

## Press Release

Company Name   Capcom Co., Ltd.  
 Representative   Kenzo Tsujimoto, President & C.E.O.  
 ( Company Code: 9697 Tokyo-Osaka Stock Exchange )  
 C o n t a c t   Public Relations & Investor Relation Section  
 Phone Number   +81-6-6920-3623

## Notice of Revision of Earnings and Dividend Forecast

Capcom Co., Ltd. hereby announces that it has revised its consolidated and non-consolidated earnings forecast and dividend forecast as follows for the fiscal year ending March 31, 2007, which was previously released on May 23, 2006.

### 1. Consolidated Earnings Forecast

#### (1) Mid-Term Fiscal Period (From April 1, 2006 to September 30, 2006)

(Millions of Yen)

	Net Sales	Ordinary Income	Net Income
Previous Forecast (A)	25,600	1,500	750
Revised Forecast (B)	29,100	3,600	1,640
Change (B) - (A)	3,500	2,100	890
Change (Percentage)	13.7	140.0	118.7
(For Reference) Mid-term ended September 30, 2005	27,801	907	3,124

#### (2) Fiscal Year (From April 1, 2006 to March 31, 2007)

(Millions of Yen)

	Net Sales	Ordinary Income	Net Income
Previous Forecast (A)	68,400	7,000	3,900
Revised Forecast (B)	68,400	7,000	3,900
Change (B) - (A)	-	-	-
Change (Percentage)	-	-	-
(For Reference) Year ended March 31, 2006	70,253	7,016	6,941

#### (3) Reason for the revision

Net sales, ordinary income and net income for the mid-term of this fiscal year are expected to increase on both consolidated and non-consolidated basis, due to favorable growth in sales of "Dead Rising" for Xbox 360 released in this summer in North America and Europe in Home Video Games Business. However, the prospects of the financial forecast in the fiscal year ending March 31, 2007 remains unchanged as announced at the financial results presentation on May 23, 2006. The main reason for this was attributed to the struggling sales of "Mega Man Battle Chip Stadium" in the Arcade Games Business, released as an innovative product in the previous year, even though Home Video Games Business performed well.

## 2. Non-Consolidated Earnings Forecast

### (1) Mid-Term Fiscal Period (From April 1, 2006 to September 30, 2006)

(Millions of Yen)

	Net Sales	Ordinary Income	Net Income
Previous Forecast (A)	20,200	850	400
Revised Forecast (B)	21,400	1,750	510
Change (B) - (A)	1,200	900	110
Change (Percentage)	5.9	105.9	27.5
(For Reference) Mid-term ended September 30, 2005	21,774	1,319	3,516

### (2) Fiscal Year (April 1, 2006 to March 31, 2007)

(Millions of Yen)

	Net Sales	Ordinary Income	Net Income
Previous Forecast (A)	55,700	5,100	2,600
Revised Forecast (B)	55,700	5,100	2,600
Change (B) - (A)	-	-	-
Change (Percentage)	-	-	-
(For Reference) Year ended March 31, 2006	53,925	5,624	5,675

### (3) Reason for the revision

Ditto as 1 (3).

## 3. Year-end Dividend Forecast (From April 1, 2006 to March 31, 2007)

### (1) Revised Forecast

(Yen)

	Interim	Year-end	Annual
Previous Forecast	10.00	10.00	20.00
Revised Forecast	15.00	15.00	30.00
(For Reference) Year ended March 31, 2006	10.00	10.00	20.00

### (2) Reason for the revision

In appreciation of the continuous support of investors and in view of the overall dividend yield, we have decided to raise interim dividends from 10 yen to 15 yen per share. Our year-end dividend will also be raised from 10 yen to 15 yen per share.