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## **Impact Exerted on ARUZE's Past Settlement of Accounts by Correction of Subsidiary (Seta Corp.)'s Past Settlement of Accounts**

Seta Corp. ("Seta" below), a subsidiary of ARUZE CORP. ("the Company" below), announced today a partial correction of its full year and interim Brief Reports of the Settlement of Accounts for the fiscal year ending March 31, 2007. Concurrently, Seta submitted a correction report on the same day for its Securities Registration Report and Interim Report for the same fiscal year.

The impact that said correction will have on the Company's settlement of accounts for the fiscal year ending March 31, 2007 is not yet finalized at this time. However, in the event that the Company makes corrections to its full year and interim Brief Reports of the Settlement of Accounts for the fiscal year ending March 31, 2007, it is expected that the impact will be negligible as indicated in the "Impact Exerted on Company's Settlement of Accounts for Fiscal Year Ending March 31, 2007" on the following page.

### **【Circumstances Leading to Present】**

In its "Notification of Occurrence of Event that May Affect Past Business Results and Cause Postponement of Scheduled Date for Disclosure of Summary of Financial Data and Business Results for 1<sup>st</sup> Quarter of Fiscal Year Ending March 31, 2008" press release dated August 23, 2007, Seta announced the discovery of a possibility that a portion of its sales that should have originally been posted for the fiscal year ending March 31, 2008 were posted for the fiscal year ending March 31, 2007.

Subsequently, in its "Announcement Regarding Investigation Results for Handling of Sales for Fiscal Year Ending March 31, 2007" press release dated October 2, 1997, Seta announced that a detailed investigation spearheaded by its Internal Compliance Committee was conducted with reference to the opinions of outside experts, and disclosed the results of said investigation. The investigation revealed that an inappropriate handling of the settlement of accounts for the fiscal year ending March 31, 2007 had been conducted. Under the strict instructions of and orders from the former Executive Managing Director, and the actions of the former Representative Director who actively acknowledged those instructions and orders, transactions that should have been deemed

unconfirmed orders were posted as net sales in March 2007. In order to present this as an appropriate posting of net sales, certain documents, including original vouchers, were either forged or doctored. Following the investigation, out of the net sales posted for the fiscal year ending March 31, 2007, the amount that should have not been posted as such has been revealed to be approximately 800 million yen.

With this amount having been determined following an ongoing process of careful calculations, Seta issued today an "Announcement Regarding Partial Correction of Full Year and Interim Brief Reports of Settlement of Accounts for Fiscal Year Ending March 31, 2008 (Consolidated/Non-Consolidated)." Concurrently, Seta submitted to the Kanto Local Finance Bureau correction reports for both the Securities Registration Report and Interim Report for the fiscal year ending March 31, 2007.

**【Impact Exerted on Company's Settlement of Accounts for Fiscal Year Ending March 31, 2007】**

(Unit: Million yen)

	Company's Business Results for Fiscal Year Ending March 31, 2007 (Consolidated) (A)	Numerical Effect on Seta's Settlement of Accounts for Fiscal Year Ending March 31, 2007 (B)	Impact Exerted on Company's Settlement of Accounts for Fiscal Year Ending March 31, 2007(%) (B/A)
Net Sales	36,387	-806	2.22
Operating Profit	-2,791	-298	-
Ordinary Profit	-6,349	-298	-
Net Profit	9,453	-298	3.15

\*Note: The percentage effect exerted on operating profit and ordinary profit has not been calculated due to the Company's consolidated figures for these two items being a loss.

The necessity for correction of the Company's full year and interim Settlement of Accounts for the fiscal year ending March 31, 2007 is scheduled to be determined following consultation with relevant institutions. Developments will be announced once finalized.