- (4) Going concern assumptions: Not applicable
- (5) Segment information
 - 1. Outline of business segment reported

The business segments the Company reports are the business units for which the Company is able to obtain individual financial information separately in order for the board of directors to conduct periodic investigation to determine distribution of management resources and evaluate their business performance.

The Company has several operational headquarters, which plan comprehensive business strategies in domestic and overseas markets for their products and services, and develops its business activities.

Therefore the Company's business segments reported are based on the products and services its operational headquarters deal in and are composed of the following 4 units; "Consumer online games", "Mobile contents", "Arcade operations" and "Amusement equipments"

"Consumer online games" develops video games for consumers.

"Mobile contents" develops mobile games to distribute to mobile phone users.

"Arcade operations" operates amusement stores which install amusement equipments.

"Amusement equipments" manufactures arcade game machines etc. to be distributed to arcade operators.

2. Information on sales and income (loss) by business segment reported Current 6 months (from April 1, 2010 to September 30, 2010)

| | | | | | . , | | | | (Unit: Mil | lions of yen) |
|---------|------------------|--------------------------|--------------------|-------------------|-------------------------|--------|-------------------|--------|------------------------|--------------------------------|
| | | | Busines | ss segment r | eported | | | | | |
| | | Consumer online games | Mobile contents | Arcade operations | Amusement equipments | Total | Other (Note 1) | Total | Adjustment (Note 2) | Consolidated total (Note 3) |
| Sales | | | | | | | | | | |
| (1) | Customers | 30,773 | 1,365 | 5,916 | 1,406 | 39,462 | 1,244 | 40,706 | _ | 40,706 |
| (2) | Inter-segment | _ | _ | _ | _ | _ | _ | _ | _ | _ |
| | Total | 30,773 | 1,365 | 5,916 | 1,406 | 39,462 | 1,244 | 40,706 | — | 40,706 |
| Operati | Operating income | | 300 | 732 | 19 | 5,583 | 227 | 5,810 | (1,867) | 3,942 |

(Note) 1. "Other" incorporates operations not included in business segments reported, including character contents business etc.

2. Adjustments of segments (-1,867 million yen include unallocated corporate operating expenses (-1,867 million yen).

3. Operating income (loss) for segment is adjusted on operating income on the quarterly consolidated statements of income.

(Additional information)

Effective from the 1st quarter ended June 30, 2010, the Company adopted the "Revised accounting standard for disclosures about segments of an enterprise and related information" (ASBJ statement No. 17 of March 27, 2009) and "Guidance on accounting standard for disclosures about segments of an enterprise and related information" (ASBJ Guidance No. 20 of March 21, 2009).

(6) Material changes in shareholders' equity Not applicable

4. (Reference) Segment information

(1) (Reference) Business segments

Previous 6 months (from April 1, 2009 to September 30, 2009)

| Trevious o months (nom Apr | | F | | / | | | (Unit: Mill | lions of yen) |
|--|---------------------|-------------------|-----------------|-----------------------|---------------------|--------|------------------------------|-----------------------|
| | Home video games | Arcade operations | Arcade games | Contents expansion | Other businesses | Total | Elimination and corporate | Consolidated total |
| Net sales and operating income or loss | | | | | | | | |
| Net sales | | | | | | | | |
| (1) Customers | 27,748 | 6,249 | 656 | 2,560 | 1,676 | 38,892 | — | 38,892 |
| (2) Inter-segment | _ | _ | _ | _ | _ | _ | — | _ |
| Total | 27,748 | 6,249 | 656 | 2,560 | 1,676 | 38,892 | — | 38,892 |
| Operating income or loss | 7,299 | 480 | (334) | (403) | 668 | 7,711 | (2,137) | 5,574 |

(2) (Reference) Geographic areas

Previous 6 months (from April 1, 2009 to September 30, 2009)

| (Unit: Millions of yen) | | | | | | | | | |
|--|--------|---------------|--------|---------------|--------|---------------------------|-----------------------|--|--|
| | Japan | North America | Europe | Other regions | Total | Elimination and corporate | Consolidated total | | |
| Net sales and operating income or loss | | | | | | | | | |
| Net sales | | | | | | | | | |
| (1) Customers | 27,906 | 6,098 | 4,371 | 515 | 38,892 | - | 38,892 | | |
| (2) Inter-segment | 3,272 | 654 | 54 | 29 | 4,011 | (4,011) | _ | | |
| Total | 31,179 | 6,752 | 4,425 | 545 | 42,903 | (4,011) | 38,892 | | |
| Operating income | 7,738 | (454) | 255 | 118 | 7,657 | (2,083) | 5,574 | | |

Current 6 months (from April 1, 2010 to September 30, 2010)

| (Unit: Millions of yen) | | | | | | | | |
|--|--------|---------------|--------|---------------|--------|---------------------------|-----------------------|--|
| | Japan | North America | Europe | Other regions | Total | Elimination and corporate | Consolidated total | |
| Net sales and operating income or loss | | | | | | | | |
| Net sales | | | | | | | | |
| (1) Customers | 24,300 | 9,782 | 5,775 | 847 | 40,706 | _ | 40,706 | |
| (2) Inter-segment | 4,968 | 943 | 72 | 21 | 6,006 | (6,006) | _ | |
| Total | 29,268 | 10,726 | 5,847 | 869 | 46,712 | (6,006) | 40,706 | |
| Operating income | 3,985 | 1,270 | 351 | 204 | 5,810 | (1,867) | 3,942 | |

(Unit: Millions of ven)

(3) (Reference) Overseas sales

Previous 6 months (from April 1, 2009 to September 30, 2009)

| | | | | (Ur | it: Millions of yen) |
|---|--|---------------|--------|---------------|----------------------|
| | | North America | Europe | Other regions | Total |
| Ι | Overseas sales | 6,499 | 3,850 | 1,389 | 11,739 |
| Π | Consolidated net sales | | | | 38,892 |
| Ш | Percentage of overseas sales included in consolidated net sales (%) | 16.7 | 9.9 | 3.6 | 30.2 |

Current 6 months (from April 1, 2010 to September 30, 2010)

Total North America Europe Other regions Ι Overseas sales 10,598 5,229 1,626 17,454 Π Consolidated net sales 40,706 Ш Percentage of overseas sales included 12.8 4.0 26.0 42.9 in consolidated net sales (%)

(Unit: Millions of yen)

Unit: Milli c