

December 13, 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)

Notice of Business Transfer

This is to inform you that we have reached the agreement with our subsidiary, Y's Tech. Co., Ltd., that Y's Tech. Co., Ltd. transfer to us their entire business relating to manufacturing gaming devices and so on.

1. Purport of the transfer

We have been developing, manufacturing and selling gaming devices, etc. as our main business. Our subsidiary, Y's Tech. Co., Ltd., is manufacturing gaming devices mainly for overseas. In an effort for us to reinforce our manufacturing and sales of gaming devices for overseas, we have decided to take over the business.

2. Schedule for the transfer (plan)

December 13, 2004 The Board of Directors' meeting for approval on the transfer agreement

December 24, 2004 Signing of the agreement

February 1, 2005 Date of the transfer

3. Details of the transfer

(1) Division to be transferred

Manufacturing and sales of gaming devices

(2) Business results of the division

Summarized Profit and Loss Statement

	Fiscal Year ending March 2004	Fiscal Year ending March 2003
Sales	3,885 million yen	2,530 million yen
Gross profit from sales	179 million yen	113 million yen
Operating income	67 million yen	21 million yen
Ordinary income	60 million yen	56 million yen

(3) Assets and Liabilities to be transferred

Actual results as of September 30, 2004

Assets	Amount	Liabilities	Amount
Inventory assets	461 million yen	None	
Other current assets	57 million yen		
Fixed assets	4 million yen		
Total	522 million yen	Total	---

(4) Ratio of assets to be transferred to the net assets before the transfer

(Comparison with the actual results as of September 30, 2004)

Assets	Ratio to net assets
Inventory assets	0.3%
Other current assets	0.0%
Fixed assets	0.0%
Total	0.4%

Reference: Net assets 134,299 million yen (F/Y ending September 2004)

Total Liabilities 43,508 million yen (F/Y ending September 2004)

(5) Arrangement of the transfer

Value to be transferred: To be decided by a deliberation on the basis of the current market value as of the day of transfer.

Settlement method (plan): To be decided by a deliberation after the value of transfer is determined.

4. Impact to our company through this business transfer

We anticipate that impact on the unconsolidated business performance for the current period from this business transfer would be minimal, and no impact on the consolidated business performance is expected.

Appendix

Summary of Y's Tech. Co., Ltd.

- (1) Trade name: Y's Tech. Co., Ltd.
- (2) Representative: Yasuo Nakagawa
- (3) Location of head office: 1343 Wadacho, Yonago-shi, Tottori-ken
- (4) Date of establishment: November 30, 2001
- (5) Capital: 15.60 million yen
- (6) Business description: Manufacturing and sales of gaming devices
- (7) Total outstanding shares: 220 shares
- (8) Shareholders: 200 shares (90.9%) held by ARUZE Corp.
- (9) Fiscal Year ending: March 31st
- (10) Directors and
Corporate Auditors: Representative Director Yasuo Nakagawa
Director Tatsuo Hikiji
Director Soichiro Tanaka
Corporate Auditor Koichi Yoshii
- (11) Employees: 57 employees (as of March 31, 2004)
- (12) Relationship with ARUZE Corp.:
 - In Capital: A consolidated subsidiary of ARUZE Corp.
 - In Personnel: The representative director is a loan employee from ARUZE Corp.
Two directors are also ARUZE's employee.
The corporate auditor is also ARUZE's corporate Auditor.
 - In Business transactions: Most of its sales are to ARUZE Group.