

June, 2003

The comments in this summary relate to the five weeks ended July 5, 2003 compared to the five-week period ended July 6, 2002.

Comparable store sales for the total corporation increased 0.8 percent. By division, comparable store sales at Target Stores increased 2.4 percent, consistent with a planned increase of 1 to 3 percent for the month. Mervyn's reported a comparable store sales decline of 12.7 percent for the month and Marshall Field's reported a decrease of 1.9 percent for the period.

These numbers are all included in the table of our sales release issued earlier this morning July 10, 2003. Additionally, Bob Ulrich, chairman and CEO of Target Corporation, is quoted in that news release as saying, "Sales in June were on plan at both Target Stores and Marshall Field's and well below plan at Mervyn's. Given the significance of this month's contribution to our second quarter earnings performance, we now expect our most likely EPS outcome in the quarter to be \$0.39 or \$0.40."

At Target, the top performing merchandise categories during June included entertainment, pharmacy, consumables/perishables and household/personal and baby. The categories producing the softest comparable store sales for the month were men's apparel, sporting goods and home décor. Target's strongest markets during June included Connecticut, Rhode Island, Pennsylvania, Wyoming and Louisiana. The markets with the weakest performance were South Dakota, New Mexico, Iowa and Idaho.

At Mervyn's, stores in New Mexico, Oregon and Arizona outperformed stores elsewhere in the chain. Stores in Oklahoma, Louisiana and Colorado generated the weakest sales performance. Shoes, home, and jewelry/accessories were the strongest merchandise categories, while Mervyn's apparel areas, including men's, children's and women's career/specialty, were the softest.

At Marshall Field's, merchandise strength was evident in furniture, bridge/designer apparel, cosmetics and tabletop. The weakest categories were children's apparel, women's dresses/special sizes and men's/young men's sportswear.

At month-end, inventory levels are in good condition at all divisions.

Looking forward to July, our sales plan for Target Stores is an increase in the range of 3 to 4 percent, with sales for the overall corporation planned to be about 1 percentage point lower than Target Stores.