 28, 2018

To whom it may concern

Company name: J. FRONT RETAILING Co., Ltd.  
Representative: Ryoichi Yamamoto, President  
(Securities code: 3086, First Section of the Tokyo  
Stock Exchange and Nagoya Stock Exchange)  
Inquiries: Hajime Inagami, Senior General  
Manager of Investor Relations and Group  
Communications Promotion Division,  
Management Strategy Unit  
(TEL: +81-3-6895-0178 (from overseas))

Notice Regarding Closure of  
Daimaru Matsuzakaya Department Stores' Daimaru Yamashina Store

J. FRONT RETAILING Co., Ltd. (the "Company") and Daimaru Matsuzakaya Department Stores Co. Ltd., a consolidated subsidiary of the Company, resolved at their respective Board of Directors meetings to close the Daimaru Yamashina store.

1. Reason for the closure

The Daimaru Yamashina store opened as a tenant of RACTO Yamashina Shopping Center in October 1998. It has been in operation since then, earning patronage from the people of the local area.

Nevertheless, amid changes in the economic environment in recent years and intensified competition, judging that a recovery of performance would be difficult, management decided to terminate operations of the Daimaru Yamashina store. The closure date is scheduled for March 31, 2019.

2. Overview of Daimaru Yamashina store

Location	91, Takenokaido-cho, Takehana, Yamashina-ku, Kyoto Building B, RACTO Yamashina Shopping Center
Store Manager	Kenji Hirata
Date of opening	October 3, 1998
Net sales	3,774 million yen (Fiscal year ended February 28, 2018)
Operating profit	(104) million yen (Fiscal year ended February 28, 2018)
Sales floor space	5,403 square meters (1st basement floor to 2nd floor)
Number of employees	8 (As of February 28, 2018)

3. Date of termination of operation (Store closure date)

March 31, 2019 (planned)

4. Treatment of employees

Employment of employees will be continued through redeployment.

5. Future prospects

The impact of this decision on the Company's consolidated financial results for the fiscal year ending February 28, 2019 (consolidated earnings for the current period) is negligible.

END