

October 25, 2002

**ARUZE CORP. Revises the Business Forecast for Its Subsidiary, Adores Inc.,
for Fiscal Year Ending March 2003**

ARUZE CORP. (Representative Director and President: Kazuo Okada; JASDAQ trading code: 6425) is pleased to announce that the company revised the business forecast for the first half and the full fiscal year ending March 31, 2003 (from April 1, 2002 to March 31, 2003) of its subsidiary Adores Inc., as the forecast was announced by the subsidiary's "Summary Report on Financial Results for the Fiscal Year Ended March 2002" dated May 15, 2002. Please see the attached materials for the revised figures.

These changes are not expected to affect results of ARUZE CORP., whose business forecast for the first half and full fiscal year ending March 31, 2003 (from April 1, 2002 to March 31, 2003) will remain unchanged on either a consolidation or a non-consolidated basis.

Adores Inc. Revises Its Business Forecast for Fiscal Year Ending March 2003

Adores Inc. (President: Yoshiaki Kono, JASDAQ trading code: 4712), is pleased to announce that the company revised its business forecast for the first half year and the full fiscal year ending March 31, 2003, which was released by its "Summary Report on Financial Results for the Fiscal Year Ended March 2002 (on a non-consolidated basis)" dated May 15, 2002.

1. Revisions in Business Forecast

1) Revisions in business forecast for the first half year (April 1 to September 30, 2002)

(Millions of yen, %)

	Net Sales	Ordinary Income	Half-year Net Income
Original Forecast (A)	11,429	1,077	843
Revised Forecast (B)	10,418	1,660	846
Difference (B-A)	(1,011)	583	3
Rate of Change (B-A) / (A)	(8.8)	54.1	0.3

2) Revisions in business forecast for the full fiscal year (April 1, 2002 to March 31, 2003)

(Millions of yen, %)

	Net Sales	Ordinary Income	Net Income
Original Forecast (A)	26,377	2,224	1,688
Revised Forecast (B)	23,848	2,986	1,358
Difference (B-A)	(2,529)	762	(330)
Rate of Change (B-A) / (A)	(9.6)	34.3	(19.5)

2. Reasons for Revision

1) First Half of Fiscal Year

The company's forecast at the beginning of the current fiscal year was based on the outlook that its business of amusement facility operations would increase sales by actively opening new facilities during the year, while equipment rental and other businesses might have a difficult year partly because of the uncertain economic climate in Japan. Slow growth in capital investment in the private sector, voluntary restraint in operations during the FIFA World Cup Korea/Japan 2002 and increased financial concern due to sluggish stock market made the business environment even more difficult than expected during the first half of the current year, decreasing sales for the period by 8.8% than earlier forecast. However, closing inefficient facilities allowed the company's primary business, the amusement facility operations, to maintain strong sales during the first half year period, marking year-on-year growth in almost 19 consecutive months on the existing facilities basis. Efficient business management is also expected to help ordinary income record 1,660 million yen (up 54.1% from the earlier forecast). This will allow net income for the first half to remain as originally planned upon recording 695

million yen in corporate income tax and other adjustments.

Sales is expected to increase significantly for the company's primary business, the amusement facility operations, after a review of the cost structure with introduction of a new GFO system and acquisition of more "token member" cardholders, enlargement of the floors of three halls, opening of one new hall, and refurbishment and opening of seven new halls that are gradually introduced to the new shop brand "Adores," which aims to realize "provision of services exceeding customers' expectations" and "relentless pursuit of customer satisfaction at the place of gaming entertainment" as direct-run chain halls. The Pachislot machine and peripheral equipment rental business, and various facility development, design and construction businesses are anticipated to report their sales and earnings lower than forecast earlier, mainly reflecting impact of voluntary restraint in operations in the Pachinko industry, which represents primary business customers of the company, during the World Cup period on these businesses, as well as broader gaps in financial strengths among the major business customers.

2) Full Fiscal Year

Upon consideration of expected results for the first six months, and performances and profitable improvements of respective businesses during that time, the company changed its outlook for the full fiscal year period.

In the primary amusement facility operating business, the delay in opening new facilities that were originally planned to be opened for the first six months is expected to reduce facility-opening expenses for the full fiscal year. The business will gain a sufficient level of earnings through active efforts, including installation of new token dispenser machines with the POS function, which the company planned and developed on its own to make it easy to grasp customer trends accurately, on halls, the acquisition of 100,000 cardmembers by introducing the "token member" card into all halls operated by the company, and the rollout of popular events at all the halls. The Pachislot machine and peripheral equipment rental business and the various facility development, design and construction businesses are anticipated to continue to endure the difficult business environment partly because of widened gaps in financial positions among major customers of the company.

Given the combination of the above factors, the revised forecast is that the company will earn sales for the year at 23,848 million yen (down 9.6% from the earlier forecast), ordinary income at 2,986 million yen (up 34.3%), and net income at 1,358 million yen (down 19.5%), by recording 1,082 million yen for corporate income tax and other adjustments.