

[Translation]

July 31, 2018

To Whom It May Concern:

Company Name: TOBU STORE CO., LTD.
Representative: Fukio Tamaoki, Representative Director
(Code Number 8274, Listed in First Section of Tokyo
Stock Exchange)
Enquiries: Kazunobu Nishiyama, Managing
Executive Officer, Member of the
Board, Chief Financial &
Administrative Officer
TEL: +81-3-5922-5111

Company Name: Marubeni Corporation
Representative: Fumiya Kokubu, President and CEO,
Member of the Board
(Code Number 8002, Listed in First Section of Tokyo
Stock Exchange and Nagoya Stock Exchange)
Enquiries: Masato Tachibana, General Manager,
Media Relations Sec.
TEL: +81-3-3282-4803

TOBU STORE CO., LTD. and Marubeni Corporation to Execute Agreement on Business Alliance

TOBU STORE CO., LTD. (“TOBU STORE”) and Marubeni Corporation (“Marubeni”) have entered a business alliance (the “Business Alliance”) to continue cooperation in retail business.

1 . Purpose of Business Alliance

TOBU RAILWAY CO., LTD. (“TOBU RAILWAY”) today announced a privatization of TOBU STORE through tender offer (the “Tender Offer”) for all issued shares of TOBU STORE, and prior to this announcement, Marubeni executed an agreement with TOBU RAILWAY to transfer all shares of common stock owned by Marubeni (2,116,600 shares; representing 33.42% of TOBU STORE’s share capital) in the Tender Offer.

The Board of Directors at TOBU STORE has approved to announce its opinion to endorse the Tender Offer and to recommend that the shareholders of TOBU STORE tender their shares in the Tender Offer announced today.

TOBU STORE and Marubeni have formed a strategic alliance through entering Capital and Business Alliance (the “Original Alliance”) to collaborate in developing a retail business in January 2003, and even after the expiration of the agreement in relation to the Original Alliance dated on August 8, 2005, TOBU STORE and Marubeni have been maintaining the business cooperation.

Upon successful Tender Offer, Marubeni will further pursue increasing its corporate value through supports in accelerating growth of TOBU STORE as a business partner in the fields of a corporate management, merchandising and the related services described in the Business Alliance as detailed below for its business expansion and corporate value enhancement with stronger management resources.

2. Overview of Business Alliance

- (1) Marubeni to appoint directors/maintain management position at TOBU STORE to support its corporate management
- (2) Marubeni jointly with its subsidiaries and affiliates to provide services including but not limited to product merchandising of TOBU STORE
- (3) Marubeni to gather and make a food and beverage market information available to TOBU STORE, and TOBU STORE to provide retail market information

TOBU RAILWAY expressed intention to respect the Business Alliance between TOBU STORE and Marubeni for further growth of retail business operated by TOBU STORE.

3. Profile of TOBU STORE

(1) Name	TOBU STORE CO., LTD.		
(2) Address	3-1-1 Kami-Itabashi, Itabashi-ku, Tokyo		
(3) Representative's title/name	Representative Director Fukio Tamaoki		
(4) Main Business	Operation of Supermarket stores		
(5) Paid-in Capital	¥9,022 million		
(6) Incorporated	December 10, 1960		
(7) Major Shareholders and shareholding ratio (as of Feb. 28, 2018)	Marubeni Corporation		33.42%
	TOBU RAILWAY CO., LTD.		29.33%
	TOBU STORE Customer Shareholding Association		3.48%
*Ownership is calculated based on total shares outstanding (excluding treasury stock)	Mizuho Bank, Ltd.		1.03%
	Saitama Resona Bank, Limited		0.98%
(8) Relationship with Marubeni	Trading of merchandises and services, Directors appointed by Marubeni		

(9) Financial position and business results over last three years (Consolidated/J-GAAP)			
	Fiscal Year ended February 29, 2016	Fiscal Year ended February 28, 2017	Fiscal Year ended February 28, 2018
Net assets	¥20,320 million	¥20,227 million	¥20,785 million
Total assets	¥33,027 million	¥33,302 million	¥33,691 million
Net assets per share	¥3,208.17	¥3,193.72	¥3,281.97
Sales	¥83,185 million	¥83,907 million	¥83,661 million
Operating Profit	¥1,327 million	¥1,321 million	¥1,065 million
Recurring Profit	¥1,368 million	¥1,354 million	¥1,126 million
Net Income	¥489 million	¥256 million	¥588 million
EPS: Earning per share ^(Note 1)	¥76.35	¥40.52	¥92.99
DPS: Dividend per share ^(Note 2)	¥5.00	¥27.50	¥50.00

Note 1: 1-for-10 reverse stock split of TOBU STORE's common stock became effective as of September 9, 2016 and the per share data (net assets and net income) above is calculated assuming this reverse stock split occurs for fiscal year ending February 2018.

Note 2: Dividend per share (JPY 27.50) for the fiscal year 2017 is the sum of the interim dividend (JPY 2.50) and final dividend (JPY 25.00). The interim dividend was declared prior to the reverse stock split while the final dividend was declared post transaction.

4. Profile of Marubeni

(1) Name	Marubeni Corporation	
(2) Address	7-1, Nihonbashi 2-chome, Chuo-ku, Tokyo	
(3) Representative's title/name	President and CEO, Member of the Board Fumiya Kokubu	
(4) Main Businesses	Export, import, sales, etc. of domestic and foreign goods	
(5) Paid-in capital	¥262,686 millions	
(6) Incorporated	December 1, 1949	
(7) Major Shareholders and Shareholding ratio (as of Mar. 31, 2018)	The Master Trust Bank of Japan, Ltd. (Trust account) 5.11% Japan Trustee Services Bank, Ltd. (Trust account) 4.40% Meiji Yasuda Life Insurance Company 2.41% *Ownership is calculated based on total shares outstanding (excluding treasury stock) Sompo Japan Nipponkoa Insurance Inc. 2.30% Japan Trustee Services Bank, Ltd. (Trust account 9) 2.04%	
(8) Relationship with TOBU STORE	Sales of merchandises and services, appointment of TOBU STORE Directors	

(9) Financial position and business results over last three years (consolidated/IFRS)			
	Fiscal Year ended March 31, 2016	Fiscal Year ended March 31, 2017	Fiscal Year ended March 31, 2018
Total equity attributable to owners of the parent	¥1,317,052 million	¥1,683,723 million	¥1,771,475 million
Total assets	¥7,117,686 million	¥6,896,733 million	¥6,877,117 million
Equity attributable to owners of the parent per share	¥758.95	¥829.49	¥879.86
Revenue	¥7,300,299 million	¥7,128,805 million	¥7,540,337 million
Operating Profit	¥104,231 million	¥91,597 million	¥118,054 million
Profit attributable to owners of the parent	¥62,264 million	¥155,350 million	¥211,259 million
Basic and diluted earnings per share attributable to owners of the parent	¥35.88	¥88.08	¥119.43
DPS: Dividend per share	¥21.00	¥23.00	¥31.00

5. Outlook

The Business Alliance has no significant impacts on TOBU STORE's and Marubeni's financial results in this fiscal year.