



May 29, 2006

Company Name: Aruze Corp.

Name and Title of Representative: Kazuo Okada, Chairman,
President and Representative Director

(Registered Share Name Code Number: 6425)

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Announcement of Issuance of Stock Options (Share Purchase Warrants) to Employees

On May 29, 2006, the Board of Directors resolved the details of applications for share purchase warrants in the form of stock options, which will be issued to the Executive Officers, general employees, Advisers of Aruze Corp. and those subsidiaries, and Directors of the subsidiaries, based on the regulations stipulated by Article 236, 238 and 239 of Corporate Law (the 86th law in 2005).

This matter will be on the agenda for the 33rd General Shareholders Meeting scheduled on June 29. We hereby inform you the outline of these agenda as follows:

1. The reason to grant stock options bearing the advantageous conditions

The advantageous conditions will increase the concerned personnel's eagerness and morale, helping to improve consolidated business performances of the company and subsidiaries.

2. Details of share purchase warrants, for which conditions of application may be specified based on resolutions made at the General Shareholders Meeting

(1) Maximum number of share purchase warrants, for which the conditions of application may be specified based on the entrustment of the General Shareholders Meeting ("stock options" below), to be issued:

Up to 1,000 stock options given the conditions specified in the following item (3) are met.

(2) Payment for stock options:

Monetary payment is unnecessary.



(3) Details of Stock Options:

a) Type and number of shares to be issued under stock options:

The number of ordinary shares to be under one stock option ("Number of shares per stock option" below) is 100.

b) Amount of contributed equity upon exercising stock option:

The amount of contributed equity is equal to the amount to be paid per one share upon exercising stock options ("Exercising payment" below) multiplied by the number of shares per stock option.

Exercising payment is equal to the average of closing prices of the ordinary transactions in JASDAQ Market for the past six months ("Closing price" below), multiplied by 1.05. Fractions under 1 yen shall be rounded up.

c) Valid exercise period for to stock options:

The terms specified by the Board of Directors within 4 years of the day of stock option allotment.

d) Capital and additional paid-in capital, which would increase in case of stock issuance under stock option exercise:

The increment of capital, which would increase in the case of stock issuance under stock option exercise, is equal to one half of the increase limit of capital calculated based on Article 40, Item 1 of the Regulations of Accounting. (Fractions under 1 yen shall be rounded up.)

The increment of additional paid-in capital, which would increase in the case of stock issuance under stock option exercise, is equal to the amount obtained after subtracting the increase in capital from the increase limit, specified in the item above.

e) Limitations on acquisition of stock options through transference:

The stock options may be acquired through transference only with the approval of the Board of Directors.



f) Valid exercise period for the stock options

Any personnel who may exercise the stock options are required to occupy the position of Director, Auditor, Executive Officer, Advisor or general employee of Aruze Corp. or its subsidiaries at the time of exercise, except when determined by the Board of Directors that a sufficient reason exists otherwise.

In case that the stock option is inherited, the specific terms and conditions for exercising those stock options are specified in the "Stock Option Agreement" indicated in the item below.

No stock option holder is allowed to pledge the granted stock option as collateral or otherwise dispose of such.

Any other conditions, following the resolutions of the General Shareholders Meeting and the Meeting of Board Directors, shall be provided in "Stock Option Agreement" entered with the stock option holders.

g) Stock options and reorganization:

In case that Aruze Corp. is absorbed, split up, separated, or executes a share exchange or share transfer ("reorganization" below, encompassing all of the above), the stock options of the corporations indicated in Article 236, Item 1 (I) to (HO) of Corporate Law ("Reorganized Corporations" below), will be granted to the holders of stock options that remain on the effective date of reorganization ("Remaining stock options" below). Remaining stock options are extinguished, and replaced by the new stock options issued by Reorganized Corporations. However, this shall be executed along with an agreement of reorganization, in which it is clarified that this stock options of Reorganized Corporations will be issued under the following terms and conditions.

Number of stock options of Reorganized Corporations to be granted:

The same number of Remained stock options owned by each holder is newly granted.

Type of shares of Reorganized Corporations to be issued under stock options:

The ordinary stocks of Reorganized Corporations are issued.



Number of shares of Reorganized Corporations to be issued under stock options:

This shall be resolved in accordance with the item a) above taking into consideration the terms and conditions of reorganization.

Amount of contributed equity upon exercising stock option

The amount of contributed equity upon exercising granted stock option is equal to the Exercising Payment after reorganization, which is the adjusted Exercising payment in the item b) given the terms and conditions of reorganization multiplied by the number of shares of the reorganized corporation per stock option.

Valid exercise period for stock options

From the later date of either the first day of "Terms applicable to stock options" indicated in the item c) or the effective date of reorganization, to the last day of the "Valid exercise period for stock options" in the item c).

Increment of capital and additional paid-in capital, which would increase in the case of stock issuance under stock option exercise:

This shall be resolved in accordance with the item d) above.

Limitations on acquisition of stock options through transference

The stock options may be acquired through transference only with the approval of the Board of Directors of the reorganized corporation. (If the reorganized corporation is not a company with a Board of Directors, the approval of Directors is necessary in its place.)

Terms and conditions for stock options

This shall be resolved in accordance with the item f) above.

h) Fractions less than one share produced by the exercise of stock options:

When shares are granted to personnel who have exercised the stock option, fractions less than one share shall be rounded off.

For the contents stated above, approval at the 33rd General Shareholders Meeting scheduled on June 29, 2006 shall be required.

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