

LTH

Link Theory Holdings (US) Inc. Receives Distribution from Sale of 7 For All Mankind Investment

September 5, 2007, Tokyo, Japan - Link Theory Holdings Co., Ltd. ("LTH") today announced that Link Theory Holdings (US) Inc. (LTH (US)), a 100% subsidiary of LTH, has received a distribution attributable to the sale of its indirect investment in Seven For All Mankind, LLC.

1. Background of the distribution

In March 2005, LTH (US) invested 5 million dollars in connection with the acquisition by Bear Stearns Merchant Banking (BSMB), a leading private equity firm in the United States focused on middle-market investments, of a 50% equity stake in Seven For All Mankind, LLC. On August 31, 2007, BSMB completed the sale of its entire equity stake to a third party investor. As a result of the sale, LTH (US) has received a distribution of approximately 13.77 million dollars, which amount represents its proportionate share of the net sale proceeds received by BSMB.

2. Timing of distribution receipt

August 31, 2007

3. Impact on financial statements

As a result of the distribution receipt, LTH will include 1,026 million JPY (calculated using an exchange rate of 1 dollar @117 JPY) as extraordinary income attributable to the sale for its fiscal year ending August 2008 (note). The sale will have no impact on consolidated / non-consolidated results for the fiscal year ended August 2007 (September 2006 – August 2007), in respect of which LTH revised its forecasts on March 16, 2007.

(Note) As the fiscal year end for LTH (US) is June, the distribution above will be recorded in LTH's consolidated fiscal year ending August 2008.

About 7 For All Mankind

7 For All Mankind launched the premium denim market in the United States when it was founded in 2000 by Peter Koral of Koral Industries. The denim brand quickly earned critical acclaim and a loyal international following for its distinctive fit, fabric and finish. Urbanholics Co., Ltd., a 100% subsidiary of LTH, has been the exclusive distributor for all 7 For All Mankind products sold in Japan since May 2006, and there will be no change to that relationship as a result of the sale.

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About Link Theory Holdings Co., Ltd.

LTH lies at the forefront of the contemporary market. Its core brand, Theory, continues to innovate this marketplace in its approach to the modern, intelligent consumer. Its philosophy emphasizes the growth potential of this segment worldwide. LTH acquired the Helmut Lang trademark in March 2006 and continues to seek to strengthen its brand portfolio, including the newly established "Premise" brand. LTH is based in Tokyo, Japan and its shares are listed on the Mothers section of the Tokyo Stock Exchange (Code:3373).

INVESTOR RELATIONS

Link Theory Holdings Co., Ltd.

Shingo Watanabe

Manager, Group Management Division

+81.3.3407.7503

shingo.watanabe@link-theory.com