

**INFOGRAMES**

*Entertainment*

## **Atari, Inc. Secures a \$10,000,000 Credit Facility**

Lyon, France, October 23, 2007, Infogrames Entertainment today reported the following announcement by its Atari Inc. US subsidiary.

Atari, Inc. (Nasdaq: ATAR), today announced that funds affiliated with BlueBay Asset Management plc had purchased all of the \$3.0 million in loans outstanding under the Company's Credit Facility with Guggenheim Corporate Funding, LLC. Atari, Inc also announced that it had obtained a credit facility from BlueBay High Yield Investments (Luxembourg) SARL.

Atari Inc had entered into a financing agreement for up to 15 million US dollars in 2006 with Guggenheim Corporate Funding and a lending syndicate. On October 1, 2007, an amendment reduced that ceiling to 3 million dollars.

The 10-million dollar credit facility, with a maturity on December 31, 2009, was extended by BlueBay as a replacement for the Guggenheim credit facility. It constitutes the first step in securing financing for Atari Inc.'s operations ahead of the Company's new releases for the 2007 holiday season and provides it with day-to-day capital needs. Atari Inc also mentioned it continues to seek additional funding for the period.

Curt G. Solsvig III, Chief Restructuring Officer of Atari, said, "This revised Credit Facility is a major step in addressing Atari's liquidity needs and providing financing to support its near term business plan."

The actual terms of the facility were filed with the SEC (Form 8K) on October 25 and can be downloaded from the company's website at [www.atari.com](http://www.atari.com).

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Infogrames has also issued the following information regarding its Atari Inc. (\*) subsidiary in the United States:

- Because of the late filing of its Form 10-K for fiscal 2007, Atari Inc. was unable to file its Form 10-Q report for the quarter ended June 30, 2007 on time as required under US regulations.

Atari Inc. reports that it was granted additional time until November 5, 2007 by the Nasdaq Panel, so as to allow its auditors sufficient time to prepare and file the Form 10-Q report.

- Atari Inc. was notified by FUNimation Productions that it wished to terminate two license agreements for the distribution of Dragon Ball Z games. The company notes that new agreements are currently being negotiated. Infogrames Entertainment notes that the FUNimation license referred to in the 8-K report only covers the United States, Canada, Australia, New-Zeland and South Africa and has accordingly no impact on the exploitation of the universe concerned (Dragon Ball) in the rest of the world. Games based on that universe are distributed by IESA and under an agreement with Bandai Namco.

*(\*) This information is included in a Form 8-K report filed today at the opening of trading in the United States.*

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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.atari.com>*

*Cécile SORNAY – Corporate and Financial Communication Director*

*Tel: + 33 (4) 37 64 30 00 – Fax: + 33 (4) 37 64 30 35 [cecile.sornay@atari.com](mailto:cecile.sornay@atari.com)*