



November 17, 2017

Name of Company: Universal Entertainment Corporation

Name of Representative: Jun Fujimoto

Representative Director and President

(JASDAQ Code: 6425)

Contact: PR & IR Section, Corporate Planning Office

TEL: +81-3-5530-3055 (switchboard)

## Announcement of Progress of Lawsuit Against Wynn Resorts (NASDAQ:WYNN)

Universal Entertainment Corporation (the “Company”) announces that two important decisions were rendered with regard to the lawsuit between the Company and Wynn Resorts, Limited (NASDAQ:WYNN, hereinafter “Wynn Resorts”) pending in the Nevada state court which was announced on March 13, 2012 in the press release titled “UNIVERSAL ENTERTAINMENT FILES COUNTERCLAIM AGAINST WYNN RESORTS.”

### 1. Decision on Dismissal of Motion for Summary Judgment by Wynn Resorts

The lawsuit filed by the Company and its subsidiary, Aruze USA, Inc. (“Aruze USA”) in March 2012 was to seek return to Aruze USA of the approximately 24.55 million shares of Wynn Resorts held by it which were unfairly and improperly redeemed by Wynn Resorts and to seek damages from Wynn Resorts, well in excess of a billion of dollars for undervaluing the redeemed shares by more than 30% of the then market price of the shares, even if the redemption was valid.

Although Wynn Resorts filed a motion for summary judgment, contending that all claims filed by the Company and Aruze USA against Wynn Resorts are groundless as a matter of law, the Nevada state court, on November 13, 2017 denied Wynn Resorts’ motion. The court did not find that Wynn Resorts was entitled to judgment as a matter of law, and instead the Company’s claims that Wynn Resorts acted unlawfully – both in the act of redemption and the amount provided in return for the redeemed shares -- could proceed to trial. Further, while the court dismissed the Company’s claims against the other directors than Steve Wynn and Elain Wynn on an individual basis, the court also ruled that the Company’s claims against Steve Wynn and Elaine Wynn individually may proceed to trial as well.

### 2. Order on Sanctions for Non-Production by Wynn Resorts of Documents Regarding Macau

In addition, on October 31, the court ordered several sanctions against Wynn Resorts for violating orders of the court by refusing to disclose documents from its Macau-based subsidiary.

First, the court found that at trial, the jury may conclude that the documents Wynn Resorts refused to turn over to the Company would “be adverse to” Wynn Resorts. Second, the court ruled that as a sanction, Wynn Resorts is prevented from using certain documents and calling certain witnesses at trial. Finally, the court ruled that the Company is entitled to attorneys’ fees and expenses that were necessitated by Wynn Resorts’ deliberate failure to comply with court orders.

As a result, the case is currently scheduled to proceed to trial starting on April 16, 2018 on the Company’s claims seeking return to Aruze USA of approximately 24.55 million shares of Wynn Resorts and damages in excess of a billion of dollars. The Company strongly believes that it is able to present its case at trial in light of these recent decisions of the Nevada state court.