

NOTIFICATION OF BUSINESS CONDUCTED AT THE EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS

February 22, 2005

Dear Shareholder,

This is to inform you that the following resolution was passed at the Extraordinary General Meeting of Shareholders held today, February 22, 2005.

Sincerely yours,

Kagemasa Kozuki
President and Representative Director
KONAMI CORPORATION
4-1, Marunouchi 2-chome, Chiyoda-ku,
Tokyo 100-6330

Resolution:

Konami Corporation, and Konami Computer Entertainment Studios, Inc., Konami Computer Entertainment Tokyo, Inc. and Konami Computer Entertainment Japan, Inc., be merged. The resolution was passed as presented. Merger details are as follows. The Merger Agreement was described on pages 4 to 8 of the Notice of Extraordinary General Meeting of Shareholders dated February 7, 2005.

1. Konami Corporation (hereinafter referred to as “Konami”), Konami Computer Entertainment Studios, Inc. (hereinafter referred to as “Konami STUDIO”), Konami Computer Entertainment Tokyo, Inc. (hereinafter referred to as “Konami TYO”) and Konami Computer Entertainment Japan, Inc. (hereinafter referred to as “Konami JPN”) shall merge, with Konami being the surviving entity.
2. The date of merger shall be April 1, 2005 (the “Merger Date”).
3. Konami shall allot, upon the Merger, to the shareholders (which term, whenever used herein, includes the beneficial owners) listed or registered on the final register of shareholders (which term, whenever used herein, includes the register of beneficial shareholders) of each of Konami STUDIO, Konami TYO and Konami JPN, as of the date immediately preceding the Merger Date, 0.42 share, 1.00 share and 0.81 share of Konami’s common stock, respectively, per share of common stock of Konami STUDIO, Konami TYO and Konami JPN, respectively; provided, however, that no allotment shall be made in respect of 9,747,000 shares of common stock of Konami STUDIO, 9,207,550 shares of common stock of Konami TYO and 9,000,000 shares of common stock of Konami JPN held by Konami.
4. Konami shall pay, not later than three months from the Merger Date, cash payments to be delivered in connection with the Merger in lieu of dividends for the period from April 1, 2004 to March 31, 2005 to the shareholders or registered pledgees listed on the final register of shareholders of each of Konami STUDIO, Konami TYO and Konami JPN as of the date immediately preceding the Merger Date, ¥8 per share, ¥39.5 per share and ¥31 per share, for each share of common stock of Konami STUDIO, Konami TYO and Konami JPN, respectively; provided, however, that such amounts may be changed upon consultation among Konami, Konami STUDIO, Konami TYO and Konami JPN, depending on the financial conditions of Konami STUDIO, Konami TYO and Konami JPN or other changes in the economic environment as of the date immediately preceding the Merger Date.

(Supplemental information)

Konami STUDIO, Konami TYO and Konami JPN have estimated their net income for the term ending March 2005. The amounts of merger compensation shall be equivalent to one-half of the estimated net income after deduction of interim dividends. The payout ratio of 50% will be maintained even if substantial differences are recognized between the estimated and actual amounts of net income of the said three companies, which are expected to be finalized at the end of April 2005. The amounts of merger compensation will be revised using the same calculation formula as for dividend payments.

Note: As a result of procedures relating to the merger of Konami Corporation with Konami Computer Entertainment Studios, Inc., Konami Computer Entertainment Tokyo, Inc. and Konami Computer Entertainment Japan, Inc., during the period from the 15th of March to the 19th of May 2005, Konami Corporation will not be accepting applications for the purchase from the Company of its own shares in amounts that are fractions of the amount required to make up a full trading unit.