

February 5, 2004



Notification of Reset of Conversion Prices of Fourth and Fifth
Unsecured Convertible Bonds Issued on December 20, 2001

The conversion prices of Capcom's fourth and fifth unsecured convertible bonds issued on December 20, 2001 are to be adjusted due to adjustment provision applied thereto.

1. Reset of Conversion Prices;

(Name)	(Reset Exercise Price)	(Current Exercise Price)
Fourth unsecured convertible bond with 130 % call option and with provision for downward revisions to the conversion price at 80 % ranking pari passu with designated corporate bonds.	3,230Yen	4,037Yen

(Name)	(Reset Exercise Price)	(Current Exercise Price)
Fifth unsecured convertible bond with 130 % call option and with provision for downward revisions to the conversion price at 80 % ranking pari passu with designated corporate bonds.	3,020Yen	3,774Yen

2. Effective Date: From February 23, 2004 (Japan Time)

3. Reason for Reset:

The Trust Deed provides the conversion prices shall be subject to reset in the following circumstance: if the average closing prices of our common stocks at Tokyo Stock Exchange for 20 consecutive trading days up to and including February 4, 2004 (Japan Time) (the "Reset Date"), rounded upward to the nearest one yen, shall be at least one yen less than the conversion prices in effect on the Reset Date, the conversion prices shall, on and from February 23, 2004 (Japan Time) , be reset downward to the 80 % of the original conversion prices.