

Conclusion of the business alliance agreement with Abirit Corporation

Company Japan Cash Machine Ltd.

Representative Koichiro Kamihigashi, President

Code Number 6418

Exchange at Tokyo and Osaka Stock Exchange 1st Section

For Inquiries Tsuyoshi Takagaki,

General Manager of Corporate Planning Dept.

TEL 06-6703-8400

JCM announces that JCM agreed on the inclusive business alliance with Abirit Corporation (code number: 6423, Tokyo and Osaka Stock Exchange 1st Section) in the areas of marketing, development, and manufacturing of products for the amusement industry.

The followings are the details of the agreement:

Note

1. Outline of Abirit Corporation

Company Name: Abirit Corporation (Tokyo and Osaka Stock Exchange 1st Section/Code number 6423)

Address of the Headquater: 2-9-14 Minamisemba Chuo-ku, Osaka

Representative Executive: Junichi Hamano

Outline of the Business:

- 1. The major manufacturer of the pachinko-slot machine, pachinko game machine, and pre-paid card system equipment for amusement industry.
- 2.Results in the third place in the production and the sales of the pachinko-slot machine.
- 3. The company name was changed from the Takasago electric company to the current company name in 2003.

2. Outline of the business alliance

The purpose of the business alliance is the inclusive tie-up of JCM and Abirit Corporation in the areas of marketing, development, and production of the products related to the pre-paid card for the amusement industry. (Hereafter referred to as "Business related to Creation")

Both companies expect to be engaged in various correlative business fields including Business related to Creation and will continue to discuss the possibility of the alliance in broader fields.

General outline of the business alliance is as follows:

Alliance in the Marketing Field

JCM sells the Creation Card System Equipment (Hereafter referred to as "Creation System Equipment") as a distributing agent for the Business related to the Creation of Abirit Corporation.

Abirit Corporation sells JCM token-coin lenders for high denomination (I-REX) as our distributing agent.

Alliance in the Development Field

Both companies co-develop the Creation System Equipment. The new product jointly developed by both companies will be on the market as "Creation OZ Series" in this autumn.

Alliance in the Manufacturing Field

JCM subcontracts part of production of the Creation System Equipment based on the overseas production. JCM will commence the production of jointly developed products and expand the product items.

Installation and Enhancement of Service Maintenance System

Installation and maintenance service for the Creation System Equipment will be provided through 150 nationwide networks that JCM's subsidiary (JCM Techno Support Co., Ltd., HQ: Hirano-ku, Osaka, Capital: 70 million yen) holds.

Others

Both companies agreed on the continuous discussion of the possibility of broader alliance including the equipments and the lease business for the amusement industry and the money-handling machine.

Both companies are planning to take more time for the detailed.

3. Background of business alliance

While the market has been growing along with the expansion of Pachinco Industry, the market of equipments for amusement industry is getting competitive due to many new competitors entering to the industry.

Under these circumstances, JCM expects the effect of the expansion of the sales, economy of scale, and cost reduction through the expansion of overseas productions by the business alliance of both companies that do business in the field of money-handling machines and the equipment for amusement industry.

4. Influence on JCM performance

Since this business alliance aims at further development of business operated by both companies, JCM expects favorable influence on its future business results. However, it is difficult to indicate the effect by numerical value, and JCM assumes that there is little influence on its company performance at this stage.