



November 22, 2007

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## Partial Correction of "Brief Report of Settlement of Accounts (Kessan Tanshin) for Full Fiscal Year Ending March 31, 2007"

As disclosed in the "Announcement by ARUZE Subsidiary (Seta Corp.)" dated October 2, 2007, an inappropriate handling of sales was discovered to have been conducted at Seta Corp. (hereinafter referred to as "Seta,") a subsidiary of ARUZE CORP. (hereinafter referred to as "the Company"). In light of this fact, the Company hereby announces that in addition to Seta conducting a series of corrections to its financial statements and other materials for the fiscal year ending March 31, 2007, the Company has conducted a series of corrections of its consolidated financial statements and other materials, as well as a correction of its Brief Report of the Settlement of Accounts for the fiscal year ending March 31, 2007 based on the aforementioned corrections.

Additionally, it is believed that the impact from the correction of Seta's financial statements and other materials for the fiscal year ending March 31, 2007 on the Company's interim period and consolidated full fiscal year business performance forecasts for the fiscal year ending March 31, 2008 will be minimal.

### 1. Circumstances Behind and Reason for Correction

As disclosed in the "Announcement by ARUZE Subsidiary (Seta Corp.)" dated October 2, 2007, an investigation conducted by Seta's Internal Compliance Committee revealed that an inappropriate handling of sales was conducted at Seta. This involved the doctoring of associated receipts and other actions for the purpose of posting sales for undetermined orders under the fiscal year ending March 31, 2007 when said sales should have originally been posted under the fiscal year ending March 31, 2008.

Given the results of said investigation, Seta conducted a revision of the contents of its financial statements and other materials, submitted correction reports for both its Securities Registration Report and Interim Report for the fiscal year ending March 31, 2007 to the Kanto Regional Finance Bureau on October 25, 2007 and disclosed financial statements and other materials that reflected an appropriate handling of sales.

Under the corrections conducted by Seta with respect to its financial statements and other materials, the Company, in addition to conducting a series of corrections of its consolidated financial statements and other materials, submitted a correction report for its Securities Registration Report for the fiscal year ending March 31, 2007 to the Kanto Regional Finance Bureau on November 22, 2007.

This press release represents a disclosure of the corrections made to the Company's Brief Report of the Settlement of Accounts for the fiscal year ending March 31, 2007 in accordance with corrections made to the Company's consolidated financial statements and other materials for the same period.

Additionally, the Company's consolidated financial statements following correction have been audited by Ernst & Young ShinNihon.

### 2. Scope and Portions of Correction

The Company has conducted the following additions and corrections to the disclosure of its Brief Report of the Settlement of Accounts and the contents of said report. However, please be advised that additional corrections are being made to items for which additions and corrections have been conducted up until now. Details can be found on the "List of Revised Portions for the Brief Report of

the Settlement of Accounts for Full Fiscal Year Ending March 31, 2007” contained herein.

(Status of Announcements of and Additions and Corrections to Brief Report of Settlement of Accounts for Fiscal Year Ending March 31, 2007)

June 1, 2007: Brief Report of Settlement of Accounts (Kessan Tanshin) for Full Fiscal Year Ending March 31, 2007 (Consolidated/Non-Consolidated)

June 13, 2007: Additional Revision of Figures for Settlement of Accounts for Full Fiscal Year Ending March 31, 2007

Revision of Figures for Settlement of Accounts for Full Fiscal Year Ending March 31, 2007

June 15, 2007: Revision and Correction to Brief Report of Settlement of Accounts for Full Fiscal Year Ending March 31, 2007

June 22, 2007: Additional Revision to Brief Report of Settlement of Accounts for Full Fiscal Year Ending March 31, 2007

June 27, 2007: Additional Revision to Brief Report of Settlement of Accounts for Full Fiscal Year Ending March 31, 2007

Please note that revised portions are denoted by underlines.

List of Revised Portions Indicated in This Release Concerning Brief Report of Settlement of Accounts for Fiscal Year Ended March 2007

Item	Revised Portions	Dates of Releases Containing Most Recent Information
I. Summary information (standard format)		
1. Consolidated financial results for the fiscal year ended March 2007 (From April 1, 2006 to March 31, 2007)		
(1) Consolidated operating results		June 15
(2) Consolidated financial position		June 15
(3) Consolidated cash flow position		
2. Status of dividends		June 15
3. Forecast of consolidated financial results for the fiscal year ending March 2008 (From April 1, 2007 to March 31, 2008)		June 15
4. Others		
(1) Changes in material subsidiaries during fiscal year (changes in specified subsidiaries accompanying change in scope of consolidation)		
(2) Changes in principles, procedures, methods of presentation etc. for accounting methods pertaining to preparation of consolidated financial statements		
(3) Outstanding shares (common stock)		
(Reference) Summary of non-consolidated financial results		
1. Non-consolidated financial results for the fiscal year ended March 2007 (From April 1, 2006 to March 31, 2007)		
(1) Non-consolidated operating results		
(2) Non-consolidated financial position		
2. Forecast of non-consolidated financial results for the fiscal year ending March 2008 (From April 1, 2007 to March 31, 2008)		
* Explanation regarding proper application of financial results forecast and other noteworthy items		
II. Qualitative information, financial statements, etc.		
1. Operating results		
(1) Analysis of operating results		June 27
(2) Analysis of financial position		June 22
(3) Basic policy regarding distribution of dividends and dividends for current/next fiscal year		
(4) Business risks		
2. Status of the corporate group		
3. Management policy		
(1) Basic management policy of the Company		
(2) Targeted performance indicators		
(3) Medium- and long-term business strategy		
(4) The Company's challenges		
(5) Establishment and status of internal control systems		
(6) Other significant matters from a management perspective		
4. Consolidated financial statements		
(1) Consolidated balance sheet		June 15
(2) Consolidated profit and loss statement		June 15
(3) Consolidated statement of changes in shareholders' equity		June 15
(4) Consolidated cash flow statement		June 22
(5) Events or circumstances exerting material doubt on the assumption of continued businesses		
(6) Important matters serving as basis for preparation of consolidated financial statements		
(7) Changes in important matters serving as basis for preparation of consolidated financial statements		June 15
(8) Changes in description		
(9) Notes on consolidated financial statements		
a. Notes, etc. on consolidated balance sheet, consolidated profit and loss statement, consolidated equity capital fluctuations statement, consolidated cash flow statement		June 15

Item	Revised Portions	Dates of Releases Containing Most Recent Information
b. Lease transactions		June 27
c. Securities		
d. Derivative transactions		
e. Retirement benefits		
f. Stock option, etc.		
g. Combination of enterprises, etc.		
h. Tax effect accounting		June 27
i. Segment information		June 27
j. Transactions with affiliated companies		
k. Per share information		June 15
l. Significant subsequent events		
5. Non-consolidated financial statements		
(1) Balance sheet		
(2) Profit and loss statement		
(3) Statement of changes in shareholders' equity, etc.		
(4) Events or circumstances exerting material doubt on the assumption of continued businesses		
(5) Significant accounting policies		
(6) Changes in accounting methods		
(7) Changes in description		
(8) Notes on non-consolidated financial statements		
a. Notes, etc. on balance sheet, profit and loss statement, equity capital fluctuations statement		
b. Lease transactions		
c. Securities		
d. Tax effect accounting		
e. Per share information		
f. Significant subsequent events		
6. Others		
(1) Personnel changes of Company officers and directors		
(2) Others		

1. Consolidated Financial Results for the Full Fiscal Year Ending March 2007 (From April 1, 2006 to March 31, 2007)

(1) Consolidated Operating Results (Percentages indicate ratio of increase/decrease from previous fiscal year)  
[Before revision]

	Net sales		Operating profit		Ordinary profit		Net Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ending March 2007	<u>36,387</u>	<u>(25.0)</u>	<u>(2,791)</u>	-	<u>(6,349)</u>	-	<u>9,453</u>	-
Fiscal year ending March 2006	48,506	(33.1)	(5,310)	-	(8,578)	-	(12,713)	-

	Net income per share	Net income per share after adjustment of latent shares	Ratio of current net profit to shareholders' equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ending March 2007	<u>118.32</u>	<u>118.31</u>	<u>8.4</u>	<u>(3.7)</u>	<u>(7.7)</u>
Fiscal year ending March 2006	(159.11)	-	(11.3)	(4.7)	(10.9)

Reference: Investment profit or loss on equity method

Fiscal year ending March 2007: 17,683 million yen; Fiscal year ending March 2006: (2,699) million yen

[After revision]

	Net sales		Operating profit		Ordinary profit		Net Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ending March 2007	<u>35,580</u>	<u>(26.6)</u>	<u>(3,205)</u>	-	<u>(6,764)</u>	-	<u>9,169</u>	-
Fiscal year ending March 2006	48,506	(33.1)	(5,310)	-	(8,578)	-	(12,713)	-

	Net income per share	Net income per share after adjustment of latent shares	Ratio of current net profit to shareholders' equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ending March 2007	<u>114.76</u>	<u>114.75</u>	<u>8.2</u>	<u>(4.0)</u>	<u>(9.0)</u>
Fiscal year ending March 2006	(159.11)	-	(11.3)	(4.7)	(10.9)

(2) Consolidated Financial Position

[Before revision]

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Fiscal year ending March 2007	<u>172,043</u>	<u>117,028</u>	67.9	<u>1,461.45</u>
Fiscal year ending March 2006	167,990	108,020	64.3	1,351.89

(Reference) Shareholders' equity

Fiscal year ending March 2007: 116,778 million yen; Fiscal year ending March 2006: 108,020 million yen

[After revision]

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Fiscal year ending March 2007	<u>171,681</u>	<u>116,614</u>	67.9	<u>1,457.89</u>
Fiscal year ending March 2006	167,990	108,020	64.3	1,351.89

(Reference) Shareholders' equity

Fiscal year ending March 2007: 116,493 million yen; Fiscal year ending March 2006: 108,020 million yen

## 2. Status of Dividends

[Before revision]

(Record Date)	Dividends per share					Total Amount of dividends (annual)	Dividend payout ratio (consolidated)	Dividend ratio to net assets per share (consolidated)
	End of 1 <sup>st</sup> Qtr	End of Interim period	End of 3 <sup>rd</sup> Qtr	End of fiscal year	Full year			
	Yen	Yen	Yen	Yen	Yen	Yen	%	%
Fiscal year ending March 2007	-	-	-	20.00	20.00	1,598	-	1.3
Fiscal year ending March 2006	-	-	-	50.00	50.00	3,995	42.3	3.6
Fiscal year ending March 2008 (forecast)	-	-	-	20.00	20.00	-	26.6	-

[After revision]

(Record Date)	Dividends per share					Total dividends (annual)	Dividend payout ratio (consolidated)	Dividend ratio to net assets per share (consolidated)
	End of 1 <sup>st</sup> Qtr	End of Interim period	End of 3 <sup>rd</sup> Qtr	End of fiscal year	Full year			
	Yen	Yen	Yen	Yen	Yen	Yen	%	%
Fiscal year ending March 2007	-	-	-	20.00	20.00	1,598	-	1.3
Fiscal year ending March 2006	-	-	-	50.00	50.00	3,995	43.6	3.6
Fiscal year ending March 2008 (forecast)	-	-	-	20.00	20.00	-	26.6	-

## 3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 2008

(From April 1, 2007 to March 31, 2008)

(Percentages indicate ratio of increase/decrease from year-to-year and from interim-to-interim)

[Before revision]

	Net sales		Operating profit		Ordinary profit		Net profit		Net profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	33,900	94.9	5,900	-	5,700	-	3,400	-	42.55
Full year	65,000	78.7	10,400	-	10,000	-	6,000	(36.5)	75.09

[After revision]

	Net sales		Operating profit		Ordinary profit		Net profit		Net profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	33,900	94.9	5,900	-	5,700	-	3,400	-	42.55
Full year	65,000	82.7	10,400	-	10,000	-	6,000	(34.6)	75.09

## 1. Operating Results

### (1) Analysis of Operating Results

[Before revision]	[After revision]
<p>(Operating Results for the Current Fiscal Year) (Omitted)</p> <p>As a result, net sales for the full consolidated fiscal year totaled <u>36,387</u> million yen (down <u>25.0%</u> from the previous fiscal year). Additionally, the Company booked an operating loss of <u>2,791</u> million yen (against a 5,310 million yen operating loss for the previous fiscal year), and an ordinary loss of <u>6,349</u> million yen (against a 8,578 million yen ordinary loss for the previous fiscal year).</p> <p>(Omitted)</p> <p>Collectively, the above resulted in the Company booking a <u>9,453</u> million yen net profit for the current fiscal year (against a 12,713 million yen net loss for the same period last fiscal year).</p> <p>(Omitted)</p>	<p>(Operating Results for the Current Fiscal Year) (Omitted)</p> <p>As a result, net sales for the full consolidated fiscal year totaled <u>35,580</u> million yen (down <u>26.6%</u> from the previous fiscal year). Additionally, the Company booked an operating loss of <u>3,205</u> million yen (against a 5,310 million yen operating loss for the previous fiscal year), and an ordinary loss of <u>6,764</u> million yen (against a 8,578 million yen ordinary loss for the previous fiscal year).</p> <p>(Omitted)</p> <p>Collectively, the above resulted in the Company booking a <u>9,169</u> million yen net profit for the current fiscal year (against a 12,713 million yen net loss for the same period last fiscal year).</p> <p>(Omitted)</p>
<p>Pachislot and Pachinko Business (Omitted)</p> <p>As a result of the situation described above, in the Pachislot and Pachinko business, sales totaled <u>31,605</u> million yen (a <u>26.2%</u>-increase over the previous fiscal year), with operating profit totaling <u>6,106</u> million yen (a <u>115.5%</u>-increase over the previous fiscal year).</p> <p>(Omitted)</p>	<p>Pachislot and Pachinko Business (Omitted)</p> <p>As a result of the situation described above, in the Pachislot and Pachinko business, sales totaled <u>30,808</u> million yen (a <u>23.0%</u>-increase over the previous fiscal year), with operating profit totaling <u>5,670</u> million yen (a <u>100.1%</u>-increase over the previous fiscal year).</p> <p>(Omitted)</p>
<p>Gaming Machine Business (Omitted)</p> <p>As a result of the situation described above, sales for the gaming machine businesses for the current consolidated fiscal year totaled <u>2,630</u> million yen (a <u>50.1%</u>-decrease from the previous fiscal year), with operating losses at <u>1,329</u> million yen (2,556 million yen in operating losses for the previous fiscal year).</p> <p>(Omitted)</p>	<p>Gaming Machine Business (Omitted)</p> <p>As a result of the situation described above, sales for the gaming machine businesses for the current consolidated fiscal year totaled <u>2,620</u> million yen (a <u>50.3%</u>-decrease from the previous fiscal year), with operating losses at <u>1,316</u> million yen (2,556 million yen in operating losses for the previous fiscal year).</p> <p>(Omitted)</p>
<p>(Outlook for Next Fiscal Year) (Omitted)</p> <p>The Company forecasts that for the consolidated fiscal year ending March 31, 2008, it will achieve net sales of 65,000 million yen (an increase of <u>78.6%</u> over the previous consolidated fiscal year), ordinary profit of 10,000 million (<u>6,349</u> million in ordinary losses for the previous consolidated fiscal year), and net profit of 6,000 million yen (a decrease of <u>36.5%</u> from the previous consolidated fiscal year).</p> <p>(Omitted)</p>	<p>(Outlook for Next Fiscal Year) (Omitted)</p> <p>The Company forecasts that for the consolidated fiscal year ending March 31, 2008, it will achieve net sales of 65,000 million yen (an increase of <u>82.7%</u> over the previous consolidated fiscal year), ordinary profit of 10,000 million (<u>6,764</u> million in ordinary losses for the previous consolidated fiscal year), and net profit of 6,000 million yen (a decrease of <u>34.6%</u> from the previous consolidated fiscal year).</p> <p>(Omitted)</p>

## (2) Analysis of Financial Condition

[Before revision]		[After revision]	
Status of Cash Flow for the Current Consolidated Fiscal Year (Omitted) <b>&lt;Cash Flow from Operating Activities&gt;</b> Cash flow from operating activities totaled 808 million yen in income (against 3,655 million yen in expenditure for the previous fiscal year). This was mainly due to a <u>5,598</u> million yen-decrease in accounts receivable, a <u>4,637</u> million yen-increase in advance receipts, a 6,047 million yen-increase in accounts receivable nontrade and a 2,995 million yen-increase in long-term accounts receivable nontrade. (Omitted)		Status of Cash Flow for the Current Consolidated Fiscal Year (Omitted) <b>&lt;Cash Flow from Operating Activities&gt;</b> Cash flow from operating activities totaled 808 million yen in income (against 3,655 million yen in expenditure for the previous fiscal year). This was mainly due to a <u>6,225</u> million yen-decrease in accounts receivable, a <u>4,751</u> million yen-increase in advance receipts, a 6,047 million yen-increase in accounts receivable nontrade and a 2,995 million yen-increase in long-term accounts receivable nontrade. (Omitted)	
Movement of Cash Flow-Related Indicators Movement of Cash Flow-Related Indicators		Movement of Cash Flow-Related Indicators Movement of Cash Flow-Related Indicators	
	Fiscal Year Ending March 2005	Fiscal Year Ending March 2006	Fiscal Year Ending March 2007
Shareholders' equity ratio (%)	60.7	64.3	67.9
Shareholders' equity ratio on market value basis (%)	120.9	128.4	<u>190.9</u>
Ratio of interest-bearing liabilities to cash flow (years)	3.9	-	33.8
Interest coverage ratio (times)	18.0	(5.6)	1.9
Shareholders' equity ratio=shareholders' equity ÷ total assets Shareholders' equity ratio (on market value basis)=total market value of shares ÷ total assets Ratio of interest-bearing liabilities to cash flow =interest bearing liabilities ÷ cash flow Interest coverage ratio=cash flow ÷ interest paid *Note 1: All figures are calculated based on consolidated financial values. *Note 2: The total market value of shares is calculated based on the number of outstanding shares minus treasury stock. *Note 3: Cash flow is represented by operating cash flow. *Note 4: Interest-bearing liabilities include all liabilities indicated on the consolidated balance sheet for which interest is being paid.		Shareholders' equity ratio=shareholders' equity ÷ total assets Shareholders' equity ratio (on market value basis)=total market value of shares ÷ total assets Ratio of interest-bearing liabilities to cash flow =interest bearing liabilities ÷ cash flow Interest coverage ratio=cash flow ÷ interest paid *Note 1: All figures are calculated based on consolidated financial values. *Note 2: The total market value of shares is calculated based on the number of outstanding shares minus treasury stock. *Note 3: Cash flow is represented by operating cash flow. *Note 4: Interest-bearing liabilities include all liabilities indicated on the consolidated balance sheet for which interest is being paid.	



#### 4. Consolidated Financial Statements

(1) Consolidated balance sheet

Account	Note	[Before revision] Current consolidated fiscal year (Ended on March 31, 2007)		[After revision] Current consolidated fiscal year (Ended on March 31, 2007)		
		Amount (million yen)	% of total	Amount (million yen)	% of total	
( Assets )						
I. Current Assets						
1 . Cash and deposits			21,041		21,041	
2 . Notes receivable and accounts receivable trade			<u>5,979</u>		<u>5,352</u>	
3 . Securities			18,108		18,108	
4 . Inventories			<u>24,981</u>		<u>25,459</u>	
5 . Deferred tax assets			1,449		1,449	
6 .Accounts receivable nontrade			7,727		7,727	
7 . Income taxes refundable			-		-	
8 . Others	*3		6,942		6,942	
Allowance for bad debts			<u>(43)</u>		<u>(36)</u>	
Total current assets			<u>86,186</u>	50.1	<u>86,043</u>	50.1
II. Fixed assets						
(1) Tangible fixed assets						
1 . Buildings & structures	*1	10,342		10,342		
Accumulated depreciation		4,404	5,937	4,404	5,937	
2 . Machinery and delivery equipment		5,180		5,180		
Accumulated depreciation		3,347	1,833	3,347	1,833	
3 . Rental assets		5,216		5,216		
Accumulated depreciation		2,355	2,860	2,355	2,860	
4 . Land	*1		13,522		13,522	
5 . Other fixed assets		11,159		11,159		
Accumulated depreciation		8,234	2,924	8,234	2,924	
Total tangible fixed assets			27,078	<u>15.7</u>	27,078	<u>15.8</u>
(2) Intangible fixed assets						
1 . Goodwill			386		386	
2 . Consolidation adjustments			-		-	
3 . Others			617		617	
Total intangible fixed assets			1,004	0.6	1,004	0.6

Account	Note	[Before revision] Current consolidated fiscal year (Ended on March 31, 2007)		[After revision] Current consolidated fiscal year (Ended on March 31, 2007)	
		Amount (million yen)	% of total	Amount (million yen)	% of total
(3) Investment and other assets					
1 . Investment securities	*2	51,725		51,725	
2 . Long-term loan receivable		668		668	
3 . Guarantee deposits		766		766	
4 . Long-term accounts receivable nontrade		3,040		3,040	
5 . Deferred tax assets		-		-	
6 . Claims on bankruptcy		3,531		3,531	
7 . Others		<u>1,806</u>		<u>1,586</u>	
Allowance for bad debts		(3,788)		(3,788)	
Total investment and other assets		<u>57,748</u>	<u>33.6</u>	<u>57,528</u>	<u>33.5</u>
Total fixed assets		<u>85,832</u>	49.9	<u>85,612</u>	49.9
III Deferred assets					
1 . Cost of new share issuance		-		-	
2 . Cost of stock delivery		4		4	
3 . Cost of bond issuance		21		21	
Total deferred assets		25	0.0	25	0.0
Total assets		<u>172,043</u>	100.0	<u>171,681</u>	100.0
( Liabilities )					
I. Current liabilities					
1 . Notes payable and accounts payable trade		<u>7,540</u>		<u>7,523</u>	
2 . Short-term borrowings		9,845		9,845	
3 . Long-term borrowings repayable within one year	*1	7,388		7,388	
4 .Bonds redeemable within one year		2,800		2,800	
5 . Accounts payable nontrade		<u>2,049</u>		<u>2,045</u>	
6 . Accrued corporate taxes		<u>693</u>		<u>692</u>	
7 . Accrued consumption taxes		<u>644</u>		<u>605</u>	
8 . Allowances for bonuses		248		248	
9. Allowance for litigation loss		1,412		1,412	
10. Advance receipts		5,035		5,035	
11. Deferred revenue		<u>5,825</u>		<u>5,939</u>	
12 . Others		1,001		1,001	
Total current liabilities		<u>44,486</u>	<u>25.9</u>	<u>44,538</u>	<u>26.0</u>

Account	Note	[Before revision] Current consolidated fiscal year ( Ended on March 31, 2007 )		[After revision] Current consolidated fiscal year ( Ended on March 31, 2007 )	
		Amount (million yen)	% of total	Amount (million yen)	% of total
II. Fixed liabilities					
1 . Bonds		5,650		5,650	
2 . Long-term borrowings	*1	1,655		1,655	
3 . Others		3,066		3,066	
4 . Deferred tax liabilities		156		156	
Total fixed liabilities		<u>10,528</u>	6.1	<u>10,528</u>	6.1
Total liabilities		<u>55,014</u>	<u>32.0</u>	<u>55,067</u>	<u>32.1</u>
( Minority interests )					
Minority interests		-	-	-	-
( Shareholders' equity )					
I. Paid-in capital	*4	-	-	-	-
II. Capital surplus		-	-	-	-
III. Earned surplus		-	-	-	-
IV. Valuation difference on available-for-sale securities		-	-	-	-
V. Cumulative translation adjustments		-	-	-	-
VI. Treasury stock	*5	-	-	-	-
Total shareholders' equity		-	-	-	-
Total liabilities, minority interests, and shareholders' equity		-	-	-	-
( Net assets )					
I. Shareholders' equity					
1 . Paid-in capital		3,446	2.0	3,446	2.0
2 . Capital surplus		7,503	4.4	7,503	4.4
3 . Earned surplus		<u>104,621</u>	60.8	<u>104,337</u>	60.8
4 . Treasury stock		(1,821)	(1.1)	(1,821)	(1.1)
Total shareholders' equity		<u>113,749</u>	66.1	<u>113,465</u>	66.1
II. Valuation and translation adjustments					
1 . Valuation difference on available-for-sale securities		32	0.0	32	0.0
2 . Cumulative translation adjustments		2,996	<u>1.8</u>	2,996	<u>1.7</u>
Total valuation and translation adjustments		<u>3,028</u>	<u>1.8</u>	<u>3,028</u>	<u>1.7</u>
III. Share purchase warrants		12	0.0	12	0.0
IV. Minority interests		<u>238</u>	0.1	<u>108</u>	0.1
Total net assets		<u>117,028</u>	<u>68.0</u>	<u>116,614</u>	<u>67.9</u>
Total liabilities and net assets		<u>172,043</u>	100.0	<u>171,681</u>	100.0

## (2) Consolidated profit and loss statement

Account	Note	[Before revision] Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)		[After revision] Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)			
		Amount (million yen)	% of total	Amount (million yen)	% of total		
I. Net sales			<u>36,387</u>	100.0		<u>35,580</u>	100.0
II. Cost of sales	*2		<u>18,124</u>	<u>49.8</u>		<u>17,743</u>	<u>49.9</u>
Gross profit			<u>18,263</u>	<u>50.2</u>		<u>17,837</u>	<u>50.1</u>
III. Selling, general and administrative expenses	*1,2		<u>21,054</u>	<u>57.9</u>		<u>21,043</u>	<u>59.1</u>
Operating loss			<u>2,791</u>	<u>(7.7)</u>		<u>3,205</u>	<u>(9.0)</u>
IV. Non-operating revenues							
1 . Interest income		179			179		
2 . Rent income		7			7		
3 . Appraisal gain on swap		-			-		
4 . Translation gain		-			-		
5 . Others		160	347	1.0	160	347	1.0
V. Non-operating expenses							
1 . Interest expense		477			477		
2. Loss on equity method investments		2,932			2,932		
3 . Others		495	3,905	<u>10.7</u>	495	3,905	<u>11.0</u>
Ordinary loss			<u>6,349</u>	<u>(17.4)</u>		<u>6,764</u>	<u>(19.0)</u>

Account	Note	Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)			Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)		
		Amount (million yen)		% of total	Amount (million yen)		% of total
VI. Extraordinary profits							
1 .Gain on sale of fixed assets	*3	760			760		
2 . Gain on sale of investment securities		-			-		
3 . Gain on reversal of allowance for bad debts		104			104		
4 . Gain on bad debts recovered		354			354		
5 . Profit/loss from movement in equity		765			765		
6. Gain on equity method investment	*6	20,616			20,616		
7 . Others		363	22,965	<u>63.1</u>	363	22,965	<u>64.5</u>
VII. Extraordinary losses							
1 .Loss on sale of fixed assets	*4	188			188		
2 . Loss on retirement of fixed assets	*5	23			23		
3 . Appraisal loss on inventories		2,140			2,140		
4 . Impairment loss	*7	64			64		
5 . Provision of allowance for bad debts		-			-		
6 . Provision of allowance for litigation loss		1,412			1,412		
7 . Loss on write-down of investments		136			136		
8 . Legal settlement		400			400		
9 . Others		443	4,809	<u>13.2</u>	443	4,809	<u>13.5</u>
Net profit (loss) before taxes			<u>11,805</u>	<u>32.5</u>		<u>11,391</u>	<u>32.0</u>
Corporate taxes, inhabitant taxes, and enterprise taxes		705			705		
Corporate tax adjustments		1,761	2,466	<u>6.8</u>	1,761	2,466	<u>6.9</u>
Minority shareholders' profit (loss)			<u>114</u>	<u>0.3</u>		<u>244</u>	<u>0.7</u>
Net profit (loss)			<u>9,453</u>	<u>26.0</u>		<u>9,169</u>	<u>25.8</u>

(3) Consolidated statement of surplus and consolidated statement of changes in shareholder's equity, etc.  
 [Before revision]  
 Consolidated statement of surplus  
 (Omitted)

Consolidated statement of changes in shareholders equity, etc.  
 Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)

	Shareholders' equity				
	Paid-in capital	Capital surplus	Earned surplus	Treasury stock	Total shareholders' equity
Balance at March 31st, 2006 (in million yen)	3,446	7,503	96,775	(1,837)	105,887
Changes during the current consolidated fiscal year					
Dividends from surplus			(1,598)		(1,598)
Net profit			<u>9,453</u>		<u>9,453</u>
Acquisition of treasury stock				(0)	(0)
Disposal of treasury stock			(9)	15	6
Net changes in items other than shareholders' equity					
Total changes during the current consolidated fiscal year	-	-	<u>7,846</u>	15	<u>7,862</u>
Balance at March 31st, 2007 (in million yen)	3,446	7,503	<u>104,621</u>	(1,821)	<u>113,749</u>

	Valuation and translation adjustments			Share purchase warrants	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Cumulative translation adjustments	Total valuation and translation adjustments			
Balance at March 31st, 2006 (in million yen)	42	2,090	2,132	-	306	108,326
Changes during the current consolidated fiscal year						
Dividends from surplus						(1,598)
Net profit						<u>9,453</u>
Acquisition of treasury stock						(0)
Disposal of treasury stock						6
Net changes in items other than shareholders' equity	(10)	906	896	12	(67)	<u>840</u>
Total changes during the current consolidated fiscal year	(10)	906	896	12	(67)	<u>8,702</u>
Balance at March 31st, 2007 (in million yen)	32	2,996	3,028	12	<u>238</u>	<u>117,028</u>

[After revision]  
Consolidated statement of surplus  
(Omitted)

Consolidated statement of changes in Shareholders equity, etc.  
Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)

	Shareholders' equity				
	Paid-in capital	Capital surplus	Earned surplus	Treasury stock	Total shareholders' equity
Balance at March 31st, 2006 (in million yen)	3,446	7,503	96,775	(1,837)	105,887
Changes during the current consolidated fiscal year					
Dividends from surplus			(1,598)		(1,598)
Net profit			<u>9,169</u>		<u>9,169</u>
Acquisition of treasury stock				(0)	(0)
Disposal of treasury stock			(9)	15	6
Net changes in items other than shareholders' equity					
Total changes during the current consolidated fiscal year	-	-	<u>7,561</u>	15	<u>7,577</u>
Balance at March 31st, 2007 (in million yen)	3,446	7,503	<u>104,337</u>	(1,821)	<u>113,465</u>

	Valuation and translation adjustments			Share purchase warrants	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Cumulative translation adjustments	Total valuation and translation adjustments			
Balance at March 31st, 2006 (in million yen)	42	2,090	2,132	-	306	108,326
Changes during the current consolidated fiscal year						
Dividends from surplus						(1,598)
Net profit						<u>9,169</u>
Acquisition of treasury stock						(0)
Disposal of treasury stock						6
Net changes in items other than shareholders' equity	(10)	906	896	12	(197)	<u>710</u>
Total changes during the current consolidated fiscal year	(10)	906	896	12	(197)	<u>8,287</u>
Balance at March 31st, 2007 (in million yen)	32	2,996	3,028	12	<u>108</u>	<u>116,614</u>

## (4) Consolidated cash flow statement

		[Before revision] Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)	[After revision] Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)
Account	Note	Amount (million yen)	Amount (million yen)
I. Cash flow on operating activities			
Net profit (loss) before taxes		<u>11,805</u>	<u>11,391</u>
Depreciation		4,797	4,797
Impairment loss		64	64
Amortization of consolidation adjustments		-	-
Amortization of goodwill		126	126
Appraisal loss on investment securities		-	-
Gain on sale of investment securities		-	-
Change in allowance for bonuses		36	36
Change in allowance for bad debts		<u>50</u>	<u>43</u>
Change in allowance for litigation losses		1,412	1,412
Interest and dividend income		(182)	(182)
Interest expense		477	477
Gain /loss on equity method investment		(17,683)	(17,683)
Gain/loss on sale of fixed assets		(571)	(571)
Loss on retirement of fixed assets		23	23
Change in accounts receivable trade		<u>5,598</u>	<u>6,225</u>
Change in inventories		<u>(2,163)</u>	<u>(2,641)</u>
Change in accounts receivable nontrade		(6,047)	(6,047)
Change in other current assets		69	69
Change in long-term accounts receivable nontrade		(2,995)	(2,995)
Change in accounts payable trade		<u>(395)</u>	<u>(412)</u>
Change in accounts payable nontrade		<u>880</u>	<u>877</u>
Change in advance receipts		<u>4,637</u>	<u>4,751</u>
Change in other current liabilities		719	719
Change in other fixed assets		<u>517</u>	<u>737</u>



		Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)	Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)
Account	Note	Amount (million yen)	Amount (million yen)
Change in other fixed liabilities		(55)	(55)
Others		<u>(106)</u>	<u>(147)</u>
Subtotal		1,015	1,015
Interest and dividends received		231	231
Interest paid		(418)	(418)
(Payment) or refund of corporate taxes, etc.		(19)	(19)
Cash flow on operating activity		808	808
II. Cash flow on investment activities			
Deposit in time-deposit bank account		-	-
Withdrawal from time-deposit bank account		-	-
Expenditure on acquisition of tangible fixed assets		(8,592)	(8,592)
Revenue from sale of tangible fixed assets		7,757	7,757
Expenditure on acquisition of intangible fixed assets		(147)	(147)
Expenditure on acquisition of investment securities		-	-
Revenue from sale of investment securities		-	-
Revenue from sale of subsidiaries' shares with change in consolidation scope		-	-
Expenditure on acquisition of subsidiaries' shares		(423)	(423)
Expenditure on lending		(256)	(256)
Revenue from collection of loans		9	9
Expenditure on acquisition of investments		(0)	(0)
Revenue from repayment of investment securities		17,145	17,145
Expenditure on payment of guarantee deposits		(17)	(17)
Revenue from refund of guarantee deposits		59	59

		[Before revision] Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)	[After revision] Current consolidated fiscal year (From April 1, 2006 to March 31, 2007)
Account	Note	Amount (million yen)	Amount (million yen)
Others		-	-
Cash flow on investment activity		15,534	15,534
III. Cash flow on financing activities			
Net change in short-term borrowings		(7,004)	(7,004)
Revenue from long-term borrowings		-	-
Expenditure on repayment of long-term borrowings		(3,627)	(3,627)
Revenue from bond issuance		-	-
Expenditure on bond redemption		(2,800)	(2,800)
Payment of dividends		(1,598)	(1,598)
Expenditure on cost of share issuance		(3)	(3)
Expenditure on acquisition of treasury stock		(0)	(0)
Others		(0)	(0)
Cash flow on financing activity		(15,033)	(15,033)
IV. Translation gain on cash and cash equivalents		400	400
V. Change in cash and cash equivalents		1,710	1,710
VI. Cash and cash equivalents at beginning of consolidated fiscal year		37,439	37,439
VII. Cash and cash equivalents on exclusion of subsidiaries from consolidation		-	-
VIII. Cash and cash equivalents at end of consolidated fiscal year		39,149	39,149

Changes in Important Matters Serving as Basis for Preparation of Consolidated Financial Statements

[Before revision] Current consolidated fiscal year (April 1, 2006 to March 31, 2007)	[After revision] Current consolidated fiscal year (April 1, 2006 to March 31, 2007)
(Accounting standards for descriptions of net assets in balance sheet) (Omitted) The amount corresponding to the previous Total Shareholders' Equity is <u>116,778</u> million yen. (Omitted)	(Accounting standards for descriptions of net assets in balance sheet) (Omitted) The amount corresponding to the previous Total Shareholders' Equity is <u>116,493</u> million yen. (Omitted)

Notes

(Consolidated Profit and Loss Statement)

[Before revision] Current consolidated fiscal year (April 1, 2006 to March 31, 2007)	[After revision] Current consolidated fiscal year (April 1, 2006 to March 31, 2007)																										
*1. Selling and general administrative expense account includes the following major items and amounts.  <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: right;">(Million yen)</td> </tr> <tr> <td>R&amp;D expenses</td> <td style="text-align: right;">5,917</td> </tr> <tr> <td>Salary and allowance</td> <td style="text-align: right;">3,807</td> </tr> <tr> <td>Depreciation</td> <td style="text-align: right;">582</td> </tr> <tr> <td>Amortization of goodwill</td> <td style="text-align: right;">102</td> </tr> <tr> <td>Provision of allowance for bonuses</td> <td style="text-align: right;">6</td> </tr> </table> (Omitted)		(Million yen)	R&D expenses	5,917	Salary and allowance	3,807	Depreciation	582	Amortization of goodwill	102	Provision of allowance for bonuses	6	*1. Selling and general administrative expense account includes the following major items and amounts.  <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: right;">(Million yen)</td> </tr> <tr> <td>R&amp;D expenses</td> <td style="text-align: right;">5,917</td> </tr> <tr> <td>Salary and allowance</td> <td style="text-align: right;">3,807</td> </tr> <tr> <td>Depreciation</td> <td style="text-align: right;">582</td> </tr> <tr> <td>Amortization of goodwill</td> <td style="text-align: right;">102</td> </tr> <tr> <td>Provision of allowance for bonuses</td> <td style="text-align: right;">6</td> </tr> <tr> <td><u>Provision of allowance for bad debts</u></td> <td style="text-align: right;"><u>190</u></td> </tr> </table> (Omitted)		(Million yen)	R&D expenses	5,917	Salary and allowance	3,807	Depreciation	582	Amortization of goodwill	102	Provision of allowance for bonuses	6	<u>Provision of allowance for bad debts</u>	<u>190</u>
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## (Lease transactions)

[Before revision] Current consolidated fiscal year (April 1, 2006 to March 31, 2007)	[After revision] Current consolidated fiscal year (April 1, 2006 to March 31, 2007)																																																																		
<p>1. Finance leases other than those deemed to transfer the ownership of rental assets to lessees (As a lessee)</p> <p>(1) Amounts equivalent to acquisition costs, accumulated depreciation, accumulated asset impairment loss and fiscal year-end book value (Million yen)</p> <p>Tangible fixed assets (others)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Amount equivalent to acquisition costs</td> <td style="text-align: right;">250</td> </tr> <tr> <td>Amount equivalent to accumulated depreciation</td> <td style="text-align: right;">64</td> </tr> <tr> <td>Amount equivalent to fiscal year-end book value</td> <td style="text-align: right;">186</td> </tr> </table> <p>Intangible fixed assets (others)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Amount equivalent to acquisition costs</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Amount equivalent to accumulated depreciation</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Amount equivalent to fiscal year-end book value</td> <td style="text-align: right;">0</td> </tr> </table> <p>Total</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Amount equivalent to acquisition costs</td> <td style="text-align: right;">253</td> </tr> <tr> <td>Amount equivalent to accumulated depreciation</td> <td style="text-align: right;">67</td> </tr> <tr> <td>Amount equivalent to fiscal year-end book value</td> <td style="text-align: right;">186</td> </tr> </table> <p>(2) Amounts equivalent to future lease payments outstanding at fiscal year-end, etc. Amounts equivalent to future lease payments outstanding at fiscal year-end (Million yen)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Due within one year</td> <td style="text-align: right;">4,552</td> <td style="text-align: right;">(4,504)</td> </tr> <tr> <td>Due after one year</td> <td style="text-align: right;">2,669</td> <td style="text-align: right;">(2,522)</td> </tr> <tr> <td><u>Total</u></td> <td style="text-align: right;"><u>7,221</u></td> <td style="text-align: right;"><u>(7,027)</u></td> </tr> </table> <p>Note: The values in the parentheses represent the amount equivalent to the future lease payments for sublease transactions outstanding at fiscal year-end.</p>	Amount equivalent to acquisition costs	250	Amount equivalent to accumulated depreciation	64	Amount equivalent to fiscal year-end book value	186	Amount equivalent to acquisition costs	2	Amount equivalent to accumulated depreciation	2	Amount equivalent to fiscal year-end book value	0	Amount equivalent to acquisition costs	253	Amount equivalent to accumulated depreciation	67	Amount equivalent to fiscal year-end book value	186	Due within one year	4,552	(4,504)	Due after one year	2,669	(2,522)	<u>Total</u>	<u>7,221</u>	<u>(7,027)</u>	<p>1. 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(Tax effect accounting)

[Before revision] Current Consolidated Fiscal Year (As of March 31, 2007)	[After revision] Current Consolidated Fiscal Year (As of March 31, 2007)
I. Causes for deferred tax assets and deferred tax liabilities	I. Causes for deferred tax assets and deferred tax liabilities
Deferred tax assets (Current) (Mil. Yen)	Deferred tax assets (Current) (Mil. Yen)
Accrued enterprise taxes <u>74</u>	Accrued enterprise taxes <u>78</u>
Inventories 3,132	Inventories 3,132
Allowance for bonuses 98	Allowance for bonuses 98
Deferred loss 2,506	Deferred loss 2,506
Denial of advance receipts, etc 2,519	Denial of advance receipts, etc 2,519
Allowance for litigation loss 575	Allowance for litigation loss 575
R&D work in process 277	R&D work in process 277
Others <u>322</u>	Others <u>365</u>
Sub-total <u>9,506</u>	Sub-total <u>9,553</u>
Valuation allowance <u>(8,045)</u>	Valuation allowance <u>(8,092)</u>
Balance 1,460	Balance 1,460
Deferred tax liabilities (Current)	Deferred tax liabilities (Current)
Allowance for doubtful accounts (6)	Allowance for doubtful accounts (6)
Others <u>(5)</u>	Others <u>(5)</u>
Sub-total (11)	Sub-total (11)
Net deferred tax liabilities <u>1,449</u>	Net deferred tax liabilities <u>1,449</u>
Deferred tax assets (Fixed)	Deferred tax assets (Fixed)
Allowance for doubtful accounts 1,072	Allowance for doubtful accounts 1,072
Loss on appraisal of membership rights 13	Loss on appraisal of membership rights 13
Loss on appraisal of real estate 50	Loss on appraisal of real estate 50
Amount in excess of depreciation 101	Amount in excess of depreciation 101
Research and development cost 329	Research and development cost 329
Loss on investment 284	Loss on investment 284
Asset Impairment loss 503	Asset Impairment loss 503
Deferred loss 2,081	Deferred loss 2,081
Others <u>130</u>	Others <u>130</u>
Sub-total 4,568	Sub-total 4,568
Valuation allowance <u>(4,446)</u>	Valuation allowance <u>(4,446)</u>
Balance 122	Balance 122
Deferred tax liabilities (Fixed)	Deferred tax liabilities (Fixed)
Corrected enterprise taxes (135)	Corrected enterprise taxes (135)
Others <u>(143)</u>	Others <u>(143)</u>
Sub-total (279)	Sub-total (279)
Net deferred tax liabilities (Fixed) <u>(156)</u>	Net deferred tax liabilities (Fixed) <u>(156)</u>

[Before revision] Current Consolidated Fiscal Year (As of March 31, 2007)	[After revision] Current Consolidated Fiscal Year (As of March 31, 2007)																																								
<p>II. Major components of the significant difference between the statutory effective tax rate and burden rate of corporate taxes, etc. after the application of tax-effect accounting</p> <table> <tr> <td>Statutory effective tax rate</td> <td style="text-align: right;">40.7%</td> </tr> <tr> <td>(Adjustments)</td> <td></td> </tr> <tr> <td>Valuation allowance</td> <td style="text-align: right;"><u>43.7</u></td> </tr> <tr> <td>Equity in the losses/profits of affiliates</td> <td style="text-align: right;"><u>(61.0)</u></td> </tr> <tr> <td>Non-deductible expenses such as entertainment</td> <td style="text-align: right;">0.5</td> </tr> <tr> <td>Per capita inhabitants' taxes</td> <td style="text-align: right;">0.5</td> </tr> <tr> <td>Amortization of goodwill</td> <td style="text-align: right;"><u>0.3</u></td> </tr> <tr> <td>Losses and profits on changes of equity</td> <td style="text-align: right;"><u>(2.6)</u></td> </tr> <tr> <td>Other</td> <td style="text-align: right;"><u>(1.2)</u></td> </tr> <tr> <td>Burden rate of corporate taxes, etc. after the application of tax-effect accounting</td> <td style="text-align: right;"><u><u>20.9%</u></u></td> </tr> </table>	Statutory effective tax rate	40.7%	(Adjustments)		Valuation allowance	<u>43.7</u>	Equity in the losses/profits of affiliates	<u>(61.0)</u>	Non-deductible expenses such as entertainment	0.5	Per capita inhabitants' taxes	0.5	Amortization of goodwill	<u>0.3</u>	Losses and profits on changes of equity	<u>(2.6)</u>	Other	<u>(1.2)</u>	Burden rate of corporate taxes, etc. after the application of tax-effect accounting	<u><u>20.9%</u></u>	<p>II. Major components of the significant difference between the statutory effective tax rate and burden rate of corporate taxes, etc. after the application of tax-effect accounting</p> <table> <tr> <td>Statutory effective tax rate</td> <td style="text-align: right;">40.7%</td> </tr> <tr> <td>(Adjustments)</td> <td></td> </tr> <tr> <td>Valuation allowance</td> <td style="text-align: right;"><u>45.7</u></td> </tr> <tr> <td>Equity in the losses/profits of affiliates</td> <td style="text-align: right;"><u>(63.2)</u></td> </tr> <tr> <td>Non-deductible expenses such as entertainment</td> <td style="text-align: right;">0.5</td> </tr> <tr> <td>Per capita inhabitants' taxes</td> <td style="text-align: right;">0.5</td> </tr> <tr> <td>Amortization of goodwill</td> <td style="text-align: right;"><u>0.4</u></td> </tr> <tr> <td>Losses and profits on changes of equity</td> <td style="text-align: right;"><u>(2.7)</u></td> </tr> <tr> <td>Other</td> <td style="text-align: right;"><u>(0.3)</u></td> </tr> <tr> <td>Burden rate of corporate taxes, etc. after the application of tax-effect accounting</td> <td style="text-align: right;"><u><u>21.6%</u></u></td> </tr> </table>	Statutory effective tax rate	40.7%	(Adjustments)		Valuation allowance	<u>45.7</u>	Equity in the losses/profits of affiliates	<u>(63.2)</u>	Non-deductible expenses such as entertainment	0.5	Per capita inhabitants' taxes	0.5	Amortization of goodwill	<u>0.4</u>	Losses and profits on changes of equity	<u>(2.7)</u>	Other	<u>(0.3)</u>	Burden rate of corporate taxes, etc. after the application of tax-effect accounting	<u><u>21.6%</u></u>
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(Segment Information)

[Before revision]

a. Segment information by types of business

(Omitted)

Current Consolidated Fiscal Year (April 1, 2006 to March 31, 2007)

	Pachislot and Pachinko Business (Mil. Yen)	Real Estate Business (Mil. Yen)	Game Machines Business (Mil. Yen)	Other Businesses (Mil. Yen)	Total (Mil. Yen)	Eliminations or Unallocated Amounts (Mil. Yen)	Consolidated (Mil. Yen)
I. Net sales and operating profit							
Net sales							
1. Sales to external customers	<u>31,605</u>	1,022	<u>2,563</u>	1,196	<u>36,387</u>	--	<u>36,387</u>
2. Inter-segment sales or reallocations	-	53	66	1,810	1,930	( 1,930 )	-
Total	<u>31,605</u>	1,075	<u>2,630</u>	3,006	<u>38,318</u>	( 1,930 )	<u>36,387</u>
Operating expenses	<u>25,498</u>	456	<u>3,959</u>	2,403	<u>32,318</u>	<u>6,860</u>	<u>39,178</u>
Operating profit (or loss)	<u>6,106</u>	618	<u>(1,329)</u>	603	<u>5,999</u>	<u>( 8,790 )</u>	<u>(2,791)</u>
II. Assets, depreciation and capital expenditures							
Assets	<u>55,425</u>	8,844	<u>5,729</u>	984	<u>70,982</u>	<u>101,061</u>	<u>172,043</u>
Depreciation	4,175	129	190	36	4,531	265	4,797
Asset Impairment loss	54	-	10	-	64	--	64
Capital expenditures	8,360	-	85	7	8,453	170	8,624

\*Note:

1. Basis of segmentation

The Company's businesses are divided into segments based on the classification of its products, as well as similarities of sales market characteristics.

2. Adores, Inc, which was mainly classified to Amusement facilities management business, was changed to affiliated company on equity methods in the end of March 2006 fiscal year. Due to this change, "Amusement facilities management business" was not the object for disclosure.

3. Major products and merchandise in each segment

Business Segment	Major Products and Merchandise
Pachislot and Pachinko business	Pachislot and Pachinko machines and related parts and peripheral equipment
Real estate business	Leasing of real estate
Game machines business	Industrial and home use game machines (including game software)
Other businesses	Planning, design and construction of Pachinko halls, and broadcasting business

4. Eliminations or unallocated amounts relating to operating expenses includes an unallocable amount of 8,298 million yen in total, comprised primarily of expenses incurred in the administrative departments of Aruze Corp.

5. As stated in "Important Matters Serving as Basis for Preparation of Consolidated Financial Statements," "Accounting Standards for Stock Option, etc" and "Implementation Guidance for Accounting Standards for Stock Option, etc." are adopted from the current consolidated fiscal year.

This change caused 12 million yen increase of the unallocable operating expenses included in the items of eliminations or unallocated amounts, comparing with the old method.

6. Eliminations or unallocated amounts relating to total assets includes an unallocable amount of 109,764 million yen in total, comprised primarily of investments in affiliates, surplus operating funds (cash and deposits, and marketable securities) as well as assets associated with the administrative departments of these companies.

7. Depreciation and capital expenditures include the long-term prepaid expenses and amortization amounts associated with these expenses.



[After revision]

a. Segment information by types of business

(Omitted)

Current Consolidated Fiscal Year (April 1, 2006 to March 31, 2007)

	Pachislot and Pachinko Business (Mil. Yen)	Real Estate Business (Mil. Yen)	Game Machines Business (Mil. Yen)	Other Businesses (Mil. Yen)	Total (Mil. Yen)	Eliminations or Unallocated Amounts (Mil. Yen)	Consolidated (Mil. Yen)
I. Net sales and operating profit							
Net sales							
1. Sales to external customers	<u>30,808</u>	1,022	<u>2,553</u>	1,196	<u>35,580</u>	--	<u>35,580</u>
2. Inter-segment sales or reallocations	-	53	66	1,810	1,930	( 1,930 )	-
Total	<u>30,808</u>	1,075	<u>2,620</u>	3,006	<u>37,511</u>	( 1,930 )	<u>35,580</u>
Operating expenses	<u>25,137</u>	456	<u>3,936</u>	2,403	<u>31,934</u>	<u>6,852</u>	<u>38,786</u>
Operating profit (or loss)	<u>5,670</u>	618	<u>(1,316)</u>	603	<u>5,576</u>	<u>( 8,782 )</u>	<u>(3,205)</u>
II. Assets, depreciation and capital expenditures							
Assets	<u>55,059</u>	8,844	<u>5,725</u>	984	<u>70,613</u>	<u>101,068</u>	<u>171,681</u>
Depreciation	4,175	129	190	36	4,531	265	4,797
Asset Impairment loss	54	-	10	-	64	--	64
Capital expenditures	8,360	-	85	7	8,453	170	8,624

\*Note:

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3. Major products and merchandise in each segment

Business Segment	Major Products and Merchandise
Pachislot and Pachinko business	Pachislot and Pachinko machines and related parts and peripheral equipment
Real estate business	Leasing of real estate
Game machines business	Industrial and home use game machines (including game software)
Other businesses	Broadcasting business

4. Eliminations or unallocated amounts relating to operating expenses includes an unallocable amount of 8,290 million yen in total, comprised primarily of expenses incurred in the administrative departments of Aruze Corp.

5. As stated in "Important Matters Serving as Basis for Preparation of Consolidated Financial Statements," "Accounting Standards for Stock Option, etc" and "Implementation Guidance for Accounting Standards for Stock Option, etc." are adopted from the current consolidated fiscal year.

This change caused 12 million yen increase of the unallocable operating expenses included in the items of eliminations or unallocated amounts, comparing with the old method.

6. Eliminations or unallocated amounts relating to total assets includes an unallocable amount of 109,770 million yen in total, comprised primarily of investments in affiliates, surplus operating funds (cash and deposits, and marketable securities) as well as assets associated with the administrative departments of these companies.

7. Depreciation and capital expenditures include the long-term prepaid expenses and amortization amounts associated with these expenses.

## (Per Share Information)

[Before revision]		[After revision]	
Current Consolidated Fiscal Year (April 1, 2006 to March 31, 2007)		Current Consolidated Fiscal Year (April 1, 2006 to March 31, 2007)	
Net assets per share	<u>1,461.45</u> yen	Net assets per share	<u>1,457.89</u> yen
Net income per share	<u>118.32</u> yen	Net income per share	<u>114.76</u> yen
Net income per share adjusting for latent shares	<u>118.31</u> yen	Net income per share adjusting for latent shares	<u>114.75</u> yen

Note: The calculation basis for net income or net loss per share is as follows:

	[Before revision]	[After revision]
	Current Consolidated Fiscal Year (April 1, 2006 to March 31, 2007)	Current Consolidated Fiscal Year (April 1, 2006 to March 31, 2007)
Net income or (net loss) - million yen	<u>9,453</u>	<u>9,169</u>
Amount not attributed to common shareholders – million yen	-	-
(of which directors' bonuses through appropriation of profits)	(-)	(-)
Net income or (net loss) relating to common stock - million yen	<u>9,453</u>	<u>9,169</u>
Average number of shares during the year - thousand shares	79,903	79,903
Description of the latent shares not included in the calculation of net income per share adjusting for latent shares due to their non-dilutive effect	<p>Stock option approved by the annual general meeting of shareholders dated June 27, 2002: 1 type of share purchase warrant (<u>500</u> units) Common stock <u>50,000</u> shares</p> <p>Stock option approved by the annual general meeting of shareholders dated June 29, 2004: 1 type of share purchase warrant (<u>973</u> units) Common stock <u>97,300</u> shares</p>	<p>Stock option approved by the annual general meeting of shareholders dated June 27, 2002: 1 type of share purchase warrant (<u>245</u> units) Common stock <u>24,500</u> shares</p> <p>Stock option approved by the annual general meeting of shareholders dated June 29, 2004: 1 type of share purchase warrant (<u>951</u> units) Common stock <u>95,100</u> shares</p>