

## **FAST RETAILING establishes subsidiary to develop new apparel brand in Japan**

At its board meeting on March 15, 2006, FAST RETAILING CO., LTD. decided to set up a fully owned subsidiary tasked with developing its new casual clothing brand.

1. Company name                    G.U. CO., LTD.
  
2. Location                            Kitanomaru Square,13-12,Kudan-kita 1-chome, Chiyoda-ku, Tokyo, Japan
  
3. Business representative    Shuichi Nakajima (currently a Senior Vice President at FAST RETAILING)
  
4. Capital                             ¥450mln
  
5. Business year end             End August
  
6. Shareholders                    A fully owned subsidiary of FAST RETAILING CO., LTD.
  
7. Business areas                 We are aiming to make the subsidiary a true SPA firm that is involved in the whole process of design through manufacture of a full range of garments from outer to inner wear. The casual wear brand should appeal to and attract a loyal customer across a wide age range spanning children through adults.
  
8. Date of establishment        March 2006 (tentative)
  
9. Commencement of operations at new brand  
   Autumn 2006 (tentative)
  
10. Impact on FAST RETAILING business performance  
      Since operations on the new brand are scheduled to start in the autumn, namely on or after September 1, 2006, we do not envisage any impact on our consolidated results for the year through August 2006. We will however issue a separate release if anything happens to change this current stance.

※Please refer to our news release of January 28, 2006 entitled “FAST RETAILING and The Daiei, Inc. to cooperate on new brand launch” which details the background behind our decision to establish a new casual clothes brand.