

BEFORE THE NEVADA GAMING COMMISSION
AND THE STATE GAMING CONTROL BOARD

In the Matter of

INNOVATIVE GAMING CORPORATION OF AMERICA

(Registration) _____

ORDER OF REGISTRATION

THIS MATTER came on regularly for hearing before the State Gaming Control Board ("Board") on May 8, 1996, and before the Nevada Gaming Commission ("Commission") on May 23, 1996, at Las Vegas, 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 application of Innovative Gaming Corporation of America for registration as a publicly traded corporation, and for a finding of suitability as the sole stockholder of Innovative Gaming, Inc.;
 - b. The application of Grand Casinos, Inc. for a finding of suitability as a controlling stockholder of Innovative Gaming Corporation of America;
 - c. The application of Innovative Gaming, Inc. for licensure as a manufacturer, distributor and operator of a slot machine route and for a waiver of NGC

Regulation 4.080(1) in conjunction with the application for licensure as an operator of a slot machine route.

2. THAT Innovative Gaming Corporation of America is registered as a publicly traded corporation and is found suitable as the sole stockholder of Innovative Gaming, Inc.

3. THAT Grand Casinos, Inc. is found suitable, pursuant to NGC Regulation 16.400, as a controlling stockholder of Innovative Gaming Corporation of America.

4. THAT Innovative Gaming, Inc. is licensed as a manufacturer and distributor, subject to such conditions or limitations as may be imposed by the Commission.

5. THAT Innovative Gaming, Inc. is licensed as an operator of a slot machine route, provided, however, that such license shall not be issued, unless and until, the Chairman of the Board, or his designee, has determined that Innovative Gaming, Inc. has obtained firm commitments to place slot machines at three licensed locations, upon issuance of the license in accordance with NGC Regulation 4.030.1(b)(1).

6. THAT, pursuant to NGC Regulation 4.080(3), the time limitations provided in NGC Regulation 4.080(1) are, for a period of one year from the effective date of this Order, hereby waived specifically and only as they relate to Innovative Gaming, Inc.'s compliance with the provisions of NGC Regulation 4.030.1(b)(1).

7. THAT Innovative Gaming Corporation of America shall establish and maintain a gaming compliance program plan for the purpose of, at a minimum, performing due diligence, determining the suitability of relationships with other entities and individuals, and to review and ensure the compliance of Innovative Gaming Corporation of America, its subsidiaries and any affiliated entities with the Nevada Gaming Control Act ("the Act"), as amended, and the Commission's Regulations ("the Regulations"), as amended. The gaming compliance program plan, any amendments thereto, and the members of the compliance committee shall be administratively reviewed and approved by the Chairman of the Board, or his designee. Furthermore, upon request of the Chairman of the Board, or his designee, Innovative Gaming

Corporation of America shall amend the compliance committee plan, or any element thereof, and perform such duties as may be assigned by the Chairman of the Board or his designee related to a review of activities relevant to the continuing qualification of Innovative Gaming Corporation of America, under the provision of the Act and Regulations.

8. THAT Innovative Gaming Corporation of America shall fund and maintain with the Board a revolving fund in the amount of \$10,000 for the purpose of funding investigative reviews by the Board for compliance with the terms of this Order of Registration. Without limiting the foregoing, the Board shall have the right, without notice, to draw upon the funds of said account for the payment of costs and expenses incurred by the Board and its staff in the surveillance, monitoring and investigative review of all activities of Innovative Gaming Corporation of America, its subsidiaries and any affiliated entities.

9. THAT, pursuant to NRS 463.625, Innovative Gaming Corporation of America is exempted from compliance with NRS 463.585 through 463.615, inclusive, and shall instead comply with NRS 463.635 through NRS 463.645, inclusive.

10. THAT Innovative Gaming Corporation of America is exempted from NGC Regulation 15 and shall instead comply with provisions of NGC Regulation 16.

11. THAT the Commission hereby expressly finds that the exemptions and waivers herein granted are consistent with the State policy set forth in NRS 463.0129 and NRS 463.489.

ENTERED at Las Vegas, Nevada, this 23rd day of May, 1996.