

BEFORE THE NEVADA GAMING COMMISSION
AND THE STATE GAMING CONTROL BOARD

In the Matter of

HILTON HOTELS CORPORATION

(Delayed Public Offering) _____

FIRST REVISED ORDER

THIS MATTER came on regularly for hearing before the State Gaming Control Board ("Board") on October 1, 1998, and before the Nevada Gaming Commission ("Commission") on October 22, 1998, at Carson City, Nevada; and

THE BOARD AND COMMISSION having considered all information pertinent hereto;

IT IS HEREBY ORDERED BY THE NEVADA GAMING COMMISSION UPON THE RECOMMENDATION OF THE STATE GAMING CONTROL BOARD:

1. THAT the following applications, as amended and supplemented, have been filed:

a. The applications of Hilton Hotels Corporation for an amendment to its previously approved September 22, 1997 Order authorizing a continuous or delayed public offering by it or any affiliated company wholly-owned by it which is or would thereby become a publicly traded corporation ("Affiliate") and for approval to place restrictions upon the transfer of, and to enter into agreements not to encumber, the equity securities of Paris Casino Corp. pursuant to a public offering made by Hilton Hotels Corporation or its Affiliate(s), under the continuous or delayed public offering approval;

b. The applications of Paris Casino Corp. for approval to place restrictions upon the transfer of, and to enter into agreements not to encumber, the equity securities of Parball Corporation pursuant to a public offering made by Hilton Hotels Corporation or its Affiliate(s) under the continuous or delayed public offering approval;

c. The application of Parball Corporation for approval to place restrictions upon the transfer of, and to enter into agreements not to encumber, the equity securities of Flamingo Hilton-Laughlin, Inc., pursuant to a public offering made by Hilton Hotels Corporation or its Affiliate(s) under the continuous or delayed public offering approval;

d. The application of Parball Corporation for approval to guarantee securities issued by, and to hypothecate its assets to secure the payment or performance of any obligations evidenced by securities issued by, Hilton Hotels Corporation or its Affiliate(s), under the continuous or delayed public offering approval; and

e. The application of Paris Casino Corp. for approval to guarantee securities issued by Hilton Hotels Corporation or its Affiliate(s), under the continuous or delayed public offering approval.

2. THAT for a period of eleven months Hilton Hotels Corporation and its Affiliate(s) are hereby granted approval, pursuant to NGC Regulation 16.115, to make public offerings, subject to the following conditions:

a. That at all times during the eleven month period, Hilton Hotels Corporation and its Affiliate(s), shall timely file all reports required by Section 13 or Section 15(d) of the Securities Exchange Act of 1934, as amended;

b. That upon filing documents with the United States Securities and Exchange Commission ("SEC") regarding the sale of any securities for which approval would otherwise be required, Hilton Hotels Corporation and its Affiliate(s) shall contemporaneously provide written notice and copies of such documents to the Board's Corporate Securities Division ("Division"), and shall keep said Division continuously and promptly informed as to the

progress of any public offering made hereunder and as to any other event that would have a material effect on Hilton Hotels Corporation, or its subsidiaries, which would be subject to reporting on SEC Form 8-K; and

c. That the approval herein granted may be rescinded without prior notice upon the issuance of an interlocutory stop order by the Chairman of the Board. Said interlocutory stop order, if issued, shall remain in effect until the interlocutory stop order is lifted by the Commission upon such terms as are satisfactory to the Commission.

3. The Commission hereby delegates to the Chairman of the Board the authority to issue interlocutory stop orders for good cause, which shall remain in effect until lifted by the Commission as provided in Paragraph 2(c) above.

4. THAT for a period of eleven months, Hilton Hotels Corporation is hereby granted approval, pursuant to Regulations 15.510.1-4 and 15.585.7-3, as applicable, to place restrictions on the transfer of, and to enter into agreements not to encumber, the equity securities of Bally's Intermediate Sub, Inc., Paris Casino Corp., Las Vegas Hilton Corporation, Reno Hilton Resort Corporation and Flamingo Hilton-Reno, Inc., pursuant to a public offering made under the approval granted by Paragraph 2 of this Order.

5. THAT for a period of eleven months Paris Casino Corp. is hereby granted approval, pursuant to NGC Regulation 15.585.7-1, to place restrictions on the transfer of, and to enter into agreements not to encumber, the equity securities of Parball Corporation, pursuant to a public offering made under the approval granted by Paragraph 2 of this Order.

6. THAT for a period of eleven months Parball Corporation is hereby granted approval, pursuant to NGC Regulation 15.510.1-4, to place restrictions on the transfer of, and to enter into agreements not to encumber, the equity securities of Flamingo Hilton-Laughlin, Inc., pursuant to a public offering made under the approval granted by Paragraph 2 of this Order.

7. THAT for a period of eleven months Bally's Intermediate Sub, Inc. is hereby granted approval, pursuant to NGC Regulation 15.585.7-3, to place restrictions upon the

transfer of, and to enter into agreements not to encumber, the equity securities of Bally's Sub, Inc., pursuant to a public offering made under the approvals granted by Paragraph 2 of this Order.

8. THAT for a period of two years Bally's Casino Holdings, Inc. is hereby granted approval, pursuant to NGC Regulations 15.510.1-4 and 15.585.7-3, as appropriate, to place restrictions upon the transfer of, and to enter into agreements not to encumber, the common stock of Bally's Grand Management Co., Inc. and Bally's CHLV, Inc. pursuant to a public offering made under the approvals granted by Paragraph 2 of this Order.

9. THAT for a period of eleven months Paris Casino Corp. is granted approval, pursuant to NGC Regulation 15.585.7-1, to guarantee securities issued by Hilton Hotels Corporation or its Affiliate(s), pursuant to a public offering made under the approval granted by Paragraph 2 of this Order.

10. THAT for a period of eleven months Parball Corporation is granted approval, pursuant to NGC Regulations 16.100(3), to guarantee securities issued by Hilton Hotels Corporation or its Affiliate(s), pursuant to a public offering made under the approval granted by Paragraph 2 of this Order, and to hypothecate their assets to secure the payment or performance of obligations evidenced by securities issued by Hilton Hotels Corporation or its Affiliates, pursuant to a public offering made under the approval granted by Paragraph 2 of this Order.

11. THAT for a period of eleven months Las Vegas Hilton Corporation, Flamingo Hilton-Laughlin, Inc., Flamingo Hilton-Reno, Inc., Reno Hilton Resort Corporation, and Bally's Grand Management Co., Inc., are each granted approval, pursuant to NGC Regulation 16.100(3), to guarantee securities issued by Hilton Hotels Corporation or its Affiliate(s), pursuant to a public offering made under the approval granted by Paragraph 2 of this Order, and to hypothecate their assets to secure the payment or performance of obligations evidenced by

securities issued by Hilton Hotels Corporation or its Affiliates, pursuant to a public offering made under the approval granted by Paragraph 2 of this Order.

12. THAT for a period of eleven months Bally's Intermediate Sub, Inc., and Bally's Sub, Inc. are each granted approval, pursuant to NGC Regulation 15.585.7-1, to guarantee securities issued by Hilton Hotels Corporation or Affiliate(s), pursuant to a public offering made under the approvals granted by Paragraph 2 of this Order.

ENTERED at Las Vegas, Nevada, this 22nd day of October 1998.