



May 7th, 2007

Press Release

Company Name Capcom Co., Ltd.
Representative Kenzo Tsujimoto, President & C.E.O.
(Company Code: 9697 Tokyo-Osaka Stock Exchange)

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Notice about establishment of a consolidated subsidiary

Capcom Co., Ltd. hereby announces that it was decided to establish consolidated subsidiary in Korea that will start operations on May 7, 2007.

The details of the establishment are as follows.

1. Objective for establishment:

In order to have competitiveness in the worldwide market, it is essential for us to expand home video game business and online game business.

In particular, Korea is expected to have further growth due to occupation of major shares in online game market and expansion of each hardware maker in home video game market.

Under these circumstances, we decided to establish consolidated subsidiary in Korea to accelerate the business expansion for implementation of growth scenario. We will enhance the profit through this establishment.

2. Details of Consolidated Subsidiary

(1) Name of company	Capcom Entertainment Korea CO.,LTD.
(2) Representative	President & CEO Kang Jin Koo
(3) Head office	Seoul City, Korea
(4) Date of establishment	March 28, 2007
(5) Operation start date	May 7, 2007
(6) Paid-in capital	KRW 100 million
(7) Number of shares issued	200,000 shares
(8) Primary Shareholder	CAPCOM CO., LTD. (100%)
(9) Major business segments	1. Sale of home video games 2. Operation and development of online games
(10) Fiscal term	March 31

3. Impact on Financial Forecasts

There is little impact to be caused by this establishment on the consolidated group financial results as well as non-consolidated financial results.