

Parx Casino

OP-16 – High Limit Pit Approval Request

April 14, 2011



OP-16 – High Limit Pit Approval Request

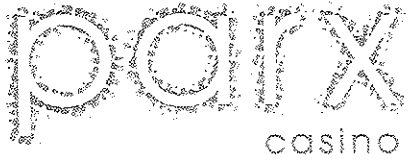
- The Board has granted all relief requested in the OP-16 petition, except the request to implement the 14 table game new high limit pit (Pit #7) in Parx Casino.



OP-16 – High Limit Pit Approval Request

- The OP-16 petition requested six items of relief:
 - Activate poker tables at Parx East 3rd floor.
 - Move 23 converted Shuffle Master E-tables (15 to Parx East 3rd Floor and 8 to Parx Casino, inside table games ellipse).
 - Move 93 slots out of slot zone FG to make room for development of high limit table game pit (Pit #7).
 - Implement use of 14 table games in the proposed new high limit pit (Pit #7).
 - Add 50 banking table games at Parx East 1st floor.
 - Reconfigure slots and table games in Parx Casino as detailed in the narrative of changes attached as Exhibit A to the petition.
 - This narrative included the movement or relocation of a total of 405 slot machines and 14 table games in Parx Casino (two of which were to be removed from the gaming floor)

- PGCB order dated 12/16/2010 specified only four items of approval:
 - Add 50 banking table games at Parx East 1st floor.
 - Add 21 poker tables at Parx East 3rd floor.
 - Move 23 converted Shuffle Master E-tables (15 to Parx East 3rd floor and 8 to Parx Casino, inside table games ellipse).
 - Move 93 slots out of slot zone FG to make room for development of high limit table game pit (Pit #7).



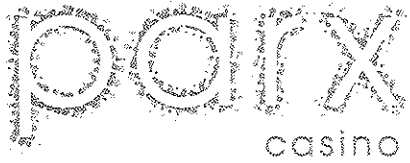
OP-16 – High Limit Pit Approval Request

- Subsequent letters and authorizations from the Board confirmed the balance of the relief requested in the petition, with the exception of the high limit pit approval now before the Board.
1. Letter from Executive Director dated 1/12/2011 approved relocation of 145 slot machines.
 - The letter included the 93 slots referred to in the 12/16/2010 order plus 52 slots that had been previously approved for movement in the OP-14C application.



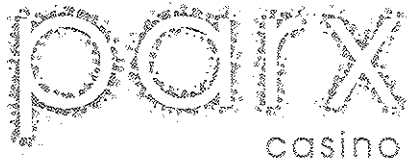
OP-16 – High Limit Pit Approval Request

2. Authorization to Commence Slot Operations dated 1/31/2011 authorized the operation of 3,391 slot machines, which is consistent with the relief requested in OP-16 (3,351 slot machines + 40 E-table slot seats yet to be converted to FAEGTs = 3,391 slot positions).



OP-16 – High Limit Pit Approval Request

3. Letter from Executive Director dated 2/24/2011 approved the operation and use of 15 FAEGT BJ games at Parx East 3rd floor (as requested in the OP-16 petition).



OP-16 – High Limit Pit Approval Request

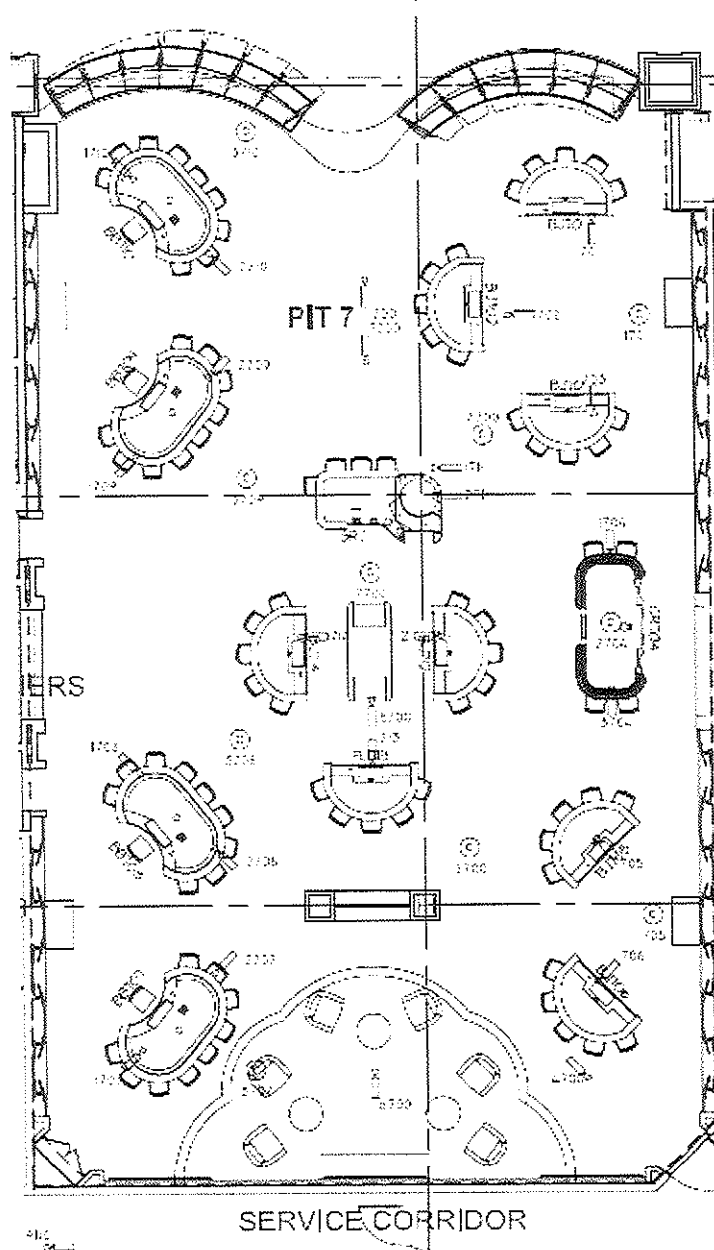
4. Letter from Executive Director dated 3/1/2011 confirmed the table game mix at Parx Casino (55 games) as had been requested in the OP-16 petition.



OP-16 – High Limit Pit Approval Request

- As a result of the approvals described in the preceding pages, all relief requested in the OP-16 petition has been granted, with the exception of the 14-game high limit pit. We now ask the Board for that approval.

OP-16 – High Limit Pit Approval Request Pit Configuration



Anticipated Construction and Implementation Schedule

- Room has been under construction since January 2011, following the December 2010 OP16 approval.
- Place table games in pit by May 15, 2011.
- Systems checks & approvals by May 25, 2011.
- Open games to public on May 27, 2011.

Table Mix, Jobs and Revenue

- 14 tables will be installed in Pit #7
 - 4 midi-baccarat
 - 8 blackjack
 - 1 roulette
 - 1 craps

- Anticipated incremental revenue from these tables is \$20,000,000 per year, with \$2,800,000 per year in gaming taxes paid to the state and \$400,000 per year paid to Bensalem Township as its local share.

- New full-time jobs established by the 14 new table games will be 34:
 - 24 dealers
 - 10 supervisors