

December 6, 2004

Company Name: Aruze Corp.
Name and Title of Representative: Kazunari Anan,
President and Representative Director
(Securities Code: 6425)
Contact: Yoshito Hori, Director
Telephone Number: 03-5530-3055 (General)

Report on Capital increase of Our Affiliated Company and its Early Redemption of the Second Mortgage Notes

This is to inform you that the following announcement was made in connection with that our overseas affiliated company, Wynn Resorts, Limited (“Wynn Resorts”) has completed the sale of its new shares as of November 15, 2004, and its early redemption of outstanding 12% Second Mortgage Notes as of November 24, 2004.

I. Capital Increase

1. Number of shares increased: 7,500,000 ordinary stocks
2. Issue price: US\$60.43 per share
3. Date of issuance: November 15, 2004
4. Underwriter: Deutsche Bank Securities, Inc.
5. Total financed amount: Approximately US\$453.0 million
6. Use of the fund:
 - ① to repay or reduce indebtedness
 - ② for the development of its Encore at Wynn Las Vegas
 - ③ “Wynn Macau Project”
7. Others: Deutsche Bank Securities Inc. will offer these shares to general investors.

II. Early Redemption of 12% Second Mortgage Notes

1. Total principal: Approximately US\$247.5 million
2. Scheduled redemption date: Mid-December of 2004

III. Impact on our group

Concurrently with the current increase in the capital, Wynn Resorts has increased its total outstanding shares to 98,022,817 shares. Due to this increase, the ratio of our group's shareholdings dropped to 25.0% from approximately 27.1%. As a result, we expect to have deemed profit from the sale under the equity method as an extraordinary profit.

We also expect to have an investment loss derived from redemption of the 12% Second Mortgage Notes under the equity method as an investment loss.

The fluctuation of future exchange rates and the number of shares to be offered through the underwriter, Deutsche Bank Securities, Inc. may give some impact in our business results. Upon such case, we will inform you of such amount when we make a report on the third quarterly business results.

End of Report.