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FAST RETAILING
FAST RETAILING CO., LTD.
迅銷有限公司*
(Incorporated in Japan with limited liability)
 (Stock Code:6288)

**THIRD QUARTERLY RESULTS ANNOUNCEMENT
 FOR THE NINE MONTHS ENDED 31 MAY 2014
 AND
 RESUMPTION OF TRADING**

The board of directors (the “Directors”) of FAST RETAILING CO., LTD. (the “Company”) is pleased to announce the consolidated results of the Company and its subsidiaries (collectively the “Group”) for the nine months ended 31 May 2014.

At the request of the Company, trading in its Hong Kong depository receipts on the Stock Exchange was halted with effect from 1:00 p.m. on Thursday, 10 July 2014, pending the release of this announcement. An application will be made by the Company to the Stock Exchange for resumption of trading in the Hong Kong depository receipts with effect from 9:00 a.m. on Friday, 11 July 2014.

* For identification purpose only

(Amounts are rounded down to the nearest million of Japanese Yen unless otherwise stated)

1. CONSOLIDATED RESULTS

(1) Consolidated Operation Results (1 September 2013 to 31 May 2014)

(Percentages represent year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|-------------------------------|-----------------|------|------------------|-----|-----------------|-------|-----------------|-------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Nine months ended 31 May 2014 | 1,088,004 | 22.8 | 136,292 | 9.9 | 141,163 | (0.6) | 84,836 | (4.1) |
| Nine months ended 31 May 2013 | 885,814 | 19.1 | 124,037 | 4.0 | 142,034 | 19.6 | 88,421 | 21.9 |

(Note) Comprehensive income is as follows:

Nine months ended 31 May 2014: 85,535 millions of yen (-64.3%)

Nine months ended 31 May 2013: 239,452 millions of yen (158.9%)

| | Basic net income per share | Diluted net income per share |
|-------------------------------|----------------------------|------------------------------|
| | Yen | Yen |
| Nine months ended 31 May 2014 | 832.50 | 831.70 |
| Nine months ended 31 May 2013 | 867.97 | 867.14 |

(2) Consolidated Financial Positions

| | Total assets | Total net assets | Equity ratio |
|----------------------|-----------------|------------------|--------------|
| | Millions of yen | Millions of yen | % |
| As at 31 May 2014 | 955,707 | 635,078 | 63.8 |
| As at 31 August 2013 | 885,800 | 579,591 | 63.2 |

(Note) Total stockholders’ equity and total accumulated other comprehensive income is as follows:

As at 31 May 2014: 609,512 millions of yen

As at 31 August 2013: 559,397 millions of yen

2. DIVIDENDS

| (Declaration date) | Dividend per share | | | | |
|---------------------------------------|--------------------------|---------------------------|--------------------------|----------|--------|
| | First quarter period end | Second quarter period end | Third quarter period end | Year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended 31 August 2013 | — | 140.00 | — | 150.00 | 290.00 |
| Year ending 31 August 2014 | — | 150.00 | — | | |
| Year ending 31 August 2014 (forecast) | | | | 150.00 | 300.00 |

(Note) Revisions during this quarter of dividends forecast for fiscal year: None

3. CONSOLIDATED BUSINESS RESULTS PROJECTION FOR YEAR ENDING 31 AUGUST 2014 (1 SEPTEMBER 2013 TO 31 AUGUST 2014)

(% shows rate of increase/decrease from previous period)

| | Net Sales | | Operating income | | Ordinary income | | Net income | | Basic net income per share |
|-----------|-----------------|------|------------------|-----|-----------------|-----|-----------------|--------|----------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | |
| Full year | 1,370,000 | 19.9 | 145,500 | 9.5 | 149,500 | 0.3 | 78,000 | (13.7) | 765.34 |

(Note) Revisions during this quarter of consolidated business results projection for year ending 31 August 2014: Yes.

* Notes

(1) Changes of principal subsidiaries in the period:

Additions: 1 Company (Name: UNIQLO AUSTRALIA PTY LTD).

Deconsolidation: Not applicable.

(Note) Please refer to "2. Summary Information (Notes)" on P.6

(2) Application of specific accounting procedures for preparation of the quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and restatement of prior period financial statements after error corrections:

(i) Changes in accounting policy in conjunction with adoption of accounting standards: None

(ii) Other changes in accounting policies: Yes

(iii) Change in accounting estimates: None

(iv) Restatement of prior period financial statements after error corrections: None

(Note) Please refer to "2. Summary Information (Notes)" on P.6

(4) Total number of issued shares (Common stock)

| | | | | | |
|-------|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
| (i) | Number of issued shares (including treasury stock) | As at 31 May 2014 | 106,073,656 shares | As at 31 August 2013 | 106,073,656 shares |
| (ii) | Number of treasury stock | As at 31 May 2014 | 4,157,709 shares | As at 31 August 2013 | 4,177,164 shares |
| (iii) | Average number of issued shares | For nine months ended 31 May 2014 | 101,905,654 shares | For nine months ended 31 May 2013 | 101,871,574 shares |

* Indication concerning status of implementation of quarterly review procedures:

This third quarterly results announcement is not subject to quarterly review procedures pursuant to the Financial Instruments and Exchange Act of Japan, and such procedures are being undertaken concerning the quarterly consolidated financial statements upon release of this third quarterly results announcements.

*Explanation and other notes concerning proper use of consolidated business results projection:

Statements made in these materials such as those pertaining to future matters such as business projections are based on information presently available to the Company and certain assumptions determined to be reasonable. Actual business results may vary substantially depending on a variety of factors. For the background, assumptions and other matters regarding business results projection, please refer to the *Financial result* on P. 5 "(3) Qualitative Information Concerning Consolidated Business Results Projection".

The Group prepared the consolidated financial statements in accordance with generally accepted accounting principles for quarterly consolidated financial statements in Japan ("JGAAP").

As of the date of this announcement, the results for the nine months ended 31 May 2014 are under review by the independent auditors of the Company.

1. Business Results

(1) Results of Operations

The Group reported the following cumulative third-quarter consolidated results for the period spanning 1 September 2013 – 31 May 2014: consolidated net sales of ¥1.088 trillion (+22.8% year-on-year), operating income of ¥136.2 billion (+9.9% year-on-year), ordinary income of ¥141.1 billion (-0.6% year-on-year) and net income of ¥84.8 billion (-4.1% year-on-year). All Group operations reported rising net sales and operating income, with UNIQLO International reporting a particularly strong expansion in both net sales and income over the nine-month period. In terms of non-operating income, the Group reported a year-on-year contraction in foreign exchange profits of ¥12.5 billion. This factor was largely contributed by the slight year-on-year contractions in the consolidated figures for ordinary income and net income.

The Group's medium-term vision is to become the world's number one apparel manufacturer and retailer. In pursuit of this aim, we are committed to promoting globalization, strengthening our overall Group management and reigniting our entrepreneurial spirit. We have focused much of our efforts on building our global UNIQLO operations by accelerating the pace of new store openings outside of Japan. We have also opened global flagship stores and hotspot stores in major cities around the world in order to boost awareness and visibility of the UNIQLO brand and to strengthen our global operational base. Within our Global Brands segment, we have been actively expanding our low-priced GU casualwear brand, and our Theory fashion label.

UNIQLO Japan

UNIQLO Japan reported gains in both net sales and income during the nine months ended 31 May 2014, with net sales reaching ¥569.4 billion (+5.1% year-on-year) and operating income ¥94.8 billion (+7.3% year-on-year). A 2.4% gain in same-store sales helped boost the cumulative third-quarter performance. Sales per store also increased as a direct result of our "scrap and build" strategy to increase the average size of our sales floors by replacing smaller outlets with large-format stores. The total number of UNIQLO stores in Japan increased by 8, to 841 stores at the end of May 2014 compared to end of May 2013. This figure excludes the operation's 21 franchise stores. Breaking down the 2.4% gain in same-store sales, customer visits decreased by 0.5% year-on-year, while the average customer spending increased by 2.8%. On the profit side, the gross profit margin improved by 1.7% year-on-year for the nine months ended 31 May 2014, with strong sales of core spring/summer ranges and new seasonal items enabling us to maintain discounting at the planned level. On the other hand, the selling, general and administrative expenses to net sales ratio increased by 1.3% over the nine months ended 31 May 2014, mainly due to higher in-store personnel costs for part-time and temporary workers, and higher distribution and warehouse costs related to the company's decision to boost inventory of basic year-round items.

UNIQLO International

UNIQLO International performed as planned during the nine months ended 31 May 2014, generating significant gains in both net sales and income. UNIQLO International reported total net sales of ¥327.7 billion (+71.3% year-on-year) and operating income of ¥34.3 billion (+75.1% year-on-year). UNIQLO International contributed over 30% of consolidated net sales over the nine-month period. UNIQLO operations in Greater China (Mainland China, Hong Kong and Taiwan), South Korea, and Europe all reported continued strong gains in same-store sales, and higher-than-expected rises in both net sales and income over the nine-month period. The total number of UNIQLO International stores expanded to 598 stores at the end of May 2014, a net increase of 188 stores compared to the end of May 2013.

UNIQLO Greater China exceeded company's expectations, generating significant gains in both net sales and income. UNIQLO opened 77 stores and closed 2 stores over the nine-month period, to bring the total number of UNIQLO stores in Greater China to 355 at the end of May 2014. UNIQLO South Korea also generated higher-than-expected gains in net sales and income, thanks to continued growth in same-store sales. South Korea has a total of 132 UNIQLO stores at the end of May 2014. UNIQLO Europe (U.K., France, Russia and Germany) generated higher-than-expected gains in both net sales and income during the nine months ended 31 May 2014. Our first UNIQLO store in Germany, a global flagship store opened in Berlin in April 2014 and has already generated favorable sales.

At UNIQLO USA, our prominent UNIQLO New York Fifth Avenue, Soho and 34th Street stores continued to generate double-digit growth in combined sales. Meanwhile, the 14 stores opened in various U.S shopping malls over the past nine months are performing well, with net sales proving especially strong in our West Coast stores. However, UNIQLO USA is still operating at a loss, due to the cost of opening increasing numbers of stores. UNIQLO operations in Southeast Asia and Oceania reported a lower-than-expected level of operating income during the nine months ended 31 May 2014, after net sales fell short of target in the third quarter from March to May 2014. However, the first Australian UNIQLO store, opened in Melbourne in April 2014, is performing well, with net sales exceeding our initial target.

Global Brands

The Global Brands segment reported rising sales and income during the nine months ended May 2014, with net sales reaching ¥188.8 billion (+25.2% year-on-year) and operating income expanding to ¥14.9 billion (+11.3% year-on-year). However, the gain in operating income was slightly lower than originally forecasted. There were two main reasons for this shortfall: GU did not sell as well as expected in the third quarter from March to May 2014, and the overall performance from our J Brand premium denim label also fell short of target in the third quarter. Over the nine months ended 31 May 2014, our low-priced GU casualwear brand reported rising net sales and a slight increase in operating income, while our Theory fashion brand reported rising net sales and steady operating income. Our France-based women's fashion brand, Comptoir des Cotonniers, generated larger-than-expected gains in both net sales and operating income, while our French corsetry, homewear and swimwear brand, Princesse tam.tam, reported an unexpected fall in income.

Corporate social responsibility ("CSR") and Environmental protection

The basic policy underlying the Group's CSR activities consists of "Fulfilling our social responsibility", "Contributing to society", and "Solving social issues and creating new value", and the Group's activities conducted globally and locally.

Already more than a year has passed since the 24 April 2013 collapse of the Rana Plaza building, a commercial facility located in Savar, an industrial suburb of Bangladesh's capital Dhaka. With the understanding that ensuring the safety of workers in our partner factories is one of our most important priorities, we have doubled our efforts in fire prevention and ensuring building safety. Reports on progress in our initiatives for improvement in the past year such as conducting voluntary inspections and signing the Accord on Fire and Building Safety in Bangladesh can be found on our website.

Approximately three years have passed since the Great East Japan Earthquake, and we are continuing our efforts to provide recovery support through the UNIQLO Recovery Assistance Project. Reports of recent activities and their progress can be found on our website.

In addition, the All-Product Recycling Initiative, in which UNIQLO and GU products are collected from customers and delivered to people who are in need of clothing, has collected more than 29,150,000 items cumulatively at stores in 10 countries, and has donated 11,290,000 articles of clothing to 46 countries (as of 31 March 2014). Since the end of March this year, we have been running a clothing donation drive at all UNIQLO stores in Japan to deliver warm clothing to refugees in Syria who are in urgent need of clothing this winter.

(2) Financial Positions and Cash Flows Information

(i) Financial Positions

Total assets as at 31 May 2014 were ¥955.7 billion, which was an increase of ¥69.9 billion relative to the end of the preceding consolidated fiscal year. The principal factor was an increase of ¥75.7 billion in cash and deposits.

Total liabilities as at 31 May 2014 were ¥320.6 billion, which was an increase of ¥14.4 billion relative to the end of the preceding consolidated fiscal year. The principal factors were a decrease of ¥3.6 billion in provision and an increase of ¥17.2 billion in current liabilities — other.

Total net assets as at 31 May 2014 were ¥635.0 billion, which was an increase of ¥55.4 billion relative to the end of the preceding consolidated fiscal year. The principal factor was an increase of ¥54.2 billion in retained earnings.

(ii) Cash Flows Information

Cash and cash equivalents (hereinafter referred to as “funds”) as at 31 May 2014 had increased by ¥43.3 billion relative to the end of the preceding consolidated fiscal year, to ¥339.0 billion.

Net cash from operating activities for the nine months ended 31 May 2014 was ¥113.2 billion. The principal factor was income before income taxes and minority interests of ¥141.5 billion.

Net cash used in investing activities for the nine months ended 31 May 2014 was ¥39.3 billion. The principal factor was the acquisition of property, plant and equipment amounted to ¥30.3 billion.

Net cash used in financing activities for the nine months ended 31 May 2014 was ¥35.7 billion. The principal factor was dividends amounted to ¥30.5 billion paid in cash.

(3) Qualitative Information Concerning Consolidated Business Results Projection

The following adjustments were made concerning the business results projection for the full term in consideration of the business results for the nine months ended 31 May 2014.

In addition, below are the differences of the consolidated business results projections for the full term as reported in the “Interim Results Announcement for the Six Months Ended 28 February 2014 and Resumption of Trading” released on April 10, 2014.

(Full financial year)

| | Net sales | Operating income | Ordinary income | Net Income for the period | Basic net income per share |
|-----------------------|-----------------|------------------|-----------------|---------------------------|----------------------------|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen | Yen |
| Previous forecast (A) | 1,370,000 | 145,500 | 149,500 | 88,000 | 863.50 |
| New forecast (B) | 1,370,000 | 145,500 | 149,500 | 78,000 | 765.34 |
| Difference (B–A) | — | — | — | (10,000) | — |
| Change (%) | — | — | — | (11.36%) | — |
| Previous results | 1,143,003 | 132,920 | 148,979 | 90,377 | 887.12 |

2. Summary Information (Notes)

(1) Changes of principal subsidiaries:

Since J BRAND Japan Co., Ltd. and Theory Holdings LLC were newly incorporated during the three months ended 30 November 2013, and since GU (Shanghai) Trading Co., Ltd., Comptoir des Cotonniers (Shanghai) Trading Co., Ltd. and PRINCESSE TAM. TAM (SHANGHAI) TRADING CO., LTD. commenced operations during the three months ended 30 November 2013 and had increased in importance, and therefore they were consolidated during the period. Since LTH GmbH was liquidated during the three months ended 30 November 2013, it had been excluded from consolidation. Also, since FAST RETAILING UK LTD and J BRAND EUROPE LTD were newly incorporated during the three months ended 28 February 2014, and since UNIQLO Pennsylvania LLC, UNIQLO Massachusetts LLC and UNIQLO GLOBAL INNOVATION CENTER INC. (former UNIQLO Design Studio New York, Inc) commenced operations during the three months ended 28 February 2014 and had increased in importance, therefore they were consolidated during the period. In addition, as Theory HL Brentwood, Inc. was newly incorporated during the three months ended 31 May 2014, the importance of UNIQLO AUSTRALIA PTY LTD increased as it commenced operations during this period, and therefore it is consolidated during the period. UNIQLO FRANCE S.A.S. is excluded from consolidation, following its absorption-merger with UNIQLO EUROPE LIMITED (former UNIQLO (U.K.) LIMITED).

(2) Specific accounting procedures adopted for preparation of interim consolidated financial statements:

Income tax expenses were calculated by reasonably estimating the effective tax rate based on the expected income before income taxes and minority interests (net of the effects of deferred taxes) for the fiscal year to which the nine-month period pertains and multiplying income before income taxes and minority interests for the pertaining period by the estimated effective tax rate.

(3) Changes in accounting policies, changes in accounting estimates and restatement of prior period financial statements after error corrections:

(Change in accounting policy)

The Company previously calculated quarterly income tax expenses in the same method as applied for the year-end closing. However, effective from the three-month period ended 28 February 2014, income tax expenses are calculated by reasonably estimating the effective tax rate based on the expected income before income taxes and minority interests (net of the effects of deferred taxes) for the fiscal year to which the nine-month period pertains, and multiplying income before income taxes and minority interests for the pertaining period by the estimated effective tax rate. Following the secondary listing on the Stock Exchange of Hong Kong Limited, in the opinion of the directors, this change in the accounting policy enables the Group to provide useful and timely information for a broad spectrum of users of the financial statements and their needs. This change has not been applied net retrospectively because its effect is minor.

3. Interim Consolidated Financial Statements

(1) Interim Consolidated Balance Sheet

(Millions of yen)

| | As at 31 August 2013 | As at 31 May 2014 |
|--|-------------------------|----------------------|
| ASSETS | | |
| Current assets | | |
| Cash and deposits | 147,429 | 223,227 |
| Notes and accounts receivable — trade | 34,187 | 58,983 |
| Short-term investment securities | 148,215 | 115,974 |
| Inventories | 166,654 | 170,404 |
| Deferred tax assets | 4,002 | 4,543 |
| Income taxes receivable | 8,980 | 1,607 |
| Forward currency contracts | 113,641 | 96,410 |
| Others | 17,486 | 20,328 |
| Allowance for doubtful accounts | (488) | (549) |
| Total current assets | 640,109 | 690,930 |
| Non-current assets | | |
| Property, plant and equipment | 90,405 | 112,176 |
| Intangible assets | | |
| Goodwill | 31,691 | 27,776 |
| Others | 46,423 | 46,837 |
| Total intangible assets | 78,115 | 74,613 |
| Investments and other assets | 77,170 | 77,985 |
| Total non-current assets | 245,690 | 264,776 |
| Total assets | 885,800 | 955,707 |
| LIABILITIES | | |
| Current liabilities | | |
| Notes and accounts payable — trade | 121,951 | 121,606 |
| Short-term loans payable | 1,862 | 2,855 |
| Current portion of long-term loans payable | 3,632 | 4,292 |
| Income taxes payable | 26,005 | 27,538 |
| Provision | 10,081 | 6,420 |
| Others | 90,432 | 107,713 |
| Total current liabilities | 253,966 | 270,426 |
| Non-current liabilities | | |
| Long-term loans payable | 21,926 | 19,997 |
| Provision | 75 | 81 |
| Others | 30,240 | 30,123 |
| Total non-current liabilities | 52,243 | 50,201 |
| Total liabilities | 306,209 | 320,628 |

| | As at 31 August 2013 | As at 31 May 2014 |
|--|-------------------------|----------------------|
| NET ASSETS | | |
| Stockholders' equity | | |
| Capital stock | 10,273 | 10,273 |
| Capital surplus | 5,963 | 6,365 |
| Retained earnings | 482,109 | 536,374 |
| Treasury stock, at cost | (15,851) | (15,797) |
| Total stockholders' equity | 482,495 | 537,216 |
| Accumulated other comprehensive income | | |
| Unrealised gains/(losses) on available-for-sale securities | (6,978) | (5,243) |
| Deferred gains/(losses) on hedges | 71,005 | 62,126 |
| Foreign currency translation adjustments | 12,875 | 15,412 |
| Total accumulated other comprehensive income | 76,901 | 72,296 |
| Subscription rights to shares | 1,170 | 1,694 |
| Minority interests | 19,024 | 23,870 |
| Total net assets | 579,591 | 635,078 |
| Total liabilities and net assets | 885,800 | 955,707 |

(2) Interim Consolidated Statements of Income and Comprehensive Income

Interim Consolidated Statement of Income

(Nine months ended 31 May)

(Millions of yen)

| | Nine months ended 31 May 2013 | Nine months ended 31 May 2014 |
|---|----------------------------------|----------------------------------|
| Net sales | 885,814 | 1,088,004 |
| Cost of sales | 441,869 | 537,243 |
| Gross profit | 443,944 | 550,760 |
| Selling, general and administrative expenses | 319,907 | 414,467 |
| Operating income | 124,037 | 136,292 |
| Non-operating income | | |
| Interest and dividend income | 411 | 643 |
| Foreign exchange gains | 17,886 | 5,350 |
| Others | 699 | 862 |
| Total non-operating income | 18,997 | 6,856 |
| Non-operating expenses | | |
| Interest expenses | 400 | 721 |
| Others | 600 | 1,263 |
| Total non-operating expenses | 1,001 | 1,985 |
| Ordinary income | 142,034 | 141,163 |
| Extraordinary gains | | |
| Gains on sales of non-current assets | 114 | 881 |
| Total extraordinary gains | 114 | 881 |
| Extraordinary losses | | |
| Loss on retirement of non-current assets | 250 | 114 |
| Expenses incurred upon acquisition | 752 | — |
| Others | 576 | 391 |
| Total extraordinary losses | 1,579 | 506 |
| Income before income taxes and minority interests | 140,569 | 141,538 |
| Total income taxes | 49,212 | 52,062 |
| Income before minority interests | 91,356 | 89,476 |
| Minority interests | 2,935 | 4,640 |
| Net income | 88,421 | 84,836 |

Interim Consolidated Statement of Comprehensive Income
(Nine months ended 31 May)

(Millions of yen)

| | Nine months ended 31 May 2013 | Nine months ended 31 May 2014 |
|--|----------------------------------|----------------------------------|
| Income before minority interests | 91,356 | 89,476 |
| Other comprehensive income | | |
| Unrealised gains/(losses) on available-for-sale securities | 10,629 | 1,735 |
| Deferred gains/(losses) on hedges | 116,836 | (9,095) |
| Foreign currency translation adjustments | 20,628 | 3,419 |
| Total other comprehensive income | 148,095 | (3,940) |
| Comprehensive income | 239,452 | 85,535 |
| Comprehensive income attributable to: | | |
| Shareholders of FAST RETAILING CO., LTD. | 232,598 | 80,230 |
| Minority interests | 6,853 | 5,305 |

(3) Interim Consolidated Statement of Cash Flows*(Millions of yen)*

| | Nine months ended 31 May 2013 | Nine months ended 31 May 2014 |
|--|----------------------------------|----------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Income before income taxes and minority interests | 140,569 | 141,538 |
| Depreciation and amortisation | 16,526 | 21,568 |
| Amortisation of goodwill | 3,807 | 4,589 |
| Increase/(decrease) in allowance for doubtful accounts | (879) | 11 |
| Increase/(decrease) in provision for retirement benefits | 0 | 5 |
| Increase/(decrease) in other provisions | (4,268) | (3,863) |
| Interest and dividend income | (411) | (643) |
| Interest expenses | 400 | 721 |
| Foreign exchange losses/(gains) | (13,032) | (3,703) |
| Losses on retirement of non-current assets | 250 | 114 |
| Decrease/(increase) in notes and accounts receivable — trade | (20,031) | (23,738) |
| Decrease/(increase) in inventories | (4,199) | 2,089 |
| Increase/(decrease) in notes and accounts payable — trade | 10,813 | (3,272) |
| Decrease/(increase) in other assets | (1,804) | (1,620) |
| Increase/(decrease) in other liabilities | 15,417 | 23,454 |
| Others, net | (1,488) | (787) |
| Subtotal | 141,671 | 156,463 |
| Interest and dividend income received | 411 | 640 |
| Interest paid | (324) | (631) |
| Income taxes paid | (50,954) | (53,223) |
| Income taxes refund | 10,038 | 9,954 |
| Net cash from operating activities | 100,842 | 113,203 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchases of property, plant and equipment | (19,674) | (30,306) |
| Proceeds from sales of property, plant and equipment | 169 | 1,399 |
| Purchases of intangible assets | (3,535) | (4,673) |
| Payments for lease and guarantee deposits | (3,542) | (4,182) |
| Proceeds from collection of lease and guarantee deposits | 1,664 | 579 |
| Increase in construction assistance fund receivables | (2,111) | (2,337) |
| Decrease in construction assistance fund receivables | 1,286 | 1,459 |
| Increase in guarantee deposits received | 39 | 178 |
| Decrease in guarantee deposits received | (287) | (276) |
| Acquisitions, net of cash acquired | (26,771) | — |
| Payments for purchase of shares of consolidated affiliates | (1,309) | (1,252) |
| Others, net | 530 | 96 |
| Net cash used in investing activities | (53,541) | (39,314) |

| | Nine months ended 31 May 2013 | Nine months ended 31 May 2014 |
|---|----------------------------------|----------------------------------|
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Net increase/(decrease) in short-term loans payable | (1,164) | 876 |
| Additions to long-term loans payable | 15,602 | — |
| Repayment of long-term loans payable | (6,107) | (2,351) |
| Cash dividends paid | (27,474) | (30,544) |
| Cash dividends paid to minority interests | (891) | (633) |
| Repayments of lease obligations | (2,069) | (2,550) |
| Others, net | (130) | (571) |
| Net cash used in financing activities | (22,236) | (35,774) |
| Effect of exchange rate changes on cash and cash equivalents | 23,081 | 4,078 |
| Net increase/(decrease) in cash and cash equivalents | 48,145 | 42,193 |
| Cash and cash equivalents at beginning of period | 266,020 | 295,622 |
| Increase in cash and cash equivalents from newly consolidated subsidiaries | 1 | 1,204 |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | 314,168 | 339,020 |

(4) Notes to consolidated interim financial statements:

(Notes to assumption of going concern)

Not applicable.

(Notes to significant change in balance of stockholders' equity)

Not applicable.

Segment information

I. For the nine months ended 31 May 2013

1. Information about net sales, income or loss by reportable segments is as follows:

(Millions of yen)

| | Reportable segments | | | Total | Others (Note 2) | Adjustments (Note 3) | Interim Consolidated Statement of Income (Note 4) |
|----------------|---------------------|-------------------------|---------------------------|---------|--------------------|-------------------------|---|
| | UNIQLO Japan | UNIQLO International | Global Brands (Note 1) | | | | |
| Net sales | 541,672 | 191,328 | 150,840 | 883,841 | 1,972 | — | 885,814 |
| Segment income | 88,343 | 19,624 | 13,446 | 121,414 | 101 | 2,521 | 124,037 |

(Notes) 1. Effective from the three months ended 28 February 2013, J Brand business (distribution of J BRAND's clothing) is included in the segment of Global Brands.

2. "Others" include real estate leasing business, etc.

3. "Adjustments" include amortisation of goodwill amounted to ¥3,807 million, which has not been allocated to individual reportable segment.

4. Total segment income is adjusted to reconcile with the operating income of the Interim Consolidated Statement of Income.

2. Information about impairment losses on non-current assets and goodwill by reportable segments

(Significant impairment losses on non-current assets)

Not applicable.

(Significant changes in goodwill)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

II. For the nine months ended 31 May 2014

1. Information about net sales, income or loss by reportable segments is as follows:

(Millions of yen)

| | Reportable segments | | | Total | Others (Note 1) | Adjustments (Note 2) | Interim Consolidated Statement of Income (Note 3) |
|----------------|---------------------|-------------------------|------------------|-----------|--------------------|-------------------------|---|
| | UNIQLO Japan | UNIQLO International | Global Brands | | | | |
| Net sales | 569,488 | 327,728 | 188,889 | 1,086,106 | 1,897 | — | 1,088,004 |
| Segment income | 94,800 | 34,363 | 14,962 | 144,126 | 54 | (7,888) | 136,292 |

(Notes) 1. "Others" include real estate leasing business, etc.

2. "Adjustments" include amortisation of goodwill amounted to ¥4,589 million, which has not been allocated to individual reportable segment.

3. Total segment income is adjusted to reconcile with the operating income of the Interim Consolidated Statement of Income.

2. Information about impairment losses on non-current assets and goodwill by reportable segments

(Significant impairment losses on non-current assets)

Not applicable.

(Significant changes in goodwill)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

4. Supplementary Information

(1) Sales Breakdown by Product Category/Operations

| | Nine months ended 31 May 2013 (From 1 September 2012 to 31 May 2013) | | Nine months ended 31 May 2014 (From 1 September 2013 to 31 May 2014) | | (Reference) Year ended 31 August 2013 | |
|---|---|-------------------------|---|-------------------------|--|-------------------------|
| | Net sales (Millions of yen) | Percent of Total (%) | Net sales (Millions of yen) | Percent of Total (%) | Net sales (Millions of yen) | Percent of Total (%) |
| Men's clothing | 225,077 | 25.4 | 231,435 | 21.3 | 286,959 | 25.1 |
| Women's clothing | 263,214 | 29.7 | 282,068 | 25.9 | 331,912 | 29.0 |
| Children's & Baby's clothing | 28,777 | 3.2 | 32,836 | 3.0 | 34,204 | 3.0 |
| Goods and other items | 15,833 | 1.8 | 14,057 | 1.3 | 19,396 | 1.7 |
| Total item sales of UNIQLO Japan | 532,903 | 60.1 | 560,398 | 51.5 | 672,473 | 58.8 |
| Franchise related income & alteration charges | 8,769 | 1.0 | 9,090 | 0.8 | 10,841 | 1.0 |
| Total UNIQLO Japan Operations | 541,672 | 61.1 | 569,488 | 52.3 | 683,314 | 59.8 |
| UNIQLO International Operations | 191,328 | 21.6 | 327,728 | 30.1 | 251,191 | 22.0 |
| Total UNIQLO Operations | 733,001 | 82.7 | 897,216 | 82.4 | 934,506 | 81.8 |
| Global Brands Operations | 150,840 | 17.0 | 188,889 | 17.4 | 206,234 | 18.0 |
| Other Operations | 1,972 | 0.3 | 1,897 | 0.2 | 2,263 | 0.2 |
| Total | 885,814 | 100.0 | 1,088,004 | 100.0 | 1,143,003 | 100.0 |

- Note: 1. Franchise related income refers to the proceeds from garment sales to franchise stores and royalty income. Alteration charges refer to income generated from embroidery prints and alterations to pants length.
2. UNIQLO operations cover the selling of UNIQLO brand casual clothing.
3. Global Brand Operations contain COMPTOIR DES COTONNIERS operation (selling of COMPTOIR DES COTONNIERS brand clothing), PRINCESSE TAM.TAM operation (selling of PRINCESSE TAM.TAM brand clothing), GU operation (selling of GU brand casual clothing), Theory operation (selling of Theory, Helmut Lang and PLST brand clothing) and J Brand operation (selling of J BRAND brand clothing).
4. Other operations include real-estate leasing business.
5. The above amounts do not include consumption taxes, etc.

4. RESUMPTION OF TRADING

At the request of the Company, trading in its Hong Kong depositary receipts on the Stock Exchange was halted with effect from 1:00 p.m. on Thursday, 10 July 2014, pending the release of this announcement. An application will be made by the Company to the Stock Exchange for resumption of trading in the Hong Kong depositary receipts with effect from 9:00 a.m. on Friday, 11 July 2014.

On behalf of the Board
FAST RETAILING CO., LTD.

Tadashi Yanai

Chairman, President and Chief Executive Officer

Japan, 10 July 2014

As of the date of this announcement, the Executive Director is Mr. Tadashi Yanai, the Independent Non-executive Directors are Mr. Toru Hambayashi, Mr. Nobumichi Hattori and Mr. Masaaki Shintaku, and the Non-executive Directors are Mr. Toru Murayama and Mr. Takashi Nawa.