

August 22, 2001

Ito-Yokado Co., Ltd.  
Seven-Eleven Japan Co., Ltd.

## ***New Share Issue Changes Stakes Held by IYBANK's Major Shareholders***

In a meeting of the Board of Directors held on August 22, 2001, IYBank Co., Ltd., decided to make a third party allotment of shares. The issue will increase paid-in capital to ¥30,805 million from ¥20,205 million and will change share ownership of the bank as follows.

	<b>Ownership Before Capital Increase (% of ownership)</b>	<b>Ownership After Capital Increase (% of ownership)</b>
Ito-Yokado	206,091 shares (51.0%)	206,091 shares (33.5%)
Seven-Eleven Japan	198,009 shares (49.0%)	198,009 shares (32.1%)
Twelve other new companies	None	212,000 shares (34.4%)
Total	404,100 shares (100.0%)	616,100 shares (100.0%)

Even after the capital increase, IYBank will remain a consolidated subsidiary of Ito-Yokado and will be accounted for by the equity method by Seven-Eleven Japan.

### **Reference:**

August 22, 2001

IYBank Co., Ltd.

### **Notification of a Third Party Allotment of Shares**

In a meeting of the Board of Directors held on August 22, 2001, the following details were decided concerning the issue of new shares through a third party allotment of shares. The issue will increase paid-in capital to ¥30,805 million from ¥20,205 million. The company plans to raise capital again to ¥60,000 million through a second third party allotment of shares by March 31, 2001.

### **I. Outline of New Share Issue**

**1.Number of shares:** 212,000 common shares

**2.Share price:** ¥50,000

**3.Total value of issued shares:** ¥10,600 million

**4.Increase in capital:** ¥10,600 million (fully booked to capital)

**5.Application date:** August 28, 2001

**6.Payment date:** August 29, 2001

**7.Increase in capital date:** August 30, 2001

## **8.Date of record for dividends:** September 30, 2001

### 9. Investors and share allotments:

The Sanwa Bank, Limited	30,000 shares
The Asahi Bank, Ltd.	30,000 shares
Sumitomo Mitsui Banking Corp.	30,000 shares
The Bank of Tokyo-Mitsubishi, Ltd.	30,000 shares
The Bank of Yokohama, Ltd.	15,000 shares
The Shizuoka Bank, Ltd.	15,000 shares
The Chiba Bank, Ltd.	6,000 shares
Hitachi, Ltd.	15,000 shares
NEC Corporation	15,000 shares
The Nomura Research Institute, Ltd.	15,000 shares
SOGO KEIBI HOSHO CO., LTD.	10,000 shares
ATM Japan, Ltd.	1,000 shares

## **II. Effect of the increase in paid-in capital on issued shares**

**1.Number of shares issued before:** 404,100 shares

**2.Number of new shares issued:** 212,000 shares

**3.Number of shares issued after:** 616,100 shares

## **III. Paid-in capital before and after share issue**

**1.Before:** ¥20,205 million

**2.After:** ¥30,805 million

## **IV. Reason for capital increase and application of funds**

1.Reason: Reinforcing equity funds

2.Application: Operating funds

## **Note:Change in share ownership before and after capital increase**

Before:

<b>Ito-Yokado</b>	51.0%
<b>Seven-Eleven Japan</b>	49.0%

(100% owned by the Ito-Yokado Group)

After:

<b>Ito-Yokado</b>	33.5%
<b>Seven-Eleven Japan</b>	32.1%

(65.6% owned by the Ito-Yokado Group)

<b>The Sanwa Bank, Limited</b>	4.9%
<b>The Asahi Bank, Ltd.</b>	4.9%
<b>Sumitomo Mitsui Banking Corp.</b>	4.9%

<b>The Bank of Tokyo-Mitsubishi, Ltd.</b>	4.9%
<b>The Bank of Yokohama, Ltd.</b>	2.4%
<b>The Shizuoka Bank, Ltd.</b>	2.4%
<b>The Chiba Bank, Ltd.</b>	1.0%
<b>Hitachi, Ltd.</b>	2.4%
<b>NEC Corporation</b>	2.4%
<b>The Nomura Research Institute, Ltd.</b>	2.4%
<b>SOGO KEIBI HOSHO CO., LTD.</b>	1.6%
<b>ATM Japan, Ltd.</b>	0.2%