

Consolidated Balance Sheets

MARUI GROUP CO., LTD. and Its Consolidated Subsidiaries
As of March 31, 2015 and 2016

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2015	2016	2016
Assets			
Current assets:			
Cash and deposits (Notes 6 and 21)	¥ 31,240	¥ 32,586	\$ 290,946
Notes and accounts receivable-trade (Note 6)	6,453	7,459	66,598
Accounts receivable-installment (Notes 4 and 6)	227,121	279,763	2,497,883
Operating loans (Notes 5 and 6)	128,030	134,107	1,197,383
Allowance for doubtful accounts (Note 6)	(8,110)	(7,800)	(69,642)
	353,495	413,530	3,692,232
Inventories	16,834	12,759	113,919
Deferred tax assets (Note 11)	6,444	5,569	49,723
Other	18,738	21,594	192,803
Total current assets	426,753	486,040	4,339,642
Property and equipment (Note 13):			
Land	99,665	99,683	890,026
Buildings and structures	256,707	261,491	2,334,741
Construction in progress	488	420	3,750
Other	35,146	34,523	308,241
Accumulated depreciation	(219,313)	(221,121)	(1,974,294)
Property and equipment, net	172,694	174,996	1,562,464
Investments and other assets:			
Investment securities (Notes 6 and 7)	24,389	19,610	175,089
Investments in unconsolidated subsidiaries and affiliates	772	772	6,892
Intangible assets	6,237	6,502	58,053
Leasehold and other deposits (Note 6)	35,824	34,895	311,562
Deferred tax assets (Note 11)	6,348	4,619	41,241
Other	2,606	2,688	24,000
Total investments and other assets	76,178	69,088	616,857
Total assets	¥ 675,627	¥ 730,126	\$ 6,518,982
Liabilities			
Current liabilities:			
Accounts payable-trade (Note 6)	¥ 27,002	¥ 24,318	\$ 217,125
Short-term loans payable and current portion of long-term loans payable (Notes 6 and 10)	56,839	48,324	431,464
Current portion of bonds payable (Notes 6 and 10)	17,000	30,000	267,857
Commercial paper (Notes 6 and 10)	10,000	10,000	89,285
Income taxes payable (Notes 6 and 11)	3,340	4,731	42,241
Provision for bonuses	3,763	3,756	33,535
Provision for point card certificates	4,590	6,586	58,803
Provision for loss on redemption of gift certificates	153	159	1,419
Other	28,593	30,601	273,223
Total current liabilities	151,281	158,477	1,414,973
Non-current liabilities:			
Bonds payable (Notes 6 and 10)	85,000	80,000	714,285
Long-term loans payable (Notes 6, 8, and 10)	109,000	191,000	1,705,357
Deferred tax liabilities (Note 11)	1,516	1,855	16,562
Provision for loss on interest repayment	12,652	6,078	54,267
Provision for loss on guarantees	140	164	1,464
Asset retirement obligations (Note 12)	548	881	7,866
Other	8,232	9,567	85,419
Total non-current liabilities	217,090	289,547	2,585,241
Total liabilities	368,371	448,025	4,000,223
Contingent liabilities (Note 14)			
Net assets (Note 15)			
Shareholders' equity:			
Capital stock	35,920	35,920	320,714
Authorized: 1,400,000,000 shares of common stock			
Issued: 278,660,417 shares as of March 31, 2015 and 2016			
Capital surplus	91,307	91,307	815,241
Retained earnings	197,875	210,237	1,877,116
Treasury stock (Note 26)			
15,588,364 shares as of March 31, 2015 and 36,270,334 shares as of March 31, 2016	(19,290)	(54,238)	(484,267)
Total shareholders' equity	305,813	283,226	2,528,803
Accumulated other comprehensive income:			
Valuation difference on available-for-sale securities	982	(1,616)	(14,428)
Total accumulated other comprehensive income	982	(1,616)	(14,428)
Subscription rights to shares (Note 22)	39	53	473
Non-controlling interests	420	437	3,901
Total net assets	307,255	282,101	2,518,758
Total liabilities and net assets	¥ 675,627	¥ 730,126	\$ 6,518,982

The accompanying notes are an integral part of these consolidated financial statements.