This light, warm blanket features padding with a voluminous feel and a soft fleece lining. Despite its impressive 170 cm × 90 cm size, it fits neatly into its accompanying travel bag, making it perfect for outdoor use.
A Better Future

LifeWear = Sustainability

Fast Retailing is working to develop a sustainable society through the power of clothing, so that we can deliver a better future to the children of today and tomorrow. We deliver the joy, happiness, and satisfaction of wearing truly great clothing to all people, everywhere.

These children are sporting fluffy yarn fleece full-zip jackets that envelop the wearer in cozy warmth. Since 2021, these jackets for women and kids contain 30% recycled material from used plastic bottles. This builds on the success of our menswear jacket in this line, launched previously.
Caring for Our Planet

LifeWear = Sustainability

Fast Retailing makes high-quality, long-lasting clothing. We seek to eliminate all forms of waste, using resources efficiently to minimize the impacts of our business on the environment and to help create a circular society.

UNIQLO offers a full range of jeans, from relaxed fit to leg-hugging styles. To lighten the load on the environment, we use our BlueCycle technology, which reduces the amount of water used in the finishing process by as much as 99%.*

*Comparing 2018 men’s regular fit jeans with similar products from 2017. The amount of water reduction varies by product.
Fast Retailing is, in terms of sales, the world’s third-largest manufacturer and retailer of private-label apparel, operating multiple fashion brands including UNIQLO, GU, and Theory. Our LifeWear concept for ultimate everyday clothing focuses on creating simple, high-quality clothes that meet daily needs and enrich people’s lives everywhere. UNIQLO, the Group’s pillar brand, generated ¥1.7727 trillion in annual sales from 2,312 stores in 25 countries and regions in the year ending August 31, 2021 (FY2021). UNIQLO can offer unique products made from high-quality, highly functional materials at reasonable prices because it manages everything from procurement and design to production and retail sales. Big engines of UNIQLO growth can now be found outside Japan, in the Greater China region (Mainland China market, Hong Kong market, and Taiwan market), the Southeast Asia region, and the Europe and North America regions. Meanwhile, our fun, low-priced GU fashion brand generated annual sales of ¥249.4 billion, primarily in Japan.

In terms of our broader strategy, the entire Fast Retailing Group is currently pressing ahead with the Ariake Project, which is driving our transformation into a new digital consumer retailing company. We are leveraging advanced technologies to engage with customers and to connect our partner factories, warehouses, stores, and e-commerce operations worldwide in a seamless supply chain. This boosts customer satisfaction by offering products with impeccable timing. We are also minimizing the environmental impacts of our business activities, building a supply chain that protects human rights and worker health and safety, developing circular products, and proactively addressing social issues.

Fast Retailing is contributing to a more sustainable society based on our corporate philosophy: Changing clothes. Changing conventional wisdom. Change the world. We do that by creating LifeWear that offers people everywhere the joy, happiness, and satisfaction of wearing truly great clothes.

Our ultra warm hybrid down coat boasts a triple-layer structure: an aluminum lining, down, and insulation padding. This locks in body heat to create the warmest outerwear item in our women’s down range. And the clean, vertical silhouette is very stylish.
With global economic activity recovering, we have resumed our quest to become the No.1 brand around the world. On September 16, 2021, we opened our UNIQLO RIVOLI store on the Rue de Rivoli in Paris with a focus on bringing together apparel and art. Then on October 8, 2021, we opened our newly refurbished global flagship store in Taipei. In November 2021, we were reminded of our customers’ great expectations when over 1,000 customers gathered ahead of the opening of our first Beijing global flagship store. We plan to open a new, large-format joint UNIQLO and Theory store on London’s Regent Street in spring 2022. I look forward to even more new stores opening worldwide than ever before.

Economies and people have grown insular during the COVID-19 pandemic, but we have the power to brighten customer mood by conducting our business with energy and enthusiasm. Opened in September 2021, our newly refurbished UNIQLO GINZA Japanese global flagship store epitomizes this idea by making every effort to ensure that customers have fun shopping.

Our LifeWear philosophy is to enrich the lives of people everywhere with simple, high-quality clothing. LifeWear is the concrete expression of our commitment to reduce the environmental impact of our daily business activities, to help achieve sustainable growth for society, and to make the world a better place through our business and products. As society and lifestyles evolve, affinity and support for LifeWear is growing everywhere. The unique concept of LifeWear is the foundation on which we continue to expand our business internationally as we pursue our corporate commitment: Changing clothes. Changing conventional wisdom. Change the world. I am keen to join forces with enterprising individuals and companies worldwide to build frameworks for sustainable growth.

January 2022

Tadashi Yanai
Chairman, President and CEO

A New Era Has Begun
Despite COVID-19, business performance recovered in FY2021, primarily at our UNIQLO operations, and profits rose considerably as operating profit expanded approximately 66%. The Greater China region (including the Mainland China market, Hong Kong market, Taiwan market) achieved a record performance, and sales recovered sharply in the United States and European regions once lockdowns and store entry restrictions were eased from May 2021.

With more people now vaccinated, we are seeing determined efforts worldwide to reinvigorate economic growth while keeping the virus under control. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world. We are more determined than ever to pursue global development and accelerate growth as we aim to become the No.1 brand around the world.

We expect that UNIQLO North America will turn a profit in FY2022, and that UNIQLO Europe earnings will expand considerably. We also expect to see greater profitability in more regions than before. Our best-selling UNIQLO stores are the New York Fifth Avenue and Soho stores in the United States, followed by the Paris Opera store. The opening of our UNIQLO RIVOLI store in Paris in September 2021 was a great success. Higher-than-expected customer visits on and since opening day suggest a growing affinity for LifeWear and an enthusiastic response to our business. The Rivioli store has an amazing location inside a rejuvenated department store building that was constructed in 1870. The arrival of UNIQLO here generated a lot of excitement.

We are entering a period of accelerated growth. We will keep opening 100 stores annually in the Greater China region, and will double annual openings to at least 60 in the South Asia, Southeast Asia & Oceania. There is considerable room for new stores in North America and Europe, so we will open an unprecedented 20 stores in each region each year. After preparation in FY2022, we will advance this plan in earnest from FY2023.

Sales of Major Global Apparel Retailers

We opened our UNIQLO RIVOLI large-format store on September 16, 2021 on the Rue de Rivoli. This is an exciting area in Paris that is home to the Louvre Museum and the Tuileries Garden. The approximately 2,000 m² store offers spaces to experience LifeWear and art based on the store’s theme of bringing together fashion and culture.
Pursuing a Higher Level of Sustainability

Ethical consumption is increasingly important in the apparel industry. Fast Retailing sought to achieve sustainable product creation well before sustainability became a widespread imperative. For instance, we spent seven years developing the recycled down jackets that were launched in Fall Winter 2020. Through our collaboration with Toray Industries, we now create new down jackets using 100% recycled down and feathers. We have noted strong customer desire for sustainable products like this.

Circular products present several challenges, however. They are expensive to produce, they don’t lend themselves to mass production, and it is difficult to maintain quality. Having overcome these issues, we can now offer consistently high-quality recycled down jackets at the same price as regular items. We also produce polo shirts and jeans in eco-conscious ways.

In addition, we work to reduce environmental impact and to protect human rights during manufacturing. As a business that controls the whole clothes-creation process from planning through manufacture and retail, we recognize the importance of working to solve social issues. We do this by, for instance, avoiding excessive production and gaining clear awareness of environmental issues at factories.

That means, as we continue to pursue business activities, we must perfect our philosophy of creating a better society through the apparel business. We will not survive if our brand does not contribute to society, and so we will continue to proactively develop products that promote sustainability, and production process management, to regional production offices in Shanghai, Ho Chi Minh City, Dhaka, Jakarta and Bengaluru. We have set up specialist teams in our major offices to work exclusively on monitoring working environments and offering guidance to partner factories regarding improvements. These teams visit assigned partner factories weekly to check on-the-ground conditions and help develop proper production processes.

We also emphasize cooperating with various external organizations worldwide. In addition to our partnership with the ILO, we are members of various initiatives including Better Work, a joint program run by the World Bank Group and the ILO, and the Fair Labor Association (FLA), a global NGO that seeks to improve working environments. Since 2019, we have been working with UN Women to develop career support programs for women employed in textile factories. These Fast Retailing initiatives are highly valued by international organizations and other stakeholders, and they are unparalleled even from a global industry perspective.

However, we recognize there is always room for improvement. We are working on achieving greater traceability down to the raw materials level and implementing improved processes.

We have developed a career-support program for female employees at partner factories through our partnership with UN Women. In Bangladesh, we conduct training in leadership skills and occupational health and safety, and we support women working in sewing factories achieve their dreams.

This is LifeWear

LifeWear is clothing designed to make everyone’s life better. It is simple, high-quality, everyday clothing with a practical sense of beauty—ingenious in detail, thought through with life’s needs in mind, and always evolving.

Supporting Sustainability Through LifeWear

Active Involvement in Global Human Rights, Environmental Initiatives

Based on our commitment to create a better society through the apparel business, we have always sought to lead our industry by tackling important issues and pioneering necessary improvements. Early on, we made it clear that we would not tolerate any human rights abuses in our business, and we have built frameworks and taken concrete action to prevent such violations. We negotiate persistently with factories and local authorities and request improvements in all sites worldwide when we find issues that do not meet our standards. I believe these efforts have generated positive results.

More concretely, we require partner factories to adhere to the Code of Conduct for Production Partners that we compiled in 2004 based on standards laid out by the International Labour Organization (ILO), the United Nations agency that specializes in labor issues. We ask our employees and third-party entities to conduct regular monitoring of working environments at partner factories. We then share the results with the factories, work together to devise solutions to any issues, and urge swift improvements. In the extremely rare event of child labor, forced labor, or other serious human rights abuses, we take stringent action, including terminating business with the offending factory.

We assign employees from our production department, which is responsible for product quality and production process management, to regional production offices in Shanghai, Ho Chi Minh City, Dhaka, Jakarta and Bengaluru. We have set up specialist teams in our major offices to work exclusively on monitoring working environments and offering guidance to partner factories regarding improvements. These teams visit assigned partner factories weekly to check on-the-ground conditions and help develop proper production processes.

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LifeWear Evolution

Respond to Customer Requests, Create New Customers

We seek to guarantee that we have the clothes that customers truly want at the right place and the right time for immediate purchase. The essence of LifeWear is responding to customer requests and creating new customers. We started the Ariake Project for that reason, so that we can design and plan products based on customer opinion, and produce only the necessary amount of a given product at the most appropriate timing. We work to ensure all our employees are fully on board with executing this plan in accordance with ever-changing commercial conditions.

We have 140 million registered app users worldwide, and we can achieve customer-driven clothes creation by engaging directly with our customers and promoting two-way communication. In short, we are able to commercialize information and create the products that customers really want.

LifeWear is ultimate everyday clothing shaped by customers’ needs in daily life, and we are creating more and more customer-driven products every year. Great examples include our AIRism masks, front-opening innerwear for people who find it difficult to put clothing over their heads, and feminine health items including AIRism absorbent sanitary underwear (launched in 2021). We have received many messages from delighted customers about products that eliminate the inconveniences that they experience in their lives.

We upload UNIQLO UPDATE content to our e-commerce site, featuring multiple products that have been improved based on customer opinions. Many customers love our soft souffle yarn sweaters created for customers who find most knitwear itchy. Through UNIQLO UPDATE, we have developed and improved more than 50 products over the past year.

In April 2021, we opened a 3D-knit factory in Shinonome, very close to our Ariake headquarters in Tokyo. This world-leading Japanese 3D-knit technology is a source of pride. It enables us to knit a seamless garment. The Shinonome plant will serve as a “mother factory” and model for 3D-knit production systems and technologies when we expand and set up factories outside Japan.

Before moving toward mass production in Japan, we always eliminate waste and defects in the production process. This enables us to transfer the same process to mass-production factories in Vietnam and other locations.

The SHIMA SEIKI MFG., LTD., seamless Whole Garment® knitting machines and equipment at the Shinonome factory are also used in our knitwear atelier at the Ariake headquarters. Having a nearby factory and atelier use the same machines reduces the number of sample adjustments and greatly decreases the lead time from planning 3D-knit products to undertaking mass production. This puts us one step closer to our goal of ensuring we have the products that customers really want right when the customers want them.

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We share and edit product information, and analyze customer responses. E-commerce livestreams on our UNIQLO LIVE STATION channel encourage customers to purchase items that draw their attention, and periodically we showcase products in store displays at UNIQLO GINZA and in other locations. As staff introduce a product’s features or recommend how to coordinate outfits, customers can send questions or comments in real time.

Our goal is to merge physical-store and e-commerce operations to create a new industry format. The recently refurbished UNIQLO GINZA embodies this vision. Beyond just selling products, the store increasingly showcases the appeal of our brand, as well as broadening and deepening understanding of our different initiatives.

The all-new UNIQLO GINZA is a tremendous advertisement for the LifeWear concept. We have prepared many different spaces, on 12 floors, to enable customers to enter the world of LifeWear. This is one feature of a unique experience-based store format.

UNIQLO clothes are now increasingly well-known worldwide. However, many of the people wearing our popular regular products know very little about how they are created. It would be wonderful if customers could learn more about our sustainability initiatives as well as our clothes.

I would love them to learn why HEATTECH and Ultra Light Down are so warm yet feel so light, how we reduce environmental impact when we manufacture jeans, and how we make the recycled polyester fabric used in our DRY-EX polo shirts and other garments.

Our in-store installations present information in clever and creative ways that I feel sure shoppers will enjoy as they browse each floor wondering what they will find next, as if they were visiting an art gallery or museum. Shopping like this is a really fun experience!

Our first in-store café, UNIQLO COFFEE, is a space both to relax and to enjoy shopping on the twelfth floor of UNIQLO GINZA.

I want to see a rapid increase in the number of global flagship stores and regular stores that offer a similar experience. Our stores are our core medium of expression, places where we can engage with our customers by constantly offering them the information they need. We will keep introducing new seamless shopping experiences at our online and physical stores.

As noted above, customers are now more likely to purchase products after researching them online. In other words, our e-commerce site is itself a form of marketing. We capitalized on this by creating our own photography studio at our Ariake headquarters in Tokyo, in order to share, through our own channels, the type of visual content you would normally see in newspapers and on TV.
Changing the World with Clothing

Enterprising Individuals and Companies Drive Global Progress

Fast Retailing seeks to change clothes, change conventional wisdom, and change the world. Transforming conventional thinking about clothing generates a social impact, and that is how we change the world via the medium of clothing. Global economic structures and what people value have evolved dramatically over the past two years. That’s exactly why we want to challenge the status quo even more aggressively and create a more open world.

The world is already intrinsically interconnected. Information and finance transcend borders regardless of national differences. No nation’s economy can operate in isolation. If globalization stops, so will the development of individual countries. Companies are entities that should contribute to people’s lives from a global perspective. Of course, any cross-border business must benefit all sides. If countries profit and grow together, they can build peaceful and stable relationships. That is the true significance of commerce.

I believe strongly in the idea of the “independent merchant.” That means charting your own course, nurturing an entrepreneurial spirit, being confident, and taking pride in yourself and your work. I want all employees to embrace our ZEN’IN KEIEI principle of adopting a managerial mindset and implementing best global practices. Wheelchair tennis champion Shingo Kunieda, a UNIQLO global brand ambassador, is an outstanding athlete who focuses single-mindedly on being the best. One person like that is enough to drive any group forward to success. It’s the same in a company. Maintaining networks inside and outside an organization and producing results are essential qualities for any professional.

I encourage employees in Japan to experience global business and form diverse teams with people from different backgrounds. Japanese people and companies can build sustainable frameworks for growth by joining forces with enterprising individuals and companies around the world. The only way to develop human resources who can manage global business is to create opportunities for people to gain management experience, as members of executive teams in a global context. I want talented people to explore their potential, and if they make a mistake, to learn from it and move forward.

We should tackle commerce with strong convictions and a clear mission, always willing to get back to basics to consider what the current world requires, and what principles should shape our work. I recently spoke with French economist Jacques Attali, and he argued that we should all aim to serve as the grandparents of humankind, even those yet to be born, and pursue work that benefits future generations. I think that is exactly right. I believe we can improve the world by pursuing business that is useful to the world and to our customers. I am determined to continue to work for society, fueled by my belief in the customer and the values that commerce generates.

THE FAST RETAILING WAY - FR Group Corporate Philosophy

Changing clothes.
Changing conventional wisdom.
Change the world.

GROUP MISSION

To create truly great clothing with new and unique value, and to enable people all over the world to experience the joy, happiness and satisfaction of wearing such great clothes
To enrich people’s lives through our unique corporate activities, and to seek to grow and develop our company in unity with society

SHINGO KUNIEDA

UNIQLO global brand ambassador and world No.1 men’s wheelchair tennis player*. Gold medalist in men’s singles wheelchair tennis at the 2020 Tokyo Paralympic Games. Winner of the wheelchair men’s singles title at the 2021 US Open. Received the Japanese Medal of Honor with Purple Ribbon in 2021.

*Men’s wheelchair tennis singles rankings (As of December 2021)
Our four promises and six key areas for creating a sustainable society

1. Completely overhaul the supply chain to further increase the value of LifeWear.
2. LifeWear must continue to respect the individuality and diversity of all people around the world.
3. Contribute to the stability and sustainable development of society on a global scale by further utilizing the unique power of LifeWear to make the world a better place that we have believed in for over 20 years.
4. Develop and provide new services and technologies that allow LifeWear to be worn for even longer.

FOUR PROMISES

1. Create New Value Through Products and Services
2. Respect Human Rights in Our Supply Chain
3. Respect the Environment
4. Strengthen Communities
5. Support Employee Fulfillment
6. Corporate Governance

SIX MATERIAL AREAS

By cherishing our LifeWear concept of ultimate everyday clothing, we will contribute to a sustainable society and fuel business growth. This is a core Fast Retailing belief. We will enhance the sustainability of society by creating a new industry that looks beyond the point of sale. Instead, we will stay closely involved in the whole process: how clothes are made, how they are sold, and the post-sale lifecycle. In this way, we will pioneer a completely new form of sustainable apparel on the global stage.
Our Ariake Project goals are to make and sell only the products that customers really need. Creating LifeWear takes this activity to the next level, and tackles two other challenges. One is manufacturing that reduces environmental impact by eliminating greenhouse gas emissions and waste across all processes from production through transport and retail in order to minimize environmental impact. The other is a supply chain that customers can be sure upholds human rights. Our responsibility for clothing does not end at the point of sale. In terms of Continuing to utilize LifeWear, we are developing new services and technologies to advance reuse and recycling. Also, in order to address increasingly complex social issues, through our clothing business we will contribute to society and harness diversity on a global scale.
Sustainable jeans production using BlueCycle technology

Creating Clothes That Minimize Impact on the Global Environment

Fast Retailing strives to reduce environmental impacts during product manufacturing and create high-quality circular clothing. For instance, our DRY-EX polo shirts and fluffy yarn fleece full-zip jackets are made partly from polyester produced from used plastic bottles. In addition, our 100% recycled down jackets utilize down and feathers from old UNIQLO down items. Also, our single-strap backpacks are made from 30% recycled nylon produced from yarn waste generated during factory manufacturing processes.

We have also introduced BlueCycle technology into jeans processing for all Fast Retailing Group brands. Developed in our Los Angeles-based Jeans Innovation Center, BlueCycle technology helps reduce the volume of water used in the finishing process by up to 99%.

Creating jeans with a natural worn look previously required large amounts of water and manual labor, but BlueCycle technology greatly reduces the burden on the environment and on workers.

*Comparing 2018 men’s regular fit jeans with similar products from 2017. The amount of water reduction varies by product.

Innerwear That Supports Every Stage of Life

UNIQLO offers comfortable innerwear that empowers all people to live life on their own terms. We seek to address the bodily changes associated with women’s unique biorhythms and attentively meet hygiene needs at all stages of life, from a first period through puberty, menstruation, maternity, post-childbirth, illness, and more.

01 Next-generation Absorbent Sanitary Underwear

AIRism absorbent sanitary underwear, released in September 2021, is a next-generation clothing item created with UNIQLO-exclusive technology. The triple-layer gusset has deodorizing qualities, can absorb approximately 30 to 40 ml of fluid, and boasts waterproof functionality to prevent leakage. Made from smooth, highly elastic AIRism fabric, this sanitary underwear stays cool and comfortable even when you sweat. A waterproof layer sewn into the back of the pants up to the waistline prevents leakage, so the wearer is free to enjoy everyday life to the fullest. The underwear is sustainable, as it can be washed at home and used repeatedly.

02 Wireless Bras for Comfort Every Day

We started selling wireless bras in 2011. They offer both a light, comfortable fit and a beautiful silhouette. Ever since, we have consistently refined these products, listening to our customers and improving the comfort and fit. For instance, our 3D hold wireless bra features patented radial incision flexible cups that fit comfortably and create a natural, beautiful shape. The material both stretches and contracts to fit each individual’s bust. We strive to accommodate diverse lifestyles and changes in wearers’ bodies by offering a range of relaxed fit and shape-lifting designs.
**Respect Human Rights in Our Supply Chain**

- Respect human rights and support the creation of safe and secure working environments.
- Conduct environmental audits of our sewing and fabric partner factories, and help factories solve any problems.
- Perform due diligence regarding human rights across the whole supply chain, identify human rights risks, pre-empt any problems and address any issues.
- Introduce tools for identifying issues that fail outside the audits, for example by establishing hotlines for factory employees.

**Monitoring That Improves Work Environments Across Our Supply Chain**

To protect human rights and work environments along our supply chain, we require partner factories to uphold the Fast Retailing Code of Conduct for Production Partners. As part of our monitoring activities, we ask independent organizations to conduct regular inspections with particular reference to items such as human rights violations, general work conditions, and environmental protection. We ask factories to improve any identified issues and support measures to achieve those improvements.

If we discover an extremely serious offense (E grade), we immediately begin a review of our business relationship with the offending factory, which may result in a termination of orders. After discussing the offending factory’s management and employment conditions within our Business Ethics Committee, we consider measures that must be taken to correct the violation and prevent recurrences.

No factory was assigned an E grade in FY2021. However, this year saw a larger number of factories receive a C grade. This is because we strengthened our risk prevention frameworks by conducting stricter checks on occupational health and safety training as well as work-related disease risk assessments. During the COVID-19 pandemic, we have continued to offer guidance to factories remotely as part of our work to encourage improvements.

**Working Environment Monitoring Results (Evaluation of Partner Factories)**

<table>
<thead>
<tr>
<th>Grade</th>
<th>Description</th>
<th>FY2019</th>
<th>FY2020</th>
<th>FY2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>Zero notable violations</td>
<td>40 (21)</td>
<td>52 (27)</td>
<td>46 (25)</td>
</tr>
<tr>
<td>B</td>
<td>Relatively low-risk violations</td>
<td>234 (143)</td>
<td>257 (162)</td>
<td>210 (137)</td>
</tr>
<tr>
<td>C</td>
<td>Potential violations of human rights or local occupational health and safety laws (e.g. masks, gloves, or other protective equipment not provided to workers as needed)</td>
<td>239 (103)</td>
<td>237 (94)</td>
<td>261 (101)</td>
</tr>
<tr>
<td>D</td>
<td>Major violations of human rights, occupational health and safety, or wage and benefit matters (e.g. locked emergency exits, errors in wage calculations)</td>
<td>71 (18)</td>
<td>66 (12)</td>
<td>65 (28)</td>
</tr>
<tr>
<td>E</td>
<td>Major violations, including child labor, forced labor, or other human rights violations; significant violations of occupational health and safety</td>
<td>1 (1)</td>
<td>1 (1)</td>
<td>0 (0)</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>585 (298)</td>
<td>613 (288)</td>
<td>582 (291)</td>
</tr>
</tbody>
</table>

**Fast Retailing Hotlines for Partner Factory Employees**

Based on our strong relationships with partner factories, we have been able to set up hotlines that enable factory employees to consult directly with Fast Retailing. These hotlines enable us to strengthen our ability to identify and correct any human rights issues or problems relating to work environments. These hotlines have been set up in locations including Shanghai, Ho Chi Minh City, Jakarta, Dhaka and Tokyo. Employees and representatives from our main sewing and fabric partner factories can seek advice anonymously in local languages. All consultations are treated confidentially. We fervently protect the privacy of the workers who contact us, and we strictly prohibit any retaliation or disadvantageous treatment.

Factories employ migrant workers, and so we have introduced systems that use a combination of smartphone messages and translation services to enable workers to consult with us in their own language. Of all the issues reported through the hotlines in FY2021, 95 were judged to be in violation of the Code of Conduct for Production

**Systems to Promote Responsible Supply Chain Procurement**

Responsible procurement includes appropriate work environments and production processes. Fast Retailing and our partner factories must work together to realize responsible procurement. Fast Retailing has formulated a procurement policy and guidelines relating to our specific business content, and we conduct regular training for employees in production and procurement roles.

We assign production department employees responsible for quality and progress management to our production offices in Shanghai, Ho Chi Minh City, Dhaka, Jakarta and Bengaluru. These employees visit partner factories each week to gain a firsthand understanding of on-the-ground conditions and provide guidance on appropriate processes. We have also established sustainability teams in our production offices. These teams advise how to manage and improve the monitoring of working environments at partner factories and offer on-site guidance regarding improvements. We provide regular training for employees who manage production at partner factories. Training centers on the Fast Retailing Code of Conduct for Production Partners as well as local laws and regulations, apparel industry issues, and production-related sustainability issues. Representatives from the sustainability department use practical examples to explain these issues at each production office.

We are strengthening traceability throughout the supply chain, starting from procurement of raw materials. Through our own site visits, audits by third party organizations, and third-party certifications, we will correct any human rights or labor environment issues.
Respect the Environment

- Set targets and accelerate initiatives in priority areas: responding to climate change, improving energy efficiency, managing water resources, improving waste management and resource efficiency, and managing chemical substances.
- Use the Sustainable Apparel Coalition’s environmental assessment index (Higg Index) to fully understand the environmental impacts and risks at our main sewing and fabric manufacturing partners across seven priority areas, including energy, water and waste. Work with factories to reduce environmental impact.

Aiming to Eliminate Waste Through Four Action Items

Various materials are used in product delivery, including packaging, cardboard boxes and hangers. As part of our group wide drive to eliminate waste, we are implementing four actions to identify single-use materials used for delivery and to ultimately reduce landfill waste to zero. First: reduce our actual use of the materials themselves. Seventy percent of customers support this action when they decline the offer of a shopping bag with their purchase. Second: replace what we can with greener materials. We are replacing the paper used in our offices and stores with FSC-certified or recycled paper and pressing ahead with the switch to a single type of product packaging material that can be more easily recycled. Third: reuse materials. GU reuses hangers by collecting them at checkout and returning them to the factory. Fourth: recycle materials. We started pilot projects in some regions of instore sorting, collection and recycling processes. The goal is to help recycle packaging materials. We intend to accelerate these initiatives to realize a sustainable society.

Our Approach to Zero Landfill Waste

- **Reduce**: Stop or reduce usage
- **Replace**: Use alternative materials
- **Reuse**: Reuse materials
- **Recycle**: Recycle materials
  - Recycle cardboard boxes
  - Recycle used paper
  - Recycle materials
  - Recycle chemicals

Strengthening Efforts to Reduce Greenhouse Gas Emissions

Fast Retailing has established targets for reducing greenhouse gas (GHG) emissions by FY2030. These have been recognized as science based targets (SBT) by the SBT Initiative, in accordance with the Paris Agreement. As compared to FY2019 levels, our certified targets include reducing Scope 1 and 2 emissions (derived from energy used at our own stores and major offices) by 90% and reducing Scope 3 emissions (from the production of raw materials for products, fabric production and garment manufacturing) by 20% by FY2030. We will also further strengthen our efforts to achieve net zero GHG emissions by 2050.

Creating Greener Stores

UNIQLO Japan’s efforts to build sustainable stores—including the introduction of highly efficient air conditioners and LED lighting, the separation of waste, and the use of water-saving toilets—have been widely acclaimed. As of September 2021, eight UNIQLO stores had acquired gold-level certification (LEED Gold®) for Operations and Maintenance of Existing Buildings under the Leadership in Energy & Environmental Design (LEED®) international system for environmental building and site use. In 2023, we plan to introduce a new type of store that focuses on energy efficiency from the design stage. By December 2021, we completed the switchover to renewable energy in 67 of our Europe stores, which are located across nine countries. We are working toward procuring all electricity used in our activities from 100% renewable sources.

Earnestly Reducing Supply Chain Emissions

We cannot reduce supply chain GHG emissions without the cooperation of partner factories. Fast Retailing utilizes our longstanding relationships with partner factories to address climate change and emissions targets together. After gaining a clear understanding of the issues and circumstances at each factory, we have laid out GHG emissions reduction plans. They incorporate the introduction of energy-saving measures, the elimination of coal, and implementing renewable energy measures at major factories that account for 90% of UNIQLO and GU production. We will create more concrete plans and ensure their implementation while providing support.

<table>
<thead>
<tr>
<th>CO2 Emissions (Unit:t-CO2)</th>
<th>FY2019</th>
<th>FY2020</th>
<th>FY2030</th>
<th>FY2030 greenhouse gas emissions target</th>
</tr>
</thead>
<tbody>
<tr>
<td>SCOPE 1, 2</td>
<td>-4,165,736</td>
<td>3,792,990</td>
<td>2,944,389</td>
<td>-90%</td>
</tr>
<tr>
<td>SCOPE 3</td>
<td>310,861</td>
<td>292,307</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Scope 3 is for UNIQLO and GU brands only</td>
<td></td>
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<table>
<thead>
<tr>
<th>FY2019</th>
<th>FY2020</th>
<th>FY2030</th>
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<tbody>
<tr>
<td>4,165,736</td>
<td>3,792,990</td>
<td>2,944,389</td>
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</table>

For UNIQLO and GU brands only
Strengthen Communities

Help combat COVID-19 worldwide.
Active pursue support activities in which we collect secondhand clothing from customers donation to refugees, internally displaced and socially vulnerable people worldwide.
We aim to donate 10 million items of clothing annually by the end of FY2025.
Empower children and the young leaders of tomorrow through educational support and social engagement programs.
Actively employee refugees. Aim to provide employment opportunities for 200 refugees each year.

Continuing Global Support to Combat COVID-19

COVID-19 continues to pose a major global threat, and Fast Retailing remains committed to helping people everywhere who are facing difficulties or crises.
Through our partnership with the Office of the United Nations High Commissioner for Refugees (UNHCR), we donated approximately 1 million AIRism masks to refugees and internally displaced people in Argentina, Iraq, Egypt, Chile, and Bolivia beginning in late February 2021. We also donated approximately 2 million masks to people in Afghanistan, Iraq, Bangladesh, Pakistan, and Myanmar on World Refugee Day on June 20.
In May, we donated a total of 100 million rupees to two non-profit organizations operating in India, where COVID-19 was spreading rapidly. This money helped provide oxygen concentrators to hospitals as well as food to low-income individuals heavily impacted by the virus. We also donated approximately 600,000 AIRism masks to India for distribution to frontline response teams. We intend to continue providing as much vital COVID-19 support as possible worldwide.

Donating Clothes to Refugees Worldwide

Since 2006, with the cooperation of the UNHCR, UNIQLO has been collecting gently used clothing from customers in stores and donating this clothing to refugees and internally displaced people around the world.GU joined this initiative in 2010 and we expanded our collection activities to 23 countries and regions. As of August 2021, we have collected a total of 46.19 million items from 79 countries and regions worldwide.

Fast Retailing and UNHCR also conduct Power of Clothing learning programs for elementary, junior high and high school students. UNIQLO and GU employees conduct outreach lessons, then students ask for clothing donations from people in their communities. The items are then delivered to people in need of clothing, such as refugees and displaced people. The program helps students realize that they can make a difference through taking initiative. In FY2021, 625 schools participated in the program in Japan.

Hiring Refugees in Stores Through Our RISE Program

Through the RISE Program, UNIQLO hires refugees as store staff. Providing employment opportunities is one thing that companies can do to help refugees lead a stable life in a new place. UNIQLO offers language training and in-store training that helps refugees create comfortable working environments. We also provide training for managers and staff working in stores that employ refugee staff. UNIQLO has already developed a deep-rooted culture of cooperation among staff in our stores, regardless of where they are from.

As of April 30, 2021, 120 refugees were working at UNIQLO stores in eight countries. Having refugees work as staff members aligns with our philosophy of promoting diversity across UNIQLO operations. We believe the RISE Program brings stability and opportunity to refugees’ lives, and also energizes and revitalizes our UNIQLO stores.

<table>
<thead>
<tr>
<th>Material Area</th>
<th>Current level of COVID-19 support (March 1, 2020 – August 31, 2021)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Masks</td>
</tr>
<tr>
<td></td>
<td>1.74 million units</td>
</tr>
</tbody>
</table>

UNIQLO donates 12,000 AIRism masks to Russian charity.

Refugee camp in Malawi

Mekonnen from Ethiopia in his fifth year at UNIQLO

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Support Employee Fulfillment

Promote diversity and inclusion, in particular gender equality, racial, ethnic and national diversity. Encourage active participation of people with disabilities as well as greater understanding of sexual orientations and gender identities (LGBTQ+). Promote workstyles to suit the life stages of all employees. Boost ratio of female managers to 50%. Provide a wide range of educational programs. Develop skilled employees who can play an active role on the global stage. Create working environments worthy of our aim to become the world’s safest and healthiest company.

Respecting diversity is one of the principles that Fast Retailing values most. We create work environments that value the individual differences of employees around the world and that provide equal opportunities for all people to explore new challenges and possibilities. Our diversity and inclusion team leads efforts to understand the relevant issues and implement effective measures for instance, by including diversity-related questions in our employee satisfaction surveys and employee evaluations. In 2020, we established a global diversity leadership team staffed by an international group of executive officers, department heads, and diversity and inclusion team members. This global team implements locally tailored initiatives, including activities and training, to raise awareness across our global operations.

Building Careers, Respecting Work-life Balance

To ensure all employees can select the work style that best suits them and still build a great career, Fast Retailing offers a wide range of human resource systems. These include child care and nursing care leave, shortened working hours, flextime, and baby-sitting assistance systems. We actively conduct trainings related to these issues. For instance, we hold sessions in which female executives share and exchange opinions on their experiences and the opportunities and issues they have faced during their careers. We also offer training programs for female managerial candidates and conduct training sessions to dispel unconscious bias toward female managerial candidates. In FY2021, the percentage of women in managerial roles across the Fast Retailing Group stood at 42.6%, and we intend to increase that to 50% by FY2030. We analyze the ratio of men to women by job title, department, and promotion opportunities. We also introduce programs tailored to individual circumstances in different countries and regions, and help each individual employee build a career by providing ample opportunities for new job roles and assignments in new departments.

*Managerial roles include block leaders and area managers in our sales department, store managers above a certain grade, and head office leaders, department managers and executive officers.

Respecting LGBTQ+ in the Workplace

In Japan, the Fast Retailing Group has introduced a Partnership Registration System that enables employees with same-sex partners to receive benefits including congratulatory leave and condolence leave. In December 2018, we also created the Symphony LGBTQ+ networking organization, run by volunteer employees from different departments, to raise internal awareness of LGBTQ+ issues and reflect employee insights in our products and our HR systems. Fast Retailing respects diversity of sexual orientation and gender identity and strives to create a work environment where all people feel comfortable being themselves.
Our Human Rights Committee, of which I am a member, is responsible for identifying, mitigating, and preventing human rights risks and evaluating the impact and likelihood of these risks. This helps us formulate measures to prevent human rights abuses and respond appropriately if violations occur.

Identifying potential human rights risks and evaluating their impact and likelihood is crucial. For instance, we need to consider risks related to forced labor, discrimination, or harassment. Through our Risk Management Committee, we ensure that our company has strong internal controls to prevent such violations.

In 2011, the United Nations approved its Guiding Principles on Business and Human Rights. These principles emphasize the need for companies to adopt policies that respect human rights and ensure that their business activities do not violate human rights. As a result, Fast Retailing has strengthened its human rights due diligence processes to align with these principles.

Having a majority of external directors on the Board strengthens the supervision of decision-making by the CEO and other executive officers. External directors, as former senior managers of global companies or leading specialists in fields such as M&A and financial management, bring diverse and superior expertise. They offer objective opinions that are reflected in important decisions. In FY2021, the Board discussed various topics including supply chain management, budget, and our strategy for Global Brands. The Board met 13 times in FY2021. The attendance rate was 99.1% for directors and 97.4% for auditors. External statutory auditors with certified accounting or legal backgrounds constitute half of the Board of Auditors. The auditors ensure transparent auditing and participate in specialized, objective discussions of relevant issues. The Board of Auditors met 15 times in FY2021 (98.6% attendance).

We consider what systems to use and how to assign responsibilities to help us uphold human rights. We will conduct business activities (e.g., procurement, production, transportation, retail) while considering potential risks, such as discrimination, forced labor, or harassment. We also monitor external events (e.g., procurement, production, transportation, retail) to ensure transparency in our governance.

As the Fast Retailing Group Code of Conduct is reviewed and updated whenever possible. Now that our company has grown and moved forward in the United States and Europe as a result, Fast Retailing conducted human rights due diligence with our partner factories. Identifying potential human rights risks and evaluating the impact and likelihood of these risks helps us formulate measures to prevent human rights abuses and respond appropriately if violations occur. Our Human Rights Committee, of which I am a member, is chaired by an external expert. We discuss how to further strengthen our efforts to uphold human rights.

Chairperson
Tadashi Yanai

Observer
Kazumi Yanai

Chairperson
Koji Yanai

Observer
Masaaki Shintaku

Chairperson
Kathy Mitsuko Koll

Chairperson
Keiko Kaneko

External Statutory Auditor

Internal Control
We aim to establish internal control systems whenever we operate by promoting full compliance, building risk management frameworks, protecting confidential information and pursuing thorough internal auditing. We seek to nurture a deep understanding of, and respect for, our Fast Retailing Group Code of Conduct by requiring all employees to take an annual online refresher course. We have also set up internal hotlines so that anyone can report or discuss potential compliance violations or concerns.

At the same time, our Risk Management Committee works to strengthen business-related risk management systems. The committee debates our preparedness and responses to various issues. Examples include COVID-19 and vaccination; the risks of major natural disasters, such as a big earthquake near Tokyo; and risks relating to international relations and conditions.

Corporate Governance at Fast Retailing (As of December 27, 2021)

Board of Directors, Board of Auditors

Having a majority of external directors on the Board strengthens supervision of decision-making by the CEO and other executive officers. External directors, as former senior managers of global companies or leading specialists in fields such as M&A and financial management, bring diverse and superior expertise. They offer objective opinions that are reflected in important decisions. In FY2021, the Board discussed various topics including supply chain management, budget, and our strategy for Global Brands. The Board met 13 times in FY2021. The attendance rate was 99.1% for directors and 97.4% for auditors. External statutory auditors with certified accounting or legal backgrounds constitute half of the Board of Auditors. The auditors ensure transparent auditing and participate in specialized, objective discussions of relevant issues. The Board of Auditors met 15 times in FY2021 (98.6% attendance).

Continuing Initiatives for Human Rights Due Diligence

Keiko Kaneko
External Statutory Auditor

In 2011, the United Nations approved its Guiding Principles on Business and Human Rights and asked individual countries to formulate action plans accordingly. Legislation related to human rights due diligence has moved forward in the United States and Europe as a result. Human rights due diligence refers to the identification, mitigation, and prevention of human rights risks, such as discrimination, forced labor, or harassment while conducting business activities (e.g., procurement, production, transportation, retail).

Through FY2020, Fast Retailing conducted human rights due diligence with our partner factories. Identifying potential human rights risks and evaluating the impact and likelihood of these risks helps us formulate measures to prevent human rights abuses and respond appropriately if violations occur. Our Human Rights Committee, of which I am a member, is chaired by an external expert. We discuss how to further strengthen our efforts to uphold human rights.

We consider what systems to use and how to assign people in the markets in which we operate to achieve the best possible outcome, and these initiatives must be constantly reviewed, reshaped, and reinforced. The Fast Retailing Board and executive officers are always keen to implement changes by listening attentively to opinions and advice from relevant parties, and switching to better ideas whenever possible. Now that our company has grown and enjoys extremely strong brand recognition worldwide, ensuring highly transparent governance is more important than ever.

I will do everything in my power to protect work environments that promote open discussion between external and internal directors, auditors and all our employees, in the hope of further strengthening our corporate governance.
Messages from Our Directors

Tadashi Yanai

A More Sustainable Society Through LifeWear

In order to help realize a sustainable society, I strive for transparent management based on our corporate statement: Changing clothes. Changing conventional wisdom. Change the world. Our LifeWear apparel delivers happiness and joy to people worldwide. I want us to grow into an even better company by pursuing the sweeping corporate transformation laid out in our Ariake Project.

Appointed President and CEO in September 1984, and in his current position of Chairman, President & CEO in September 2005. Main concurrent positions: Chairman; President & CEO of UNIQLO CO., LTD.; Director & Chairman of G.U. CO., LTD.; Director of LINK THEORY JAPAN CO., LTD.; External Director at Nippon Venture Capital Co., Ltd.

Nobumichi Hattori

Increase Corporate Value by Focusing on Global Risk Management

I believe the best way to increase shareholder value is objectively judging how capital markets perceive Fast Retailing’s corporate value. I consider global risk management factors and offer advice from a broad range of perspectives, and in this way ensure Fast Retailing continues to fulfill market expectations as a well-respected company that is anticipated to keep growing strongly in the future.

Appointed November 2005. Formerly worked at Goldman Sachs. Currently a research specialist in M&A and corporate value evaluation. Also serves as Visiting Professor at Waseda Graduate School of Business and Finance, and at Keio University Graduate School of Business Administration; External Statutory Auditor at Frontier Management Waseda Graduate School of Business and Finance, and at Keio University Graduate School of Business Administration; External Statutory Auditor at Frontier Management Inc.; External Director at Hakuhodo DY Holdings Inc.

Masaaki Shintaku

Promote Our Digital Consumer Retailing Company and Support Further Advancement

We have invested efficiently in transforming IT systems that now support Fast Retailing’s operations. This has earned the company a strong reputation for the successful utilization of IT. Fast Retailing is proceeding with its evolution into a digital consumer retailing company and accelerating its efforts to analyze data and acquire knowledge. The company is attracting more exceptionally talented employees as we embrace the challenge of the next stage of growth. The Board of Directors is contributing in every way it can.

Appointed November 2000. Previously Executive Vice President of Oracle Corp. (US) and Chairman of Oracle Corp. (Japan). Currently Counselor of Special Olympics Nippon Foundation, External Director of NTT DOCOMO, INC. and NTT Communications Corporation.

Takashi Nawa

Support Growth as a Company That Values Diverse Perspectives

Helping create a sustainable society is a common global goal that can increase corporate value. It is my job to help Fast Retailing address ESG issues more proactively and secure a reputation as a global industry leader. I want to help us grow into an even better company by ensuring my ideas and actions always champion diversity.

Appointed November 2012. Previously a director of McKinsey & Company and External Director at DENSDO CORPORATION. Currently a Visiting Professor at the Hitotsubashi ICS, President of Genesis Partners, and External Director at NEC Capital Solutions Limited, Aionmo Co., Inc., and Sompo Holdings, Inc. and a Visiting Professor at the Kyoto University of Advanced Science.

Naotake Ono

Ensure Transparent Management and Strengthen Risk Management

When I was in senior management, I expected external directors to voice direct opinions that took into account a wide range of perspectives. Developing a broad outlook by studying other industries as well as your own is vital to good management. Mr. Yanai is a leader who is open to ideas, so I intend to voice frank opinions and fulfill the external director’s duty to ensure management transparency and to manage risk.

Appointed November 2018. Formerly Director, Senior Managing Executive Officer, Executive Vice President, President & COO of Daima House Industry Co., Ltd. Became Special Advisor to Daima House in November 2017.

Kathy Mitsuko Koll

Create an Organization With Diversity as a Key Growth Driver

As Fast Retailing’s first female external director and first director who is not Japanese, I intend to make proposals from a variety of perspectives. I have particular expertise and experience in ESG matters. I agree with Mr. Yanai’s view that diversity is the driver of growth and I want to help create the organizational frameworks to achieve this. Nurturing role models who can promote “womenomics” is part of that effort.

Appointed November 2021. Worked as a partner and then Vice Chairperson at Goldman Sachs Japan Co., Ltd. Currently serves as Counselor of the Fast Retailing Foundation and General Partner of MPower Partners Fund L.P.
Promote Deep, Realistic Discussion Based on Actual Frontline Conditions

My role as Group senior executive officer and CFO is to supervise and engage with management. To that end, I like to convey the actual on-the-ground situation to the Board to help guide deeper, more realistic discussions. In line with Board policy, I will strive to shape the activities of the Board, including my own, from the perspective of our customers and other stakeholders, and to ensure fair and correct management.


Create the Foundation for Continuous Growth by Valuing Long-term Perspectives

I am helping to create a strong foundation for continued growth by upholding our corporate culture, strengthening governance and prize our social contributions. As a member of the founding family, I take a long-term perspective and aim to bolster Fast Retailing’s global growth. As a senior executive officer, my job is to advance our business transformation and work together with employees and management teams to create our ideal company.

Appointed November 2018. Joined Fast Retailing in September 2009 after working at Goldman Sachs Group, Inc. and Link Theory Holdings (US) Inc. (currently Theory LLC). Main positions: Chairman, Theory LLC and UNIQLO USA LLC; Group Senior Executive Officer, Fast Retailing Co., Ltd.

Focus on Our People, Strive for Correct Management and Sustainable Growth

Since being appointed as an executive officer, and gaining the practical experience that came with the post, I have become keenly aware of the importance of a management style that values people. As a director and a member of the founding family, it is my responsibility to pursue rational economic objectives as well as fair and correct management that reflects our commitment to society. I also hope to contribute to sustainable growth for all our stakeholders.

Appointed in November 2018. Joined Fast Retailing in September 2012 after working at Mitsubishi Corporation’s food subsidiary Princes Limited, UK. Currently Group Senior Executive Officer, Fast Retailing Co., Ltd.

Auditors

Keiko Kaneko
External Statutory Auditor
Independent Director

Appointed November 2012. Partner at Anderson Mori & Tomotsune; Statutory Auditor at UNIQLO CO., LTD.; External Statutory Auditor at The Asahi Shimbun Company and at Daido Kogyo Co., Ltd.

Masatsugu Shinjo
Standing Statutory Auditor
Independent Director


Takao Kashitani
External Statutory Auditor
Independent Director

Appointed November 2018. Director of Brain Group (Kashitani Accounting Office); President of Brain Core Co., Ltd. and of FP Brain Co., Ltd.; External Director at Japan Freight Railway Company.

Masumi Mizusawa
Standing Statutory Auditor
Independent Director


Masaaki Shinjo
Standing Statutory Auditor
Independent Director


Masakatsu Mori
External Statutory Auditor
Independent Director

Tennis champion Roger Federer is sporting an Ultra Light Down vest, amazingly light, but extremely warm. We have increased the voluminous feel of the down and updated the fit to a relaxed silhouette.
The Secret to Uniqlo Success

**01 LifeWear Resonates Worldwide**

Uniqlo LifeWear is simple, high-quality, everyday clothing that appeals to people of all ages, everywhere. When we create LifeWear, we always start with our customers. By reflecting customer insights from e-commerce and stores into our products, we can perfect the details of our core ranges, achieve a more comfortable fit, and swiftly develop clothes to satisfy new and changing lifestyles. LifeWear is always evolving and winning new support worldwide because it fulfills ever-changing customer needs.

**02 Create New Demand With New Functional Materials**

Working with world-leading fiber manufacturer, Toray Industries, Uniqlo has created many highly advanced, functional products. These include our warmth retaining and generating HEATTECH range, and our Ultra Light Down garments, made with high-density material to keep down inside. Other innovations include our versatile, cool-feel AIRism range and BLOCKTECH garments with windproof coating. We spent years perfecting our advanced materials, which cannot be replicated by competitors. Developing clothes with new functionality creates lifestyle flexibility and fresh demand.

**03 World-class Materials and High Quality at Reasonable Prices**

Uniqlo’s strength lies in offering great value clothing made with high-quality materials. We negotiate directly with global producers and place long-term orders for superior materials such as Supima® cotton, merino wool and premium linen. Such economies of scale enable us to secure a more favorable supply than our competitors, at greatly reduced costs. The high quality of Uniqlo LifeWear is also underpinned by strong trust, built over many years with our partner factories. Our production department and factories communicate closely so we can immediately address any quality-related requests from customers and make improvements.

**04 Creating Shopping Synergy and Convenience in Stores and Online**

Our e-commerce operation offers a full range of LifeWear products and sizes to meet the diverse needs of our customers. We are integrating our retail store and e-commerce operations to increase convenience, enabling customers to collect online orders from nearby stores, or to order online any item out of stock at their local store, for delivery anywhere. In addition, we review the convenience of our stores for customers, and open new stores in optimally-convenient locations and formats. For a brand like Uniqlo with such a strong store network, online-to-offline (O2O) serves as an additional engine of growth.
Research & Development (Designers/Pattern Makers)

An important part of R&D at UNIQLO is to develop products that respond to customer requests, while also identifying new and emerging needs. Accordingly, our R&D centers constantly research global fashion trends and new materials, working to anticipate future shifts in the lifestyles and needs of our customers.

One year before a product’s intended launch, the R&D department holds a concept meeting with a diverse range of representatives from the merchandising and marketing and materials-development teams to determine the right design concept for the season. Our designers then begin the process of preparing designs and refining samples. Even after a design is decided, its color and silhouette can be refined multiple times before the design is ready to be finalized.

Merchandising (Product Planning)

The merchandising team plays a vital role in the product creation process, from planning through production. Deciding product lineups and volumes throughout the year is an important aspect of the department’s job. To do this, merchandisers communicate closely with R&D, the production department, and other divisions to determine the designs and materials required for each season’s products. They also manage the launches of our strategic products in close cooperation with other key departments. Many UNIQLO products are manufactured in lots of approximately 1 million units, and the merchandising department monitors the latest sales conditions, issuing instructions to either increase or decrease production during the season—a key responsibility of the team.

Development and Procurement of Materials

UNIQLO can secure stable, high-volume supplies of top-quality materials at low cost by negotiating directly with materials manufacturers worldwide. Utilizing our economies of scale enables us to achieve more favorable terms than any other manufacturer. The materials used for our core items are particularly important. Our in-depth research and experimentation generate improvements in the functionality, feel, silhouette and texture of our clothes. For example, we work closely with Kaihara Corporation to source denim to specific spinning standards and dyeing specifications. We also partner with world-leading synthetic fiber manufacturer, Toray Industries, to create innovative new fibers and materials such as the ones found in our HEATTECH range.

Production Network

UNIQLO does not own any factories. Instead, we outsource the production of almost all our products to factories around Asia. We have built strong relationships of trust with our partner factories over many years, and hold annual conventions to promote dialogue with factory managers. We conduct monitoring programs at our sewing factories and major fabric suppliers to prevent human rights violations, to ensure good working environments, and to protect the environment when our products are being made. As required, we help factories implement improvements. UNIQLO continues to produce high-quality products by maintaining a win-win relationship with partner factories. As we expand globally, we continue to grow our partner factory network in countries like Vietnam, Bangladesh, Indonesia and India.

Production Department

We assign production department members, who manage product quality and production progress, and Takumi (skilled artisans), to production offices in Shanghai, Ho Chi Minh City, Dhaka, Jakarta and Bengaluru. Production office representatives visit partner factories weekly to resolve any issues. The production department swiftly addresses any quality concerns raised by customers and implements improvements if required.

UNIQLO Takumi Teams

“By offering instruction on dyeing technology at UNIQLO’s partner factories, I can encourage workers to embrace a new production management philosophy and improve the factories they work in. Our cultures may be different, but our aim is the same—to make truly good products. I am proud to be passing on expert Japanese techniques to the next generation of technicians.”

UNIQLO Production Offices

By offering instruction on dyeing technology at UNIQLO’s partner factories, I can encourage workers to embrace a new production management philosophy and improve the factories they work in. Our cultures may be different, but our aim is the same—to make truly good products. I am proud to be passing on expert Japanese techniques to the next generation of technicians.
SALES

Inventory Control
The inventory control department maintains ideal store inventory levels. It does this by monitoring sales and stock on a weekly basis, and then dispatching inventory and new products to fulfill orders. At the end of each season, merchandisers and the marketing department work together, coordinating sales promotions to help reduce residual inventory.

Marketing
Each season, UNIQLO conducts promotional campaigns for core products such as HEATTECH, Ultra Light Down, Airism and Bratops. During these campaigns, UNIQLO emphasizes each product’s unique features and benefits on TV and in other media. In Japan, we use UNIQLO apps, email, social media, and flyers delivered with national newspapers to notify customers about limited-period discounts, typically of 20% to 30%, on new seasonal ranges.

Stores
UNIQLO Japan had 810 stores (including 30 franchise stores) across Japan as of the end of August 2021. UNIQLO International expanded to 1,502 stores, including 932 stores in the Greater China region, 134 in South Korea, 270 in South Asia, Southeast Asia & Oceania, 109 in Europe and 57 in North America. We have been accelerating new store openings, primarily in the Greater China region and Southeast Asia.

E-commerce
The importance of our e-commerce operation is growing as more customers enjoy shopping both online and in stores. In FY2021, online sales accounted for approximately 18% of total sales. Geographically, online sales accounted for roughly 20% of total sales in the Greater China region, 10% in South Asia, Southeast Asia & Oceania, 30% in Europe, and 40% in North America. We will further enhance combined e-commerce and retail store services and build systems that enable customers to shop conveniently at times and places that suit them.

Customer Centers
Our customer centers analyze huge volumes of customer requests. Customer feedback helps us improve core products, and to develop new products, such as front-opening innerwear and highly-absorbent sanitary underwear. In April 2021, we added a new customer center at our Akihabara headquarters in Tokyo to complement our existing Yamaguchi center. This enables us to connect customer insights directly to management, and to apply them to product and service development in real time.
UNIQLO delivers LifeWear (ultimate everyday clothing) to all people worldwide. UNIQLO boasted a global network of 2,312 stores as of August 2021. UNIQLO International accounted for 1,502 of those stores, or 65% of the total network.

<table>
<thead>
<tr>
<th>Country/Region</th>
<th>Stores</th>
</tr>
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<tbody>
<tr>
<td>Japan</td>
<td>810</td>
</tr>
<tr>
<td>Greater China</td>
<td>932</td>
</tr>
<tr>
<td>South Korea</td>
<td>134</td>
</tr>
<tr>
<td>South Asia, Southeast Asia &amp; Oceania</td>
<td>270</td>
</tr>
<tr>
<td>North America</td>
<td>57</td>
</tr>
<tr>
<td>Europe</td>
<td>109</td>
</tr>
</tbody>
</table>

25 countries and regions
Further Growth, a Stronger Brand

First Beijing Flagship Store a Fresh Catalyst for Greater China Region

We opened Beijing’s first global flagship store in the famous Sanlitun fashion area on November 6, 2021. The store, which boasts a 2,400 m² shop floor, houses our first fresh-flower booth in Mainland China and a space that presents some of UNIQLO’s sustainability activities. UNIQLO participated in the China International Import Export (CIIE), which was held the day before the new store opening, as an important part of our activities to showcase LifeWear and the UNIQLO brand to the world.

Even amid COVID-19 uncertainty, we expect UNIQLO’s share in the Greater China region (Mainland China market, Hong Kong market and Taiwan market) will increase as we aim to open 100 new stores each year. Our All-store Profit Improvement Project in Mainland China helps secure profits even when the external environment deteriorates. We do this by confirming and analyzing profit conditions at each store, working with store managers to refine sales plans, and extending support where needed. This scheme has enabled us to increase individual store profitability. Revenue and profit increased significantly in the Greater China region in FY2021 (revenue: ¥532.2 billion (+16.7%), operating profit: ¥100.2 billion (+52.7%)). Our future targets are ¥1 trillion revenue and ¥200 billion operating profit.

The region’s performance was impacted by restrictions and temporary store closures due to the spread of COVID-19, but when case numbers eased and stores reopened, sales expanded strongly, proving the growing local support for LifeWear.

Meanwhile, the temporary closure of our physical stores greatly boosted e-commerce sales. While e-commerce accounted for approximately 10% of total sales in FY2021, we now expect that ratio to increase to 30% very quickly. After having launched e-commerce sales in Indonesia in September and Vietnam in November, we now offer online shopping across our entire Southeast Asian market. We are currently strengthening our e-commerce organizational structure and platforms to ensure greater customer satisfaction regarding payment and delivery. Attention-grabbing new products sell well online, so we want to achieve our target by simultaneously strengthening digital marketing.

New store development in shopping malls and roadside retail locations will further accelerate the pace of store openings from FY2023 onward. We intend to offer products that meet customer needs and further expand operations to become the No.1 apparel brand in Southeast Asia.

Expand Stores and E-commerce, Become No.1 in Southeast Asia

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EUROPE

A Clear Path to Future Expansion

In FY2021, UNIQLO Europe increased revenue and turned a profit. While business conditions remained tough as COVID-19 infections rose, sales recovered sharply after lockdowns were eased in May 2021, when many customers were able to return to our stores.

Despite such difficult times, we have seen e-commerce sales expand by approximately 250% over the past two years to become a key pillar of UNIQLO Europe operations. Improving our e-commerce services and proactively seeking new customers has encouraged people who have never visited a physical UNIQLO store to buy our products.

Our cashmere, bottoms, down and other outerwear sell particularly well in Europe, and UNIQLO’s merino wool sweaters are especially popular among those with an eye for fashion. When I hear local customers say they like the high quality and refined silhouettes of our clothing, I sense a true affinity with our LifeWear concept.

I have noticed some other positive trends, with customers buying more innerwear and T-shirts as working from home becomes increasingly mainstream.

In September 2021, we opened our UNIQLO RIVOLI store on the Rue de Rivoli in Paris, where many museums, including the Louvre, are located. Our concept was to bring together apparel and art.

We also plan to open a new and improved global flagship store on London’s Regent Street in spring 2022. In the 20 years since we opened our first store in the UK in 2001, UNIQLO has grown into a global brand. By opening large-format stores in the best locations in Europe’s major cities, we want to show the world how strong our brand has become.

The potential locations for new stores have greatly increased since we started reforming our cost structure and improving our earnings structure. I want to continue providing attentive Japanese-style service and expanding into more cities to help the UNIQLO brand become a vital part of European life.

Taku Morikawa
CEO, UNIQLO Europe, Group Senior Executive Officer, Fast Retailing Co., Ltd.
GLOBAL E-COMMERCE

Customer-centric Online Sales

Masanobu Kusaka
Head of Group Digital Commerce
Group Executive Officer,
Fast Retailing Co., Ltd.

Making E-commerce Our Main Business: A UNIQLO-driven Industrial Revolution

When I was general manager in charge of the launch of UNIQLO’s New York Fifth Avenue store, I thought we were competing mainly with other global apparel brands. But at that time in the USA, we were also witnessing a surge in disruptive industry innovation made possible by a rapid shift to digital. Just as I was reflecting on these issues — Would our competitors change Would the very rules of commerce change — Tadashi Yanai, our CEO, set out his vision for making e-commerce our main business, and I was put in charge of bringing this vision to life when I returned to Japan. I was determined to create a customer-centric business framework. I didn’t just want to sell things online. My aim was to create a UNIQLO-driven, customer-centric industrial revolution that would provide products and product information to customers when and where they needed it. We did this by encouraging cooperation between physical stores and e-commerce, and by merging our inventory and sales network. At the end of August 2021, we had e-commerce operations in 21 markets, which accounted for approximately 18% of total sales. I want to increase that proportion to 30% as soon as possible. Previously we relied on outside firms for many e-commerce functions. Now we have decided to operate and manage everything in-house, and are transforming procedures to speed up the transition. We have introduced automated warehouses, moved warehousing operation in-house, and launched a new proprietary e-commerce platform. We have already introduced this platform into 50% of our operations, including Japan, and are making steady progress toward unifying platforms globally. UNIQLO enjoys strong product appeal and a global physical store network. We are harnessing these strengths to enable customers worldwide to easily purchase UNIQLO products anytime, anywhere.

All E-commerce Operations In-house, End-to-end Customer Connections

In my view, e-commerce is all about marketing. Marketing not only enables us to link directly with individual customers and provide them with tailored information, but also to receive feedback and information from them. Pursuing our shift to a customer-centric e-commerce model will help us understand exactly what our customers are seeking.

The creation of a photography studio at our Ariake headquarters in 2021 is related to our decision to operate an end-to-end e-commerce operation entirely by ourselves, from product planning through production, distribution, retail and customer delivery. Locating the studio next to the customer center enables us to directly reflect insights from customers and store personnel in how we photograph our products. Employing our own in-house camera operators and stylists enables us to produce high-quality work quickly. I feel these moves are already starting to greatly boost customer satisfaction. There is still much to do to reach our goal of managing a full end-to-end e-commerce service, but we are committed to getting there.

We have a global store network and strong brand power, and I believe that if we can achieve this end-to-end Groupwide transformation, our physical-store and e-commerce businesses will truly become one. And developing customer-centric e-commerce will allow us to become a key part of the infrastructure for providing daily clothing essentials. If we don’t achieve this goal, we won’t become a global No. 1 brand, or even survive as a company. That conviction fuels the industrial revolution we have embarked upon.

The studio at our Ariake headquarters is one of the largest in-house facilities of its kind in Japan. Fully equipped for video shoots and natural light photography.

UNIQLO E-commerce Sales and Ratio Trends

We have a global store network and strong brand power, and I believe that if we can achieve this end-to-end Groupwide transformation, our physical-store and e-commerce businesses will truly become one. And developing customer-centric e-commerce will allow us to become a key part of the infrastructure for providing daily clothing essentials. If we don’t achieve this goal, we won’t become a global No. 1 brand, or even survive as a company. That conviction fuels the industrial revolution we have embarked upon.

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LifeWear
Simple made better.
LifeWear is clothing designed to make everyone’s life better. It is simple, high-quality, everyday clothing with a practical sense of beauty ingenious in detail, thought through with life’s needs in mind, and always evolving.

Evolving Tradition with Modern Techniques
Our stretch selvedge slim-fit jeans offer attractive texture and vintage denim style. The red ear selvage seams pay homage to the popular jeans of the good old days. UNIQLO has taken denim made on traditional shuttle looms and carefully crafted by expert artisans, adding stretchability developed with world-renowned denim manufacturer Kaihara Corporation to create a modern fit and feel.

Functionality for Perfect Comfort
We have evolved our advanced HEATTECH material, which generates heat and maintains warmth. We also extended the HEATTECH lineup beyond innerwear to include outerwear and accessories. Our HEATTECH scoop neck T-shirt is incredibly thin but packed with features: quick-drying, stretchable, retains its heat and shape, absorbs and releases moisture, and prevents bacteria and odor.* Exact functionality differs by product.

Maintaining Texture for Longer
Our extra fine merino wool knitwear is high quality, stylish and machine washable. We developed special processing to reduce potential shrinkage during washing and to prevent the formation of pills or bobbles for easy care. Thanks to their great color development and excellent ability to regulate moisture and temperature inside clothes, our merino wool items are versatile and durable—a more sustainable option.
Great Advances in Low-priced Fashion, Fun for Everyone

Osamu Yunoki
CEO, G.U. CO., LTD.
Group Senior Executive Officer,
Fast Retailing Co., Ltd.

Our customers’ desire to enjoy fashion has not changed during the COVID-19 pandemic. We are witnessing a growing need not only for good design, but also for greater comfort. I believe GU was able to boost sales in FY2021 by adjusting ranges to suit changing lifestyles, expanding loungewear that balances GU-style fashion, cuteness, low prices, and comfortable fit, and by developing feminine care products that thoughtfully consider health. Also popular is GU Baby, which seeks to create clothes that facilitate babies’ and young children’s development and spark an interest in good clothing.

Increasingly diverse lifestyles and customer insights led us to launch our “ageless” and “genderless” concepts in Fall Winter 2021. As the names suggest, we want all customers to enjoy fashion irrespective of age, gender, or body shape. We use a diverse group of models in our TV commercials and web advertisements to convey the fun of our ageless and genderless styles. While we do make the items as men’s or women’s products, our shopfloor displays enable customers to easily mix and match items and create their own unique styles.

In the past, fashion from global collections became trendy when published in magazines and other media, but now fashion originates with people in the street. Everyone enjoys the freedom to find their own style and share it on social media. People of different ages, genders, and body shapes can create unique styles with our items, all of which offer an appealing combination of fashion, practicality, and low price. By meeting the latest needs, we launch hit products.

However, there is still much to do. We must improve our inventory control systems, and we are developing frameworks to enable more timely production adjustments by pressing ahead with supply chain reforms. We are now better able to create hit products because we collect and analyze opinions from customers and store staff as part of our transformative Ariake Project.

To make shopping easier for customers, we are considering opening new stores in locations including Japanese shopping malls, roadside retail locations, and commercial buildings, and increasing the number of combined UNIQLO GU stores, which achieve some great synergies for us. We are further enhancing our fusion of physical store and online services for greater shopping convenience and a better e-commerce operation. I have deep respect for GU’s YOUR FREEDOM concept, which seeks to give people the freedom to be themselves, or to find out who they are. That is how we can bring happiness to even more customers.
Theory

Innovative and Stylish Fashion

Theory is a contemporary fashion brand launched in New York in 1997. The Theory brand offers unfailingly elegant style. Its acclaimed comfort stems from perfectly fitting designs and superior materials. At the end of August 2021, Theory boasted 431 stores worldwide.

PLST

Top-quality Clothing for Comfortable Everyday Living

The PLST brand offers top-quality everyday clothing made with careful attention to fabrics, textures, and styles to suit any occasion. PLST is popular with consumers of all ages who enjoy the brand’s reasonable prices and versatile designs. PLST has 98 stores in Japan (as of August 2021).

Princesse tam.tam

A Graceful Women’s Brand From France That Celebrates You

Princesse tam.tam (PTT) is a French lingerie brand whose “lingerie that lets your own personality shine through” resonates with countless women. It is known for comfort, femininity, original prints and vibrant colors. PTT offers a wide range of lines including lingerie, loungewear and swimwear.

Comptoir des Cotonniers

The Allure of French Esprit

Comptoir des Cotonniers (CDC) is an affordable luxury brand founded in 1995 in France acclaimed for its high-quality natural materials and simple designs. The sophisticated attention to detail for which Paris is renowned is on full display through CDC. Its refined collections enable diverse women around the world to express themselves, whatever the occasion.
**FY2021 BUSINESS PERFORMANCE**

**SNAPSHOT**

- Consolidated revenue ¥2.1329 trillion (+6.2% year on year), operating profit ¥249.0 billion (+66.7%). Business recovered following previous year’s heavy COVID-19 impact.
- UNIQLO Japan: Revenue rose, profit increased considerably. Especially strong first-half profit gain on strong sales of core Fall Winter items and stay-at-home products, and controlled discounting.
- UNIQLO International: Large revenue and profit gains. UNIQLO Greater China region reported record results. UNIQLO USA halved its losses, UNIQLO Europe turned a profit following earnings structure reforms.
- GU: Higher revenue but lower profit. Despite strong first-half performance, sales struggled in the second half.
- Groupwide e-commerce sales rose approximately 20%. Constituted roughly 18% of total sales.

**UNIQLO JAPAN**

**FY2021 Results**

- Revenue ¥842.6 billion (+4.4% YoY)
- Operating profit ¥123.2 billion (+17.7% YoY)

**Future Outlook**

- Boost growth: Develop products that suit customer needs, create new contact points by unifying physical stores and e-commerce operations, rebuild our store network to suit new lifestyles, pursue community-focussed local store management.
- Progress Ariake Project to achieve stable 15% OP margin. Raise profitability: Improve demand forecasting and planning accuracy, minimize shortages of strong-selling items, restrict excess inventory. Reform supply chain: Timely production increases, more efficient distribution and store management.

**UNIQLO INTERNATIONAL**

**FY2021 Results**

- Revenue ¥930.1 billion (+10.2% YoY)
- Operating profit ¥111.2 billion (+121.4% YoY)

**Future Outlook**

- Diversity global earnings pillars. Expect continued high growth from Greater China and Asia & Oceania regions as consistent growth drivers. Plan to continue opening 100 stores in Greater China and accelerate store openings in Asia & Oceania to 40 stores each year.
- Earnings structure reforms facilitated the right frameworks for a swift move into the black for North America and improved profitability in Europe. Aim to expand operations by ensuring product mixes satisfy local customer needs and expanding e-commerce operations.

**GU**

**FY2021 Results**

- Revenue ¥249.4 billion (+1.4% YoY)
- Operating profit ¥20.1 billion (-7.6% YoY)

**Future Outlook**

- Strengthen GU’s unique ability to offer fun fashion at amazingly low prices. Focus on developing mainstream fashion products and reduce lead times by strengthening our development, concentrate buying and stockpiling of raw materials so we can expand our range of low-priced items.
- As part of the Ariake Project, we will strengthen supply chain functions to help grasp and analyze fashion trends early and reflect them in product design and volume planning.

**GLOBAL BRANDS**

**FY2021 Results**

- Revenue ¥108.2 billion (-1.3% YoY)
- Operating profit ¥-1.6 billion (-%)

**Future Outlook**

- Expand Theory profits by offering a wider range of highly finished lightweight items that are also comfortable as everyday wear and reviewing the pricing of some products to make them more affordable while maintaining the same superior quality.
- Put PLST back on a firm growth track by sharpening its image as a brand offering top-quality everyday wear at reasonable prices.
- Aim to improve profitability by implementing structural reforms at Comptoir des Cotonniers and Princesse tam.tam operations.
Consolidated revenue rose 6.2% year on year to ¥2.132 trillion. Performance recovered primarily at UNIQLO operations following the previous year’s heavy COVID-19 impact. Groupwide e-commerce sales were strong, rising approximately 20%.

UNIQLO International’s contribution to total revenue rose by 1.7 points to 43.7%. Significantly higher revenue from Greater China drove overall performance. North America and Europe sales recovered sharply from May 2021 onward.

Increased 66.7% year on year to ¥249.0 billion. Witnessed significant profit gains primarily at UNIQLO operations, with UNIQLO International profit jumping 121.4% and UNIQLO Japan profit rising 17.7%.

UNIQLO International’s contribution to total revenue rose by 1.7 points to 43.7%. Significantly higher revenue from Greater China drove overall performance. North America and Europe sales recovered sharply from May 2021 onward.

Our basic earnings per share (EPS) increased 87.9% to ¥1,663.12 thanks to the significantly higher operating profit and a net finance income of ¥16.8 billion including foreign exchange gains on foreign-currency denominated assets, etc.

ROE rose 6.9 points year on year to 16.4% following an impressive 88.0% increase in net profit attributable to owners of the Parent.

UNIQLO International’s Contribution to Revenue

<table>
<thead>
<tr>
<th>Operation</th>
<th>UNIQLO International</th>
<th>UNIQLO Japan</th>
<th>GU</th>
<th>Global Brands</th>
</tr>
</thead>
<tbody>
<tr>
<td>¥930.1 billion</td>
<td>(43.7%)</td>
<td>¥642.6 billion</td>
<td>¥249.4 billion</td>
<td>(11.7%)</td>
</tr>
<tr>
<td>Profit</td>
<td>16.4%</td>
<td>17.7%</td>
<td>121.4%</td>
<td>87.9%</td>
</tr>
</tbody>
</table>

UNIQLO International’s Contribution to Total Revenue

Total Revenue

- **Consolidated revenue rose 6.2% year on year to ¥2.132 trillion. Performance recovered primarily at UNIQLO operations following the previous year’s heavy COVID-19 impact. Groupwide e-commerce sales were strong, rising approximately 20%.**

Increase in profit at UNIQLO International

- **Increased 66.7% year on year to ¥249.0 billion. Witnessed significant profit gains primarily at UNIQLO operations, with UNIQLO International profit jumping 121.4% and UNIQLO Japan profit rising 17.7%.**

Earnings per Share

- **Our basic earnings per share (EPS) increased 87.9% to ¥1,663.12 thanks to the significantly higher operating profit and a net finance income of ¥16.8 billion including foreign exchange gains on foreign-currency denominated assets, etc.**

ROE

- **ROE rose 6.9 points year on year to 16.4% following an impressive 88.0% increase in net profit attributable to owners of the Parent.**

Cash and Cash Equivalents

- **Cash and Cash Equivalents totaled ¥1.177 trillion. Free cash flow (FCF) totaled ¥346.3 billion (¥428.9 billion generated by operating activities minus ¥82.5 billion used in investing activities). Cash spent on financial activities totaled ¥302.9 billion.**

Dividend per Share

- **The dividend per share stood at ¥480. The dividend payout ratio stood at a fairly typical 28.9%.**

*The negative FCF in FY2016 included a ¥198.5 billion investment in deposits with over three-month maturities.

The dividend payout ratio for FY2016 was 9.0%.

*The negative FCF in FY2010 included a ¥198.5 billion investment in deposits with over three-month maturities.*
### Financial Information

#### Financial Summary

**Fast Retailing Co., Ltd. and Consolidated Subsidiaries**

**Fiscal Year Ended August 31**

<table>
<thead>
<tr>
<th></th>
<th>¥ Millions of yen</th>
<th>$ Thousands of U.S. dollars</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>For the year</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net sales/Revenue</td>
<td>928,669</td>
<td>11,422,971</td>
</tr>
<tr>
<td>Operating income/Operating profit</td>
<td>126,450</td>
<td>134,101</td>
</tr>
<tr>
<td>EBITDA<strong>5</strong></td>
<td>150,687</td>
<td>157,708</td>
</tr>
<tr>
<td>Income before income taxes and minority interests/Profit before income taxes</td>
<td>123,390</td>
<td>155,732</td>
</tr>
<tr>
<td>Net income/Profit attributable to owners of the Parent</td>
<td>71,654</td>
<td>104,595</td>
</tr>
<tr>
<td>Net cash generated by operating activities</td>
<td>127,643</td>
<td>134,101</td>
</tr>
<tr>
<td>Number of shares outstanding</td>
<td>106,073,656</td>
<td>106,073,656</td>
</tr>
<tr>
<td><strong>Number of full-time employees</strong></td>
<td>18,854</td>
<td>22,992</td>
</tr>
<tr>
<td><strong>Reference indices</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating income margin/Operating profit margin (%)</td>
<td>13.6%</td>
<td>11.7%</td>
</tr>
<tr>
<td>ROE/Ratio of profit to equity attributable to owners of the Parent (%)</td>
<td>20.4</td>
<td>21.7</td>
</tr>
<tr>
<td>Equity ratio/Ratio of equity attributable to owners of the Parent to total assets (%)</td>
<td>65.0</td>
<td>63.3</td>
</tr>
<tr>
<td>Debt-equity ratio (%)</td>
<td>6.0</td>
<td>6.5</td>
</tr>
<tr>
<td>Dividend payout ratio (%)</td>
<td>37.0</td>
<td>28.2</td>
</tr>
<tr>
<td><strong>Per share data (actual yen, dollar amount)</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income/Profit attributable to owners of the Parent (¥)</td>
<td>703,822</td>
<td>1,026,688</td>
</tr>
<tr>
<td>Net assets/Equity attributable to owners of the Parent (¥)</td>
<td>3,797,04</td>
<td>5,989,12</td>
</tr>
<tr>
<td>Cash dividends</td>
<td>290,000</td>
<td>300,000</td>
</tr>
<tr>
<td><strong>Number of shares outstanding</strong></td>
<td>106,073,656</td>
<td>106,073,656</td>
</tr>
<tr>
<td>Market capitalization (¥ billion, $ million)<strong>1</strong></td>
<td>9,138.0</td>
<td>12,383.7</td>
</tr>
<tr>
<td>Number of subsidiaries</td>
<td>91</td>
<td>102</td>
</tr>
<tr>
<td>Total number of stores</td>
<td>2,222</td>
<td>2,449</td>
</tr>
<tr>
<td>Total sales floor space (m²)<strong>1</strong></td>
<td>1,170,353</td>
<td>1,387,367</td>
</tr>
</tbody>
</table>

**Other data (at fiscal year-end)**

<table>
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<tr>
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</tbody>
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**Note:**

- **EBITDA** (JGAAP) = Operating income + Depreciation and amortization + Amortization of goodwill
- EBITDA (IFRS) = Operating profit + Depreciation and amortization. Depreciation and amortization of right-of-use assets has been included in the depreciation and amortization total from the year ending August 31, 2020 following the application of IFRS 16.
- Free cash flow = Net cash generated by operating activities + Net cash (used in)/generated by investing activities
- Calculations are based on the closing share price of ¥72,520 at the end of August 2021 and an exchange rate of ¥109.90 to US $1.
- Total sales floor space includes only directly operated stores.
- The total number of employees does not include operating officers, junior employees, part-time workers, or temporary staff seconded from other companies.
CFO MESSAGE

Promote Business Expansion and Sustainability, Maintain Strong Financial Base

Business Performance Review and Outlook

Fast Retailing generated higher revenue and significantly higher profits in FY2021. Revenue totaled ¥2,132.9 billion (+6.2% year on year) and operating profit totaled ¥249.0 billion (+66.7%) thanks primarily to a recovery in UNIQLO operations following the previous year’s heavy COVID-19 impact. Profit attributable to owners of the Parent reached a record ¥169.8 billion (+88.0%).

UNIQLO International reported considerable revenue and profit gains, with revenue rising to ¥930.1 billion (+10.2%) and operating profit reaching ¥111.2 billion (+121.4%). Within that segment, the Greater China region drove the recovery by reporting record revenue of ¥32.2 billion (+16.7%) and operating profit of ¥100.2 billion (+52.7%). North America and Europe, both hard hit by COVID-19, witnessed a sharp recovery in revenue from May 2021 as the rate of new infections slowed. Even during the pandemic, we pressed ahead with earnings structure reforms by closing unprofitable stores and normalizing inventory, etc. That helped North America have its operating loss and Europe turn a profit. It has also created a firm framework for future expansion. UNIQLO Japan revenue rose to ¥123.2 billion (+17.7%) thanks to especially strong first-half sales. GU revenue rose to ¥249.4 billion (+14.4%) but operating profit declined to ¥20.1 billion (−7.6%). While first-half sales were strong, second-half sales were impacted by another state of emergency in Japan and various other issues including some product shortages and lost sales opportunities.

Our FY2022 consolidated forecasts (as of January 13, 2022) include revenue of ¥2,200.0 billion (+3.1%), operating profit of ¥270.0 billion (+8.4%), profit before income taxes of ¥270.0 billion (+1.6%), and profit attributable to owners of the Parent of ¥178.0 billion (+3.5%). We expect revenue and profit will decline in the first half as COVID-19 restrictions and temporary store closures continue to some degree. We have incorporated some production and transportation delays. However, assuming restrictions are eased and business can proceed smoothly, we expect considerable revenue and profit gains in the second half. We forecast FY2022 net earnings per share (EPS) of ¥1,713.26, and expect to increase our dividend by ¥40 year on year to ¥2,520 per share (¥2,620 interim and year-end dividends).

Strengthen Business Expansion and Sustainability Initiatives in Tandem

The Group is strengthening our business expansion and sustainability initiatives in tandem as we aim to become the global No. 1 brand. We are focusing on four initiatives in FY2022 as the year for accelerating our transformation into a digital consumer retailing company: 1) Transform our earnings structure through high-quality sales. That means offering products that meet customer needs and strengthening the marketing appeal of our product and brand value in order to move away from a discounting-reliant model. Promoting no-waste business processes with a tighter and more appropriate range of product colors and sizes, with appropriate inventory levels for each; 2) Accelerate e-commerce expansion as the foundation of a digital consumer retailing company. That means expanding systems and services that meld e-commerce and physical store operations so customers worldwide can buy products anytime, anywhere. E-commerce will drive groupwide expansion because e-commerce enables us to communicate directly with customers, convey personalized information, and incorporate customer insight into product development; 3) Diversify our global earnings pillars. We intend to expand earnings in the Greater China region and Southeast Asia, and also in North America and Europe. We are actively developing new stores to pave the way for a faster opening of multiple stores worldwide from FY2023; 4) Accelerate sustainability initiatives in tandem with business expansion as a medium to long-term growth strategy. That means building a supply chain—from planning through production and retail—that reduces environmental impact and protects the human rights, health, and safety of its workers, while also pursuing further initiatives to develop circular products and help solve social issues. We will accelerate our business expansion by further promoting our transformative Ariake Project, focusing on these initiatives, while improving profitability.

We will also continue to pursue our low-cost management philosophy to maintain strong competitiveness. We are succeeding in efforts to reduce distribution costs through inventory efficiency, to improve productivity in stores, to improve operational productivity by streamlining, standardizing, and digitalizing business processes, and to improve cost effectiveness through strengthened purchasing practices. We are speeding these initiatives up and striving to improve SG&A ratios groupwide, reviewing unprofitable operations and stores and realizing steady benefits from our investments.

Takehiko Okazaki
Director
Group Senior Executive Officer and CFO
Fast Retailing Co., Ltd.

Performance by Group Operation

<table>
<thead>
<tr>
<th>(FY)</th>
<th>2020</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Billions of yen</td>
<td>Y% change</td>
</tr>
<tr>
<td></td>
<td>Billions of yen</td>
<td></td>
</tr>
<tr>
<td>UNIQLO Japan</td>
<td>Revenue</td>
<td>¥1,036.4</td>
</tr>
<tr>
<td></td>
<td>Operating profit</td>
<td>¥104.6</td>
</tr>
<tr>
<td>UNIQLO International</td>
<td>Revenue</td>
<td>¥943.9</td>
</tr>
<tr>
<td></td>
<td>Operating profit</td>
<td>¥50.2</td>
</tr>
<tr>
<td>GU</td>
<td>Revenue</td>
<td>¥246.0</td>
</tr>
<tr>
<td></td>
<td>Operating profit</td>
<td>¥21.6</td>
</tr>
<tr>
<td>Global Brands*</td>
<td>Revenue</td>
<td>¥109.6</td>
</tr>
<tr>
<td></td>
<td>Operating profit</td>
<td>¥22.3</td>
</tr>
</tbody>
</table>

*Global Brands includes Theory, Yves Saint Laurent, Comptoir des Cotonniers, Proenza Schouler, and Aime Leon Dore.

Operating Profit by Group Operation

<table>
<thead>
<tr>
<th>(FY)</th>
<th>2018</th>
<th>2019</th>
<th>2020</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>¥123.2</td>
<td>¥106.6</td>
<td>¥119.3</td>
<td>¥123.2</td>
</tr>
<tr>
<td>UNIQLO Japan</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>¥111.2</td>
<td>¥99.8</td>
<td>¥119.3</td>
<td>¥123.2</td>
</tr>
<tr>
<td>UNIQLO International</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>¥20.1</td>
<td>¥6.8</td>
<td>¥4.0</td>
<td>¥14.0</td>
</tr>
<tr>
<td>GU</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>¥1.6</td>
<td>¥1.6</td>
<td>¥1.6</td>
<td>¥1.6</td>
</tr>
<tr>
<td>Global Brands</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Note: Consolidated revenue also includes items reported by Fast Retailing Co., Ltd., the Parent company, such as real estate leasing. Consolidated operating profit includes Fast Retailing operating profit.
Increase Cash-generation Capabilities for Shareholder Returns, Growth Investment, and Ready Liquidity

Fast Retailing’s financial strategy focuses on maintaining financial soundness, maximizing free cash flow and effectively utilizing that cash to secure shareholder returns, growth investment funds, and liquidity in hand. We strive to hold three to five months’ worth of monthly sales as working capital and risk capital funds to deal with any unforeseen circumstances.

Cash Flow Information (billions of yen)

<table>
<thead>
<tr>
<th>September 1, 2020</th>
<th>August 31, 2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents at beginning of year</td>
<td>1,093.5</td>
</tr>
<tr>
<td>Operating cash flows</td>
<td>+428.9</td>
</tr>
<tr>
<td>Investing cash flows (302.9)</td>
<td></td>
</tr>
<tr>
<td>Financing cash flows (62.5)</td>
<td></td>
</tr>
<tr>
<td>Effect of exchange rate changes on cash and cash equivalents</td>
<td>+40.8</td>
</tr>
<tr>
<td>Cash and cash equivalent at end of year</td>
<td>1,177.7</td>
</tr>
</tbody>
</table>

Despite repaying ¥100.0 billion in corporate bonds during the period, our balance of cash and cash equivalents stood at ¥1,177.7 trillion at the end of August 2021, an appropriate level that equates to roughly four to five months of our ¥3 trillion medium-term annual sales target. Shareholder returns are a top priority. We pay consistent and appropriate dividends that reflect corporate performance and consider operational funding requirements and financial soundness. We paid a dividend of ¥480 per share in FY2021 (28.9% dividend payout ratio).

A Solid Balance Sheet to Support Sustainable Growth

Total assets increased ¥97.9 billion to ¥2,509.9 trillion at the end of August 2021 due primarily to a ¥415.9 billion increase in cash and cash equivalents and a ¥320.0 billion increase in property, plant and equipment from automated warehousing investment, etc. Total liabilities decreased ¥68.2 billion to ¥1,347.6 trillion, due to a ¥108.3 billion decline in other financial liabilities. Total equity increased ¥166.2 billion to ¥1,162.2 trillion, due to a ¥212.4 billion increase in retained earnings and a ¥46.2 billion increase in other components of equity.

The ratio of equity attributable to owners of the Parent to total assets (shareholders’ equity ratio) increased 4.6 points to 44.5%. We aim to boost the medium to long-term ratio to roughly 50.0% by steadily accumulating profits through business activities. ROE increased 6.9 points to 16.4%. We will continue to maintain ROE between 15.0 and 20.0% going forward.

Continue Proactive Investment to Expand Operations

While seeking to expand our global store network, Fast Retailing also invests aggressively in systems to help progress Ariake Project objectives and in other areas to help expand operations. Capital expenditure increased by ¥17.9 billion to ¥100.6 billion in FY2022. That figure breaks down into ¥15.7 billion for UNIQLO Japan, ¥38.5 billion for UNIQLO International, ¥3.8 billion for GU, ¥8.1 billion for Global Brands, and ¥40.7 billion for systems, etc. We increased investment in automated warehouses in Japan, the United States, Mainland China, and Australia, and we plan to automate our warehouses globally going forward. Also, in April 2021, we created one of Japan’s largest photographic studios and customer centers on the fourth floor of our Ariake headquarters.

In FY2022, we expect capital expenditure will decrease by ¥4.7 billion to ¥95.9 billion. ¥34.3 billion of that is earmarked for planned new store investment (UNIQLO International: 170 stores, UNIQLO Japan: 30 stores, Global Brands: 40 stores, GU: 36 stores) and ¥61.7 billion for Ariake Project-related investment as we plan to invest in new e-commerce platforms, supply chain systems, and automated warehouses.

Firm Risk Management System to Clarify Risks and Strengthen Our Response

Fast Retailing’s Risk Management Committee reports directly to the Board and works to regularly identify latent risks in business activities and to establish and strengthen frameworks to detect and manage material risks. The committee, which is chaired by myself as Group CFO, unifies the management of risk across Fast Retailing, analyzing and assessing the frequency and impact of risks to business, prioritizing high-risk areas in countermeasure discussions to prevent these risks from occurring, or to ensure a speedy response should they eventuate. The committee also submits reports on significant risks to the Board and offers concrete support to departments required to deal with identified risks.

The committee met four times in FY2021 to discuss risks relating to the COVID-19 pandemic, a Tokyo near-field earthquake and other large-scale disasters, and international circumstances.

Board of Directors
- Approves and provides instructions regarding priority business risks
- Risk Management Committee
- Chairperson: Group CFO
- Members: External directors, Executive officers
- Various Committees
- Human Rights Committee
- Business Ethics Committee
- Code of Conduct Committee
- Sustainability Committee, etc.
- Various Businesses and Brands
- Reports on priority business risks
- Provides concrete support to each department regarding risk countermeasures
- Reports on individual risks
- Creates and implements preventive measures

Series 9

Risk Management Framework
RISK FACTORS

The following is a list of the main potential risks which would have an adverse impact on our results of operations and financial situation. Future-related items in the descriptions below are assessed by the Group on the date of submission of the Year-end Report (November 26, 2021). This list of risks is not exhaustive, which means that the Group may be affected in the future by risks it had not foreseen or did not recognize as significant at the time of assessing risks and details of risks already having materialized under the Risk Description and Effects on the Group column, then risk that has not yet surfaced and the timing or likelihood of whether it will indeed materialize at some point in the future is uncertain.

Large-scale, global spread of infectious diseases (including COVID-19)

The large-scale, global spread of infectious diseases such as COVID-19 may cause difficulties in the production and supply of products to stores due to feeble servings of employees of the Group’s core businesses, as well as delays in processing due to measures enacted to prevent the spread of the disease.

The spread of COVID-19 has had a negative impact on the entire Group, including reduced operations at production facilities, logistical issues, and store closures.

Large-scale, global spread of COVID-19 has had a negative impact on the entire Group, including reduced operations at production facilities, logistical issues, and store closures.

Management personal risks

- Members of the Group’s management team, led by Chairman, President and CEO, are responsible for making decisions on the direction of the Group’s business, but if any officer becomes unable to fulfill his or her duties or if the Group is unable to find persons who can take on these duties, it could have an adverse impact on business performance.
- If the Group’s businesses, we have established the Human Resources Management framework for in order to recover the information and possibly paying damages to customers, which could adversely affect our business performance.
- If the Group’s businesses, we have established the Human Resources Management framework for in order to recover the information and possibly paying damages to customers, which could adversely affect our business performance.
- We actively work to ensure that employees fully understand the human rights protection guidelines in each business division.

Country risks and risks peculiar to international affairs

The Group’s product production, supply, and store infrastructure may be adversely impacted in countries or regions in which we have production or sales facilities, such as earthquakes, storms, or wars.

- We have assigned specialists to Group companies to ensure we can respond flexibly to changes in international conditions.
- We have developed risk management systems that establish procedures to ensure that we can establish business activities from product manufacture through to disposal in order to minimize our impact on the environment.
- In the event that Group companies fail to minimize greenhouse gas emissions by 2050, based on the United Nations Framework Convention on Climate Change, the Group as a corporate company contributes to the reduction of social and environmental issues in countries and regions where there are offices, factories and production plants for the Group’s business.

Environmental risks

- We are working to strengthen internal control of the Group from climate change response to new, such as reducing the release of greenhouse gas emissions and developing products that can be recovered or recycled.
- We work to ensure appropriate implementation to reduce noise emissions, circular resource use, and waste generation.
- We are working to prevent external weather conditions caused by climate change from affecting the Group’s business performance and our supply chain systems and our business as a whole.

Large-scale disaster risks

- The Group is working toward establishing a supply system that can respond flexibly to changes in international conditions.
- We have developed risk management systems that establish procedures to ensure that we can establish business activities from product manufacture through to disposal in order to minimize our impact on the environment.
- We have developed risk management systems that establish procedures to ensure that we can establish business activities from product manufacture through to disposal in order to minimize our impact on the environment.
- The Group has established Business Partner Conduct Guidelines and conducts business only with companies that have made a commitment to upholding our conduct guidelines.

Impact risks

- We are working to strengthen internal control of the Group from climate change response to new, such as reducing the release of greenhouse gas emissions and developing products that can be recovered or recycled.
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Information security risks

- If customer information (including personal information), trade secrets, and other data held in systems are leaked or lost, we would need to respond to recovering the information and possibly paying damages to customers, which could adversely affect our business performance and reduce customer trust.
- If a data leakage occurs in our core business, which would be in violation of relevant laws and regulations, it may be subject to prosecution by local and national governments.
- We have set up an internal control system in place for the management and protection of the information we obtain in our business activities.
- We are working to ensure that we can recover the information and possibly paying damages to customers, which could adversely affect our business performance.

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1949.3 Men’s Shop Ogori Shop is founded in Ube City, Yamaguchi Prefecture, Japan.

1963.5 Ogori Shop Co., Ltd. is established with capital of 6 million yen.


1986.5 First UNIQLO mascot store opens.

1991.9 Company name is changed to FAST RETAILING CO., LTD.

1994.6 Men’s Shop Ogori Shoji is founded in Ube City, Yamaguchi Prefecture, Japan.

1994.7 Company stock is listed on the Tokyo Stock Exchange.


1994.10 First UNIQLO roadside store opens.


1995.3 Holding company structure is adopted at Fast Retailing.

1995.6 First UNIQLO Hong Kong store opens.

1996.10 First UNIQLO global flagship store opens in Soho, New York City.

1997.11 First UNIQLO global flagship store opens in Soho, New York City.

1999.2 Company stock is listed on the First Section of the Tokyo Stock Exchange.

2000.10 E-commerce business launches.

2001.9 First UNIQLO outside Japan store opens in London.

2002.4 UNIQLO Design Studio (current R&D Center) is established.

2004.1 UNIQLO makes Global Quality Declaration, and cashmere campaign generates high level of consumer interest.

2004.9 UNIQLO launches Re:UNIQLO to promote the recycling of collected clothing products.

2004.12 First UNIQLO Singapore store opens.

2005.9 First UNIQLO South Korea store opens in Seoul.

2005.11 Holding company structure is adopted at Fast Retailing.

2006.5 Strategic business partnership is established between UNIQLO and Toray Industries, Inc.

2006.6 First UNIQLO store opens in London.

2007.10 First UNIQLO India store opens in Mumbai.

2008.6 First UNIQLO store opens in Moscow.

2009.3 LINK THEORY JAPAN CO., LTD. becomes a subsidiary.

2009.10 Global flagship store, Park Opera Store, opens.


2010.2 First UNIQLO USA store opens in New York City.

2010.6 First UNIQLO Moscow store opens.

2010.9 First UNIQLO global flagship store opens in Kuala Lumpur.

2011.2 Global Partnership Agreement with UNICOR is established, reinforcing All-Product Recycling Initiative.

2011.9 First UNIQLO Thailand store opens in Bangkok.

2011.10 First UNIQLO Shanghai store opens in Shanghai.

2012.3 First UNIQLO Vietnam store opens.

2012.4 First UNIQLO store opens in Tokyo's Ginza shopping district.

2012.5 First UNIQLO global flagship store opens in Tokyo's Ginza shopping district.

2013.5 First UNIQLO global flagship store opens in Tokyo's Ginza shopping district.

2013.6 First UNIQLO Malaysia store opens in Kuala Lumpur.

2013.7 First UNIQLO global flagship store opens in Tokyo's Ginza shopping district.

2013.9 First UNIQLO Malaysia store opens in Kuala Lumpur.

2014.3 Fast Retailing forms a logistics-related strategic global partnership with materials handling equipment firm Daifuku Co., Ltd.

2014.4 First UNIQLO store opens in Milan.

2014.5 First UNIQLO store opens in Copenhagen.

2015.3 First UNIQLO store opens in Paris.

2015.4 First UNIQLO store opens in Stockholm.

2015.5 First UNIQLO Japan store opens in Tokyo.

2015.6 First UNIQLO global flagship store opens in Tokyo's Ginza shopping district.

2016.1 First UNIQLO store opens in Hong Kong.

2016.2 First UNIQLO global flagship store opens in Tokyo's Ginza shopping district.

2017.1 First UNIQLO store opens in Tokyo.

2017.2 First UNIQLO global flagship store opens in Tokyo's Ginza shopping district.

2017.3 First UNIQLO store opens in Tokyo.

2018.1 First UNIQLO store opens in Hong Kong.

2018.2 First UNIQLO store opens in Tokyo.

2018.3 First UNIQLO store opens in Tokyo.

2018.4 First UNIQLO store opens in Tokyo.

2018.5 First UNIQLO store opens in Tokyo.

2018.6 First UNIQLO store opens in Tokyo.

2018.7 First UNIQLO store opens in Tokyo.

2018.8 First UNIQLO store opens in Tokyo.

2018.9 First UNIQLO store opens in Tokyo.

2019.1 First UNIQLO store opens in Tokyo.

2019.2 First UNIQLO store opens in Tokyo.

2019.3 First UNIQLO store opens in Tokyo.

2019.4 First UNIQLO store opens in Tokyo.

2019.5 First UNIQLO store opens in Tokyo.

2019.6 First UNIQLO store opens in Tokyo.

2019.7 First UNIQLO store opens in Tokyo.

2019.8 First UNIQLO store opens in Tokyo.

2019.9 First UNIQLO store opens in Tokyo.

2019.10 First UNIQLO store opens in Tokyo.

2020.1 First UNIQLO store opens in Tokyo.

2020.2 First UNIQLO store opens in Tokyo.

2020.3 First UNIQLO store opens in Tokyo.

2020.4 First UNIQLO store opens in Tokyo.

2021.1 First UNIQLO store opens in Tokyo.

2021.2 First UNIQLO store opens in Tokyo.

2021.3 First UNIQLO store opens in Tokyo.

2021.4 First UNIQLO store opens in Tokyo.

2021.5 First UNIQLO store opens in Tokyo.

2021.6 First UNIQLO store opens in Tokyo.

2021.7 First UNIQLO store opens in Tokyo.

2021.8 First UNIQLO store opens in Tokyo.
INVESTOR INFORMATION [As of August 31, 2021]

Stock Exchange Listing
Tokyo Stock Exchange (First Section)
Securities Code: 9983
The Stock Exchange of Hong Kong (Main Board)
Securities Code: 6288

Stock Information
Number of shares authorized 300,000,000
Number of issued and outstanding shares (including treasury stock) 108,073,666
Number of shareholders (including holders of treasury stock) 11,925

Distribution of Share Ownership
- Individuals: 37.22%
- Financial institutions: 33.90%
- Foreign shareholders: 18.64%
- Securities companies: 8.04%
- Corporations: 2.21%

Stock Price and Trading Volume
- Stock price (yen): 30,000, 45,000, 60,000, 75,000, 90,000
- Trading volume (thousands of shares): 15,000, 30,000

Stock Price and Trading Volume*
- Stock price (yen): 30,000, 45,000, 60,000, 75,000, 90,000
- Trading volume (thousands of shares): 15,000, 30,000

Number of shareholders
- Number of shares in issue (%)
- Number of issued and outstanding shares

Information Available in the Investor Relations (IR) Section of Our Website
You can access the latest IR news and releases.

Contact Us
FAST RETAILING CO., LTD.
www.fastretailing.com/eng/ir/
Midtown Tower, 9-7-1 Akasaka, Minato-ku
Tokyo 107-8231, Japan
Telephone: +81-3-6865-0050
9AM–4PM (JST) Monday–Friday (except national holidays)

Forward-looking Statements
Statements in this annual report with respect to the Company’s plans, strategies, forecasts, and other statements that are not historical facts are forward-looking statements that are based on management’s judgment in light of currently available information. Factors that could cause actual results to differ materially from those expressed or implied in forward-looking statements included in this report are listed in the Company’s Annual Report to Shareholders and include, without limitation, global economic conditions, our response to such conditions, changes in global demand, our ability to manage our business, the impact of any unforeseen events, and currency exchange rate fluctuations.

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CORPORATE INFORMATION [As of December 31, 2021]

Principal Shareholders*
- Number of shares: Tadashi Yanai 22,037,284, 2.14%
- Percentage of total shares in issue: 2.14%
- Number of shares per Trading Unit: 100 shares (Tokyo Stock Exchange) 300 HDR (The Stock Exchange of Hong Kong)

Company Address
- Head Office: Tokyo 10717-1 Sayama, Yamaguchi City, Yamaguchi 754-0894, Japan
- Roppongi Office: Midtown Tower, 9-7-1 Akasaka, Minato-ku, Tokyo 107-8231, Japan
- Ankoku Kaisya: 36-1 Akihabara Dori, Chiyoda-ku, Tokyo 101-8010, Japan

Board of Directors
- Chairman, President & CEO: Tadashi Yanai
- External Directors: Nobumichi Hattori, Masaaki Shintaku, Takashi Nakawa, Naoko Ono, Kathy Mitsuaki Koji
-Internal Directors: Takashi Ooshaki, Kazumi Yamaoka, Kojo Yanai

Auditors
- External Statutory Auditors: Masaki Shintaku, Naoko Ono, Kathy Mitsuaki Koji
- Internal Statutory Auditors: Tadashi Oshaki, Kazumi Yamaoka, Kojo Yanai

Main Group Companies
- UNIQLO CO., LTD.
- FAST RETAILING CHINA TRADING CO., LTD.
- UNIQLO TRADING CO., LTD.
- FAST RETAILING SHANGHAI TRADING CO., LTD.
- MITSUI KINSHO CO., LTD.
- FAST RETAILING (SINGAPORE) PTE. LTD.
- UNIQLO (THAILAND) COMPANY LIMITED
- FAST RETAILING INDONESIA
- UNIQLO AUSTRALIA PTY LTD
- UNIQLO (CHINA) TRADING CO., LTD.
- FRL Korea Co., Ltd.
- UNIQLO (THAILAND) COMPANY LIMITED
- FAST RETAILING FRANCE S.A.S.
- THEORY LLC
- FAST CO., LTD.
- COMPTOIR DES COTONNIERS S.A.S.
- PRINCESSE TAM TAM S.A.S.
Shingo Kunieda, UNIQLO global ambassador, gold medal winner for men’s wheelchair tennis at the Tokyo Paralympic Games, and winner of men’s singles at the US Open Tennis Championships 2021.

THE FAST RETAILING WAY - FR Group Corporate Philosophy

Changing clothes.
Changing conventional wisdom.
Change the world.