



August 21, 2008

Company Name: ARUZE CORP.
Name and Title of Representative: Hajime Tokuda
Representative Executive Officer and President
(JASDAQ Code: 6425)
Contact: Kazuhiko Yamazaki
Executive Officer
Senior General Manager, Administration Division
TEL: 81-3-5530-3055 (switchboard)

**Announcement Regarding Allocation of New Shares to a Third Party for and
Partial Transfer of New Shares of Aruze Gaming America, Inc.,
An ARUZE Subsidiary in the U.S.**

ARUZE CORP. (hereinafter referred to as the "Company") hereby announces that, at its meeting of the Board of Directors held on August 21, 2008, the Company approved a report on the allocation of new shares to a third party for Aruze Gaming America, Inc. (hereinafter referred to as "AGA"), a U.S. subsidiary of the Company, in which Mr. Kazuo Okada will subscribe for the new shares. The Board of Directors simultaneously resolved that the Company would transfer a part of AGA shares owned by the Company to Mr. Kazuo Okada in the manner shown below. Please note that the Company purchased all the shares of AGA from Mr. Kazuo Okada in January 2005 at the price of approximately 1.7 billion yen. AGA shall conduct this allocation of new shares to a third party and the Company shall transfer a part of the AGA shares in order to reinforce the foundation of AGA for future business expansion purposes.

1. Reasons for Approval of Allocation of New Shares to Third Party and Share Transfer

While the Company has engaged in the manufacturing and sales of gaming machines for overseas markets as one of its three core businesses since January 2005, the business has continued to generate low profit due to high costs, and has not been yielding the results anticipated. In order to develop the overseas gaming machines business on a full scale, the Company wishes to establish an integrated structure of development, manufacturing and sales with a central focus on AGA for the purpose of cost reduction. To achieve this, the Company looks to reinforce the financial constitution of AGA so that AGA can be ready for the burden of development costs and funding for operational costs. In addition, to reduce the funding and financial burden of the Company, as well as to clarify managerial responsibility, AGA shall conduct the allocation of new shares to a third party, in which Mr. Kazuo Okada will subscribe for 910 new shares and the Company will transfer 171 AGA shares owned by the Company to Mr. Kazuo Okada. After these transactions, the AGA shareholding ratio of the Company and Mr. Kazuo Okada will respectively become 49.95% and 50.05%.

2. Outline of Allocation of New Shares to Third Party

Number of new shares to be issued	910 ordinary shares
Total amount to be paid	Approximately 1,430 million yen
Date of payment	August 21, 2008
Party to receive shares and number of shares to allocate	Party to receive shares: Kazuo Okada Number of shares to allocate: 910 ordinary shares

3. Outline of Partial Share Transfer

Party to which shares will be transferred	Kazuo Okada Chairman of the Board of Directors, ARUZE CORP. Director and President, Aruze Gaming America, Inc.
Number of shares to transfer	171 ordinary shares (13.68% as of August 20, 2008)
Amount to be paid for transfer	Approximately 270 million yen (*Note)

*Note: Calculations were made according to the net asset value formula established by an external assessment body.

4. Holding Status of Shares Before/After Allocation of New Shares to Third Party and Partial Share Transfer

[ARUZE CORP.]

Number of shares held before capital increase and transfer	1,250 shares (Holding ratio: 100.00%)
Number of shares held after capital increase and transfer	1,079 shares (Holding ratio: 49.95%)

[Mr. Kazuo Okada]

Number of shares held before capital increase and transfer	0 shares (Holding ratio: 0.00%)
Number of shares held after capital increase and transfer	1,081 shares (Holding ratio: 50.05%)

5. Schedule

August 21, 2008	Resolution of partial share transfer at meeting of Board of Directors of Company Resolution of allocation of new shares to third party at Aruze Gaming America, Inc.
Same Date	Implementation of partial share transfer and payment for allocation of new shares to third party

6. Future Outlook

There shall be negligible gains under said transfer of such shares, and the impact on business results will be minimal.

<Reference>

Company Profile of AGA (as of the end of June 2008)

Trade name	Aruze Gaming America, Inc.
Location	Las Vegas, Nevada, U.S.A.
Representative	Kazuo Okada
Date of establishment	February 1983
Nature of business	Sales of gaming machines
Fiscal year end	December
Number of employees	31
Main office	Headquarters: Las Vegas, Nevada, U.S.A.
Capital	US\$190,000
Number of outstanding shares	1,250 shares
Shareholder composition	Wholly-owned subsidiary of Company