

BEFORE THE NEVADA GAMING COMMISSION  
AND THE STATE GAMING CONTROL BOARD

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In the Matter of

SHUFFLE MASTER, INC.

(Registration) \_\_\_\_\_

ORDER OF REGISTRATION

THIS MATTER came on regularly for hearing before the State Gaming Control Board ("Board") on May 4, 1994, and before the Nevada Gaming Commission ("Commission") on May 19, 1994, 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 applications of Shuffle Master, Inc. for registration as a publicly traded corporation; for licensure as a manufacturer; for licensure as a distributor; for a waiver of the provisions of NGC Regulation 4.080(1); and for an exemption from the provisions of NGC Regulation 16.100(1) and (2); and

b. The applications of John Gilmer Breeding and Diane Louise Breeding for findings of suitability as controlling stockholders of Shuffle Master, Inc.

2. THAT Shuffle Master, Inc. is registered as a publicly traded corporation.

3. THAT Shuffle Master, Inc., dba SMI Gaming Systems, is licensed as a manufacturer and distributor, subject to such conditions or limitations as may be imposed by the Commission.

4. THAT Shuffle Master, Inc., dba SMI Gaming Systems, in connection with its application for licensure as an operator of a slot machine route, is hereby granted a waiver from the provisions of NGC Regulation 4.080(1), pursuant to NGC Regulation 4.080(3), subject to the following condition: that Shuffle Master, Inc. must become entitled to receive a percentage of the gaming revenue from a slot machine in Nevada within twelve months from the date the Commission grants Shuffle Master, Inc. a license as an operator of a slot machine route.

5. THAT John Gilmer Breeding and Diane Louise Breeding are each found suitable as controlling stockholders of Shuffle Master, Inc., pursuant to NRS 463.643 and NGC Regulation 16.400.

6. THAT Shuffle Master, Inc. 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 Shuffle Master, Inc., its subsidiaries and any affiliated entities.

7. THAT, pursuant to NRS 463.625, Shuffle Master, Inc. is exempted from compliance with NRS 463.585 through NRS 463.615, inclusive, and shall instead comply with NRS 463.635 through NRS 463.645, inclusive.

8. THAT Shuffle Master, Inc. is exempted from NGC Regulation 15 and shall instead comply with the provisions of NGC Regulation 16; provided, however, that pursuant to NGC Regulation 16.450, Shuffle Master, Inc. is exempted from the provisions of NGC

Regulation 16.100(1) and (2) and the balance of NGC Regulation 16 shall be interpreted so as to apply to Shuffle Master, Inc.

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

ENTERED at Las Vegas, Nevada, on this 19<sup>th</sup> day of May 1994.