

BEFORE THE NEVADA GAMING COMMISSION
AND THE STATE GAMING CONTROL BOARD

In the Matter of

INNOVATIVE GAMING CORPORATION OF AMERICA

(Registration)_____

FIFTH REVISED ORDER OF REGISTRATION

THIS MATTER came on regularly for hearing before the State Gaming Control Board (“Board”) on April 4, 2001, and before the Nevada Gaming Commission (“Commission”) on April 19, 2001, 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 application of Innovative Gaming Corporation of America for (i) approval of a public offering and (ii) an amendment to its Fourth Revised Order of Registration.
2. THAT the Fourth Revised Order of Registration, dated September 23, 1999, is hereby amended and restated, in its entirety, by this Fifth Revised Order of Registration.
3. THAT Innovative Gaming Corporation of America is registered as a publicly traded corporation and is found suitable as the sole shareholder of Innovative Gaming, Inc.

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

5. THAT Innovative Gaming Corporation of America is granted approval, pursuant to NGC Regulation 16.110, to make a public offering of up to 500,000 shares of its \$0.01 par value common stock ("Common Stock") and up to 125,000 Redeemable Common Stock Purchase Warrants ("Warrants") pursuant to and as more fully described in the Securities and Exchange Commission ("SEC") Form S-3 Registration Statement, as amended, (SEC Registration No. 33-5523).

6. THAT the approvals set forth in Paragraph 5 above are specifically conditioned as follows:

a. That Innovative Gaming Corporation of America shall keep the Board's Corporate Securities Division continuously and promptly informed as to the progress of the public offering and as to any other event that would have a material effect on Innovative Gaming Corporation of America or its subsidiaries which would be subject to reporting on SEC Form 8-K; and

b. That the approvals granted herein may be rescinded without prior notice upon the issuance of an interlocutory stop order by the Chairman of the Board.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.

7. THAT 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 6(b) above.

8. THAT the Commission hereby delegates to the Chairman of the Board the authority to administratively approve an increase in the amount of the public offering approved by Paragraph 5; provided, that the Chairman of the Board finds that such increase does not

constitute a material change from the public offering approved hereby. For the purposes hereof only, an increase of 10% or less in the number of shares of Common Stock and Warrants offered in connection with the public offering shall not be deemed a material change.

9. THAT Innovative Gaming Corporation of America is granted approval, pursuant to NGC Regulation 16.110, to make a public offering of up to 1,295,300 shares of its \$0.01 par value Common Stock issuable upon conversion of the Series A Convertible preferred Stock pursuant to and as more fully described in the SEC Form S-3 Registration Statement, as amended, (SEC Registration No. 333-25481).

10. THAT the approvals set forth in Paragraph 9 above are specifically conditioned as follows:

a. That Innovative Gaming Corporation of America shall keep the Board's Corporate Securities Division continuously and promptly informed as to the progress of the public offering and as to any other event that would have a material effect on Innovative Gaming Corporation of America or its subsidiaries which would be subject to reporting on SEC Form 8-K; and

b. That the approvals granted herein 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.

11. THAT 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 10(b) above.

12. THAT the Commission hereby delegates to the Chairman of the Board the authority to administratively approve an increase in the amount of the public offering approved by Paragraph 9; provided, that the Chairman of the Board finds that such increase does not constitute a material change from the public offering approved hereby. For the purposes hereof

only, an increase of 10% or less in the number of shares of Common Stock offered in connection with the public offering shall not be deemed a material change.

13. THAT Innovative Gaming Corporation of America is granted approval, pursuant to NGC Regulation 16.110, to make a public offering of up to 1,505,000 shares of its \$0.01 par value Common Stock issuable upon conversion of the Series B Convertible Preferred Stock and up to 5,000 shares of Common Stock issuable upon conversion of a Warrant, pursuant to and as more fully described in the SEC Form S-3 Registration Statement, as amended (SEC Registration No. 333-53893).

14. THAT the approvals set forth in Paragraph 13 above are specifically conditioned as follows:

a. That Innovative Gaming Corporation of America shall keep the Board's Corporate Securities Division continuously and promptly informed as to the progress of the public offering and as to any other event that would have a material effect on Innovative Gaming Corporation of America or its subsidiaries which would be subject to reporting on SEC Form 8-K; and

b. That the approval granted herein may be rescinded without prior notice upon the issuance of an interlocutory stop order by the Chairman of the Board, or his designee. 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.

15. THAT 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 14(b) above.

16. THAT Innovative Gaming Corporation of America is granted approval, pursuant to NGC Regulation 16.110, to make a public offering of up to 1,331,500 shares of its \$0.01 par value Common Stock issuable upon conversion of Series C Convertible Preferred Stock and up to 420,000 shares of Common Stock issuable upon conversion of certain Warrants, pursuant to

and as more fully described in the SEC Form S-3 Registration Statement, as amended (SEC Registration No. 333-84413).

17. THAT the approvals set forth in Paragraph 16 above are specifically conditioned as follows:

a. That Innovative Gaming Corporation of America shall keep the Board's Corporate Securities Division continuously and promptly informed as to the progress of the public offering and as to any other event that would have a material effect on Innovative Gaming Corporation of America or its subsidiaries which would be subject to reporting on SEC Form 8-K; and

b. That the approvals granted herein 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.

18. THAT 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 17(b) above.

19. THAT Innovative Gaming Corporation of America is granted approval, pursuant to NGC Regulation 16.110, to make a public offering of up to 10,544,804 shares of its \$0.01 par value Common Stock issuable upon conversion of Series E Convertible Preferred Stock, Series F Convertible Preferred Stock, Series G Convertible Preferred Stock, and upon the exercise of certain Warrants, pursuant to and as more fully described in the SEC Form S-3 Registration Statement, as amended (SEC Registration No. 333-94633).

20. THAT the approvals set forth in Paragraph 19 above are specifically conditioned as follows:

a. That Innovative Gaming Corporation of America shall keep the Board's Corporate Securities Division continuously and promptly informed as to the progress of the

public offering and as to any other event that would have a material effect on Innovative Gaming Corporation of America or its subsidiaries which would be subject to reporting on SEC Form 8-K; and

b. That the approval granted herein 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.

c. That if the final version of the SEC Form S-3 Registration Statement is not filed with the Board on or before April 18, 2001, then the approval granted in Paragraph 19 will not be effective until the Registration Statement has been filed with the Board and administratively approved by the Chairman of the Board.

21. THAT 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 20(b) above.

22. THAT the Commission hereby delegates to the Chairman of the Board the authority to administratively approve an increase in the amount of the public offering approved by Paragraph 19; provided, that the Chairman of the Board finds that such increase does not constitute a material change from the public offering approved hereby. For the purposes hereof only, an increase of 10% or less in the number of shares of Common Stock offered in connection with the public offering shall not be deemed a material change.

23. THAT Innovative Gaming Corporation of America shall establish and maintain a gaming compliance plan ("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, and the laws and regulations of

any other jurisdictions in which Innovative Gaming Corporation of America, its subsidiaries and any affiliated entities operate. The Plan, any amendments thereto, and the members of the compliance committee, one such member who shall be independent and knowledgeable in the Act and Regulations, 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 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 provisions of the Act and Regulations.

24. 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.

25. THAT Finova Capital Corporation shall not enforce any security interest in any gaming collateral that secures any loan made to Innovative Gaming Corporation of America, or its subsidiaries or affiliated entities, without the prior approval of the Commission.

26. 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.

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

28. 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 Carson City, Nevada, this 19th day of April 2001.