

October 19, 2011

**Toys“R”Us, Japan Statement on Japan Fair Trade Commission  
Draft Orders**

Toys“R”Us, Japan, Ltd. (Toys“R”Us) confirms receipt of a draft cease-and-desist order and a draft surcharge payment order from the Japan Fair Trade Commission (JFTC) today in connection with an investigation into alleged abuses of superior bargaining position.

As a global company, Toys“R”Us is committed to compliance with all local laws in every market in which it operates. Since the start of the JFTC investigation in September 2010, Toys“R”Us has fully cooperated with the authorities and the process.

We cannot emphasize enough that Toys“R”Us has always strived to maintain mutually beneficial and positive relationships with its business partners in order to deliver satisfaction to its customers. It is our firm belief that Toys“R”Us has never had a superior bargaining position over its business partners, nor has it ever intentionally abused its position.

Toys“R”Us first entered the Japanese market 20 years ago and today remains wholly committed to growing its business and creating jobs in Japan. Toys“R”Us continues to purchase goods from local Japanese manufacturers and to seek ways to partner with Japanese companies to help them introduce their products to new markets around the world. Toys“R”Us is grateful for the commitment and ongoing support of its business partners throughout this process.

Toys“R”Us takes these draft orders very seriously and will provide a response after a complete and thorough review of the findings.

Toys“R”Us, Japan Ltd.