

**SUBSCRIPTION IN FULL OF THE EUR 150 MILLION ORANE ISSUANCE:****INFOGRAMES ESTABLISHES THE FINANCIAL FOUNDATION  
TO IMPLEMENT ITS STRATEGIC PROGRAMME IN 2008**

Lyon – France, December 31, 2007 - Infogrames today announces the full subscription of the ORANE (convertible bonds) issuance it had launched on December 19, 2007. The objectives of this issuance were to raise funds to strengthen the Group's capital base and to enable the Group to proceed with the implementation of the strategic programme set out by management following the announcement of the Group's annual results and during its Annual General Meeting.

The settlement and delivery of the ORANE is scheduled to take place on January 4, 2008. The detailed results of the subscription will also be announced January 4, 2008.

This issuance, when completed, should have three main positive impacts on the Group's financial position:

- It should allow Infograme's current investment plans to be funded
- It will reduce Infograme's short term debt and substantially enhance its cash reserves
- It will give Infogrames additional financial flexibility to support its turnaround and to make strategic investments to grow the business

**Infogrames in an Improved Position to Make Strategic Investments and to Implement its Brand and Product Strategy**

This issuance, when completed, will provide the Group with the financial means necessary to pursue key elements of its strategic plan, which include:

- Relaunching the publishing initiatives of the Group to introduce new video games based on its extensive portfolio of franchises and strong partnerships,
- Leveraging its key assets to pursue opportunities in online developments,
- Utilizing the Atari brand name to take advantage of the enormous growth opportunities in the interactive entertainment market.

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**About Infogrames Entertainment and Atari**

*Infogrames Entertainment (IESA), the parent company of the Atari Group, is listed on the Paris Euronext stock exchange (ISIN code: FR-0000052573) and has two principal subsidiaries: Atari Europe, a privately-held company, and Atari, Inc., a United States corporation listed on NASDAQ (ATAR).*

*The Atari Group is a producer, publisher and distributor of interactive entertainment software for all market segments and in all existing game formats (Microsoft, Nintendo and Sony) and on CD-ROM for PC. Its games are sold in more than 60 countries.*

*The Atari Group's extensive catalogue of popular games is based on original franchises (Alone in the Dark, V-Rally, Test Drive, etc.) and international licenses (Dragon Ball Z, Dungeons & Dragons, etc.).*

*For more information: <http://www.infogrames.com>*

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