



May 14, 2018

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)

## Notice of Decision to File Lawsuits to Aruze Gaming America, Inc. Group

Universal Entertainment Corporation (hereinafter referred to as the “Company”) hereby announces that the Company has decided to file criminal complaints and civil lawsuits against Aruze Gaming America, Inc. (hereinafter referred to as “AGA”) and Kazuo Okada seeking the compensation of damages, etc. on the grounds that its patent rights and other rights were violated in each country indicated below. Details of this matter are as follows.

### 1. Overview of Lawsuit

#### (1) Cause of Lawsuits

AGA is a corporation engaged in the business of manufacturing and selling gaming machines for overseas casinos. AGA, whose incorporation law is based in the State of Nevada, USA, was originally a consolidated subsidiary of the Company. However, after the Company sold all of its stake in AGA to Kazuo Okada, AGA was excluded as a consolidated subsidiary of the Company as of March 2010, making Kazuo Okada the sole owner of all of the outstanding shares of AGA.<sup>1</sup>

While the Company has filed a patent infringement lawsuit against AGA and Kazuo Okada on March 30, 2018 which is pending, recently, since it became clear that AGA Group companies had illegally used patents on gaming machines belonging to the Company to conduct the sales of gaming machines in each country indicated below, the Company therefore has decided to file criminal complaints and civil lawsuits based on violation of its patent rights and other rights against AGA Group companies and Kazuo Okada.

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<sup>1</sup> For information on the transfer of shares of AGA by the Company, please refer to the Company press release dated April 1, 2009 entitled “Announcement Regarding Transfer of Subsidiary Shares” ([http://www.universal-777.com/en/news/pdf/2009/20090401\\_e.pdf](http://www.universal-777.com/en/news/pdf/2009/20090401_e.pdf)) and the Company press release dated April 2, 2009 entitled “Partial Supplement to ‘Announcement Regarding Transfer of Subsidiary Shares’” ([http://www.universal-777.com/en/news/pdf/2009/20090414\\_e.pdf](http://www.universal-777.com/en/news/pdf/2009/20090414_e.pdf)).

(2) Countries and Areas Where Civil Lawsuits and Criminal Complaints will be Filed  
United States, Macau, Philippines and Hong Kong

(3) Parties to Lawsuit

Plaintiff: Company

Defendants: (1) Aruze Gaming America, Inc. (State of Nevada corporation)

Location of Main Office: 745 Grier Drive Las Vegas, NV 89119, USA

(2) Aruze Gaming Macau Limited

(3) Aruze Gaming (Hong Kong) Limited

(4) Aruze Gaming (Hong Kong) Sales Limited

(5) Aruze Gaming Philippine, Manufacturing Inc.

(6) Kazuo Okada

## **2. Future Outlook**

At present, given that the amounts sued for have also yet to be finalized, should matters requiring disclosure arise as these matters progress, including its impact on business results, the Company will promptly issue a corresponding notice.