

(Translation)

April 8, 2008

Dear Sirs,

Name of the company:	West Japan Railway Company
Representative:	Masao Yamazaki President and Representative Director
Name of the company:	Mitsukoshi Isetan Holdings Limited
Representative:	Shinichi Muto Chairman and Representative Director
Name of the company:	West Japan Railway Isetan Limited
Representative:	Keiichi Kurosawa President and Representative Director

Operator of Department Store Business in Osaka Station New North Building

As previously publicized, the Osaka Station New North Building has been developed with a plan to invite a department store operated by Mitsukoshi, Ltd. as an anchor tenant.

Subsequently, however, West Japan Railway Company and Mitsukoshi Isetan Holdings Limited, which was established as of April 1, 2008, have come to a realization that it is necessary to combine the forces of their respective groups to make the department store a more attractive commercial establishment as the core of the north area of Osaka Station and acquire support from customers and further enhance the ability to pull in more customers. Thus, notice is hereby given that both companies have determined to make West Japan Railway Isetan Limited, which is a consolidated subsidiary of West Japan Railway Company and an equity-method affiliate of Isetan Company Limited, the operator of department store business in the Osaka Station New North Building.

1. Outline of the department store

- 1) Location: Department store zone of JR Osaka Station New North Building on the 2nd floor in the basement to the 10th floor above the ground
- 2) Description: JR Osaka Mitsukoshi Isetan (tentative name)
- 3) Selling floor space: Approximately 50,000m²
- 4) Inauguration: Spring of 2011 (expected)
- 5) Sales target: ¥55,000 million or more (for one year after inauguration)

2. Future preparatory system

- 1) Opening preparatory office: To be set up within West Japan Railway Isetan Limited during April 2008
- 2) General manager of the opening preparatory office (candidate): Tatsuya Ito (currently, Executive Officer and General Manager of Human Resources Department, Isetan Company Limited)

As of April 8, 2008:

Executive Officer, Operating Policy Division,
Mitsukoshi Isetan Holdings Limited

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Reference:

Outline of the Osaka Station New North Building

- 1) Gross floor area Approximately 210,000m²
- 2) Height: Higher wing: Approximately 150m
 Lower wing: Approximately 78m
- 3) Floors: 3 floors in the basement and 28 floors above the ground
- 4) Major functions: Department store, specialty stores, offices, entertainment facilities, etc.
- 5) Business operators: Osaka Terminal Building Co., Ltd. and West Japan Railway Company

Outline of West Japan Railway Isetan Limited

- 1) Location: 901, Higashi-Shiokojicho, Karasumadori koji-sagaru, Shimogyo-ku, Kyoto City
- 2) Representative: Keiichi Kurosawa
- 3) Incorporation: October 1, 1990
- 4) Stated capital: ¥6,000 million
- 5) Net sales: ¥67,300 million (for the year ended March 31, 2007)

State of development of the Osaka Station New North Building

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|----------------|-----------------------------|
| December 2003: | Development plan publicized |
| October 2006: | Groundbreaking |
| Spring 2011: | Inauguration (expected) |

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