



November 27, 2015

For Immediate Release

Company Name: PARCO CO., LTD.
Company Representative: Kozo Makiyama
President, Representative Executive Officer
Stock code: 8251 (TSE 1st Section)
Inquiries: Mika Kusakawa
Senior Manager, Public Relations and Investor Relations Office

PARCO to open Sannomiya ZERO GATE*
Acquires real estate trust beneficiary rights

PARCO Co., Ltd. ("PARCO") announced today that it will open Sannomiya ZERO GATE* in the Sannomiya district of Kobe.

1. Details of the plan

Kobe is one of Kansai's leading cities. Its many and diverse districts include Sannomiya, Motomachi, and Kyukyoryuchi ; with Sannomiya being a particularly vibrant commercial center.

The planned site of Sannomiya ZERO GATE* is located between Sannomiya and Motomachi stations in an area that combines tradition and innovation and boasts restaurants and shops of individual character and charm. The building that will become Sannomiya ZERO Gate ("planned building") is currently operated as Kobe Mediterrasse and sits at the intersection of the popular Sannomiya Center-gai and Tor Road, which connects the Kyukyoryuchi and Yamate areas. It is a high-visibility location with considerable foot traffic. Daimaru Kobe and other fashionable stores are also located in the vicinity.

PARCO will acquire the building from current owner World Co., Ltd. and operate it as Sannomiya ZERO GATE* with the aim of creating a store that attracts local shoppers and adds to the appeal of the area.

Further details and the scheduled opening date will be announced upon confirmation.

2. Details of the acquired asset

Name	Kobe Mediterrasse
Address	2-11-3 Sannomiyacho, Chuo-ku, Kobe, Hyogo, Japan
Seller	World Co., Ltd.
Acquired asset	Trust beneficiary rights of the land containing the planned building ¹

Site	Area	468.21m ²
Building	Area	1,465.87m ²
	Structure/ Scale	Steel-reinforced concrete frame structure. One below-ground floor, four above-ground floors
Date of agreement of transfer of real estate trust beneficiary rights		November 27, 2015
Trustee (expected)		Sumitomo Mitsui Trust Bank
Transfer date (expected)		December 17, 2015
Acquisition price		¥3,330 million

¹At the time of forming this agreement the underlying asset is property-in-kind. Under the terms of the agreement, this will be converted into real estate trust beneficiary rights by the transfer date.

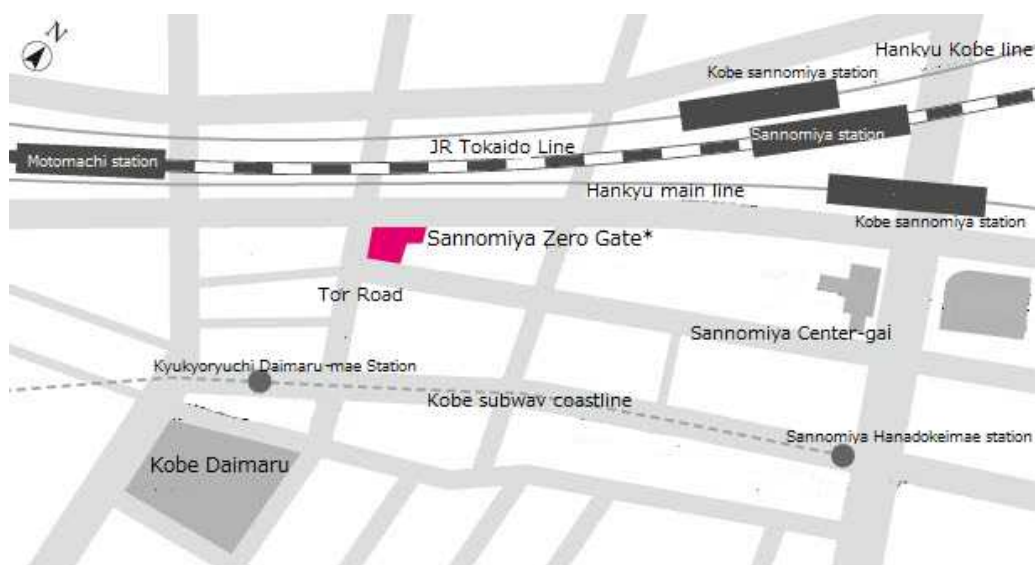
3. Outline of seller

Name	World Co., Ltd.
Address	6-8-1 Minatojima-Nakamachi, Chuo-ku, Kobe, Hyogo, Japan
Capital	¥13,011 million
Date of establishment	January 13, 1959
Name and position of Representative Director	Kenji Kamiyama, Representative Director of the Board
Business overview	Planning and sales of clothing and other products for women, men and children
Relationship to PARCO	Corporate client of PARCO's Shopping Complex Business

4. Effects on earnings forecast

There will be no material impact on PARCO's FY2016 results.

Reference: Area map of Sannomiya ZERO GATE*



*Provisional name