

## News Release

### **Sammy**

August 29, 2000

#### **Sammy Announces a Gratis Stock Split**

The board of directors of Sammy Corporation (Head office: Toshima-ku, Tokyo, President: Hajime Satomi, Stock Code: 6426, Hereafter: Sammy) meeting on August 29, 2000 approved resolutions on a gratis stock split as follows.

Sammy's forecast for consolidated business results for the term ending March 31, 2001 envisions recurring and net profits of ¥10,000 million, up 66.0% year-on-year, and ¥4,900 million, up 96.2% year-on-year, on a sales gain of 37.0% to ¥65,500 million. Since the business has been favorable Sammy has decided to declare a two-for-one stock split for par value common share to share profit with our shareholders, to enhance liquidity and expand the shareholder base. Even after the stock split Sammy plans to leave the term-end dividend unchanged at ¥30 per common share (Annual dividend: ¥30 per common share) as declared earlier as a means to continue to share profit with our shareholders.

Sammy is committed to work toward assuring further growth as The Entertainment Company with the support of our expanding shareholder base.

#### **(Outline of Stock Split)**

##### **1. Method of stock split**

A two for one stock split for stockholders of record upon closure of stockholders register or actual stockholders register as of September 30, 2000. Fractional shares arising out of the stock split shall be sold off lump sum and the proceeds divided to shareholders in proportion of their respective fractional shares.

##### **2. Increase in the number of shares as a result of the stock split**

- Number of shares outstanding as of August 29, 2000: 12,654,650 shares
- Increase in the number of shares outstanding as a result of the said stock split: 12,654,650
- Number of shares outstanding after the said stock split: 25,309,300 shares  
(# Since Sammy has a stock options systems, the increase in the number of shares and the number of shares outstanding after the said stock split may change as a result of any exercise of stock options.)

##### **3. Effective date**

November 20, 2000

##### **4. Dividend reckoning date**

October 1, 2000

# Shareholders equity will remain unchanged since capital surplus in excess of the total par value of outstanding shares will be capitalized for the stock split.

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With pachislot, pachinko and amusements as its three core businesses, Sammy is The Entertainment Company diversifying aggressively into new areas such as music content and optical 3D systems, with “Entertainment” as the key word. Sammy went public in December 1999, registering its stock on the OTC market. In the term ended March 2000, Sammy reported consolidated recurring profit of ¥6.025 billion, an increase of 13.4% from the previous year, on a sales gain of 30.1% to ¥47.804 billion.

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