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August 18, 2006
FAST RETAILING CO., LTD.
IR Department

Tender offer results & CABIN Co., Ltd. transfer to FR subsidiary

At its special board of directors meeting held on July 21, 2006, FAST RETAILING CO., LTD. decided to acquire common stock in CABIN Co., Ltd. (TSE First Section, Code No. 8164) through a tender offer. The tender offer was duly conducted from July 24 through August 17, 2006. The results of that tender offer are detailed below.

In addition, as a direct result of the tender offer, CABIN is expected to become a consolidated subsidiary of FR effective August 24, 2006. Details pertinent to that change in status are also included in this release.

I. Results of the tender offer

1. Outline of the tender offer (announced July 21, 2006)

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|--|---|
| (1) Company name: | CABIN Co., Ltd. |
| (2) Class of shares to be acquired through the tender offer: | common stock |
| (3) Tender offer period: | A 25-day period from Monday, July 24, 2006 through Thursday August 17, 2006 |
| (4) Tender offer price: | 740 yen per share |

2. Results of the tender offer

(1) Subscription overview

Total number of shares sought for purchase	7,706,000 shares
Total number of shares subscribed	14,636,800 shares
Total number of shares to be purchased	7,706,000 shares

(2) Extent of success of tender offer

Since the total number of shares subscribed (14,636,800 shares) exceeded the number of shares sought for purchase through the tender offer (7,706,000 shares), as described in the public notice of the tender offer and notification of the tender offer and based on the Securities & Exchange Law Article 27 Chapter 13 Clause 4 Item 2, FR shall not purchase all or a part of the excess, but make delivery of the shares or other settlement on a pro-rata basis as stated in the Securities & Exchange Law Article 27 Chapter 13 Clause 5, and the Cabinet Office Regulations Chapter 32 concerning disclosure of a tender offer for stock by any person or body other than the issuer.

Note 3: The ownership stake in relation to the total number of shares outstanding is calculated based on a total of 41,803,644 outstanding CABIN shares as of August 18, 2006. (That total takes into account the treasury stock retirement by CABIN on July 24, 2006.) The ownership stake is rounded off to the second decimal place.

(5) Funding required for tender offer: approximately ¥5.8bln

3. Settlement methods and starting date

(1) Name and headquarters of securities companies and banks assigned to settle the tender offer

Nomura Securities Co.,Ltd. 1-9-1 Nihonbashi, Chuo-ku, Tokyo

(2) Starting date for settlement

Thursday, August 24, 2006

(3) Settlement method

The notification of such purchase by the tender offer will be sent by mail to the addresses of subscribing shareholders (or to the standing proxy in the case of foreign shareholders), immediately after completion of the tender offer. The purchase will be conducted in cash. In accordance with directions of subscribing shareholders, payment for the purchased shares will be sent by the tender offer agent Nomura Securities Co.,Ltd. to the location designated by the subscribing shareholders, or paid at the headquarters or any nationwide branch of the tender offer agent, immediately after the settlement starting date.

4. Places where copies of the tender offer report are available for public viewing

FAST RETAILING CO., LTD. (Tokyo HQ), 1-13-12 Kudanshita-kita, Chiyoda-ku, Tokyo
Tokyo Stock Exchange, Inc., 2-1 Kakutocho, Nihonbashi, Chuo-ku, Tokyo

II. On the CABIN transfer to an FR subsidiary

1. Reason for the transfer in status

As a result of this tender offer, FR has acquired a 51.66% voting stake in CABIN. Therefore, CABIN is expected to become an FR subsidiary effective August 24, 2006.

2. Overview of CABIN

- | | |
|------------------------------|-----------------------------------|
| (1) Company name: | CABIN Co., Ltd. |
| (2) Business representative: | Kenji Yoshie, President & CEO |
| (3) Business location: | 4-62-17 Yoyogi, Shibuya-ku, Tokyo |
| (4) Date of establishment : | August 2, 1971 |

- (5) Main business areas : Development of women's clothing stores
(The design, production and sale of women's clothing, etc.)
- (6) Fiscal year end: February
- (7) No. of employees: 515 (consolidated, as of end February 2006)
- (8) Capital: ¥15,174 million (as of end February 2006)
- (9) Total shares outstanding: 41,803,644 shares (as of August 18, 2006)
- (10) Major shareholders and their holdings (at end February 2006)

Daiwa Securities SMBC Principal Investments Co., Ltd.	25.70%
Nikko Citigroup Limited	6.82%
Goldman Sachs International (Custodian: Goldman Sachs (Japan) Ltd. Tokyo Branch)	6.77%
Yuzuru Hiraaki	6.69%
Marubeni Corporation	2.82%
Bank of New York GCM Client Accounts EISC (Custodian: The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	2.71%
THE NISHI-NIPPON CITY BANK, LTD.	2.28%
Nippon Life Insurance Company	1.70%
Mizuho Bank , Ltd. (Custodian: Trust & Custody Services Bank, Ltd.)	1.67%
Japan Trustee Services Bank, Ltd. (Trust account)	1.61%

Note 1: 3,640,836 shares of CABIN treasury stock are not included in the table above. (That figure includes the 2,000 shares that are CABIN shares on paper although not actually held by them.)

Note 2: FR signed a share transfer agreement with Daiwa Securities SMBC Principal Investments Co., Ltd.'s to purchase its stake in CABIN on April 21, 2006. Subsequently, FR signed another share transfer agreement and purchased a portion of the shares owned by Mr Yuzuru Hiraaki on May 16, 2006. As a result, on July 21, 2006 prior to the opening of the tender offer, FR owned 13,197,000 shares in CABIN. That represents an investment ratio of 31.57% of total shares outstanding if you take into account the treasury stock retirement by CABIN on July 24, 2006, or an investment ratio of 29.37% before the retirement.

(11) Recent consolidated performance trends at CABIN (units: thousand yen)

	Yr to February 2005	Yr to February 2006
Net sales	20,131,294	21,249,213
Gross profit on sales	9,900,856	10,813,600
Operating profit/loss	594,101	286,700
Ordinary profit/loss	547,354	451,500
Net profit/loss	1,629,413	125,755
Total assets	28,858,673	28,737,235
Stockholder's equity	24,353,702	24,078,813
Dividend per share	5 yen	5 yen

3. Schedule of transfer of CABIN

Thursday, August 24, 2006

4. Impact on FR business forecasts

As a result of this tender offer, CABIN is expected to shift from being an equity-method affiliate to a consolidated subsidiary of FR. We will disclose any impact that this might have on FR's consolidated results for the year to August 2006 as soon as it becomes apparent.