

FILE NO. 82-5227

(Translation)

April 25, 2002

Dear Sirs:

Name of Company: Sammy Corporation
Name of Representative: Hajime Satomi
President and Chief Executive Officer
(Code No. 6426, Tokyo Stock Exchange 1st
Section)

Further Inquiry: Yasuhiro Katayama
Executive Officer and Division
Manager, Administration Division
(TEL: 03-5950-3790)

Restructuring of Overseas Group Companies

Please take notice that at the meeting of the Board of Directors of Sammy Corporation (the "Company") held on April 25, 2002, the Company determined to restructure its overseas group companies to strongly extend its NEWS (New Entertainment World of Sammy) business, which the Company has promoted, in the overseas market, as described below:

Description

1. Purpose of Restructuring of Overseas Group Companies

The NEWS business of the Company focuses on global development targeting not only the Japanese market but also the overseas market. The business has principally marketed game machines for industrial use. To make serious inroads into the overseas market, specifically the European and U.S. market for home game software, the Company will establish a uniform management system of its overseas group companies.

2. Method of Restructuring

(1) Present state

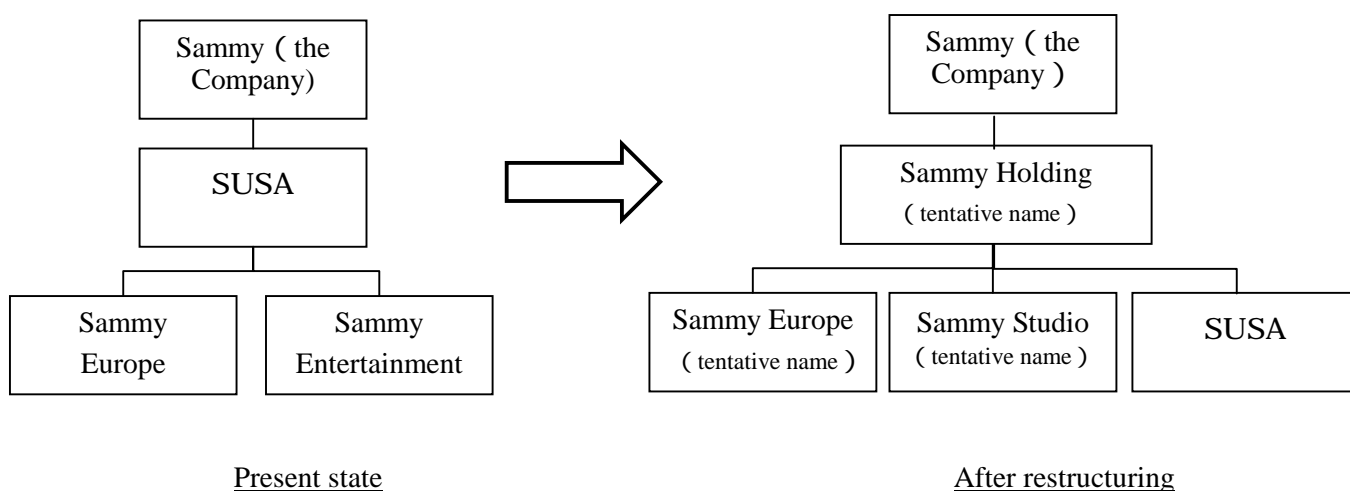
As an overseas group company, the Company controls Sammy USA Corporation ("SUSA", located in Chicago, Illinois, USA), which engages in the business of game machines for industrial use. As 100% subsidiaries, SUSA holds Sammy Europe Limited ("Sammy Europe", located in London, the United Kingdom) and Sammy Entertainment Inc. ("Sammy Entertainment", located in Los Angeles, California, USA).

(2) Outline after restructuring

The Company will establish a new holding company controlling the above-mentioned three companies and responsible for general control over its whole overseas businesses.

Outline of the holding company

- (i) Name: Sammy Holding (tentative name)
- (ii) Location: Dublin, Ireland
- (iii) Capital: US\$3.5 million (expected)
- (iv) Business: Financial, legal and personnel affairs and planning of business strategies for overseas group companies
- (v) Incorporation: May 2002 (expected)



(3) As a result of the establishment of the uniform management system of the overseas group companies, Sammy Entertainment will be renamed "Sammy Studio" (tentative name) and relocated to San Diego and will be controlled by the holding company.

Outline of Sammy Studio

- (i) Name: Sammy Studio (tentative name)
- (ii) Location: San Diego, California, USA
- (iii) Capital: Undecided
- (iv) Business: Planning, development and marketing of home game software in the European and U.S. markets

3. Effect on Business Performance

The prospective effect on business performance is described in the "Forecast of the Consolidated Business Performance for the Year Ending March 31, 2003" and the "Notice on the Medium-Term Management Plan" publicized on April 25, 2002.

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