

JAN 29 1986

STATE OF NEVADA  
BEFORE THE NEVADA GAMING COMMISSION

IN RE: Nonrestricted  
Agenda Item No. 85-192

INTERNATIONAL GAME TECHNOLOGY (PTC)  
520 South Rock Boulevard  
Reno, Nevada 89502

Application for Waiver of  
NRS 463.690(1) Pursuant to  
NRS 463.690(4)

FINDING CONCERNING  
WAIVER OF  
FOREIGN GAMING APPROVAL

This matter having come on for consideration before the Nevada Gaming Commission (Commission), on December 19, 1985, in Carson City, Nevada, and the Commission having considered all matters of record herein, and having found that waiver of the provisions of NRS 463.690(1), which require prior approval of the Commission before a licensee may participate in foreign gaming, is consistent with the public policy of the State of Nevada concerning gaming, as set forth in Nevada Revised Statute 463.0129 in that:

INTERNATIONAL GAME TECHNOLOGY'S (IGT) involvement in foreign gaming will be as a stockholder of a company known as SYNTECH which is registered with the Securities and Exchange Commission as a publicly traded company;

IGT will acquire a percentage of the stock of SYNTECH in a two phase acquisition which will result in control of SYNTECH and election of at least two of the five SYNTECH board

1 the foreign gaming operations will be terminated before such  
2 association could pose a threat to the interest of the State of  
3 Nevada in regulating the gaming industry;

4 SYNTECH will have no authority to affect IGT's  
5 business operations within the State of Nevada or elsewhere;

6 SYNTECH will have limited involvement in the gaming  
7 operations to be conducted in the states of Michigan,  
8 Massachusetts and Ohio and will in general be providing  
9 computerized equipment for the sale and dispensing of lottery  
10 tickets;

11 The gaming operations within which SYNTECH and IGT  
12 will be associated will actually be conducted and operated by  
13 the governments of the states of Michigan, Massachusetts and  
14 Ohio which after comparative studies have been shown to have a  
15 regulatory system that is comprehensive and effective and will  
16 safeguard and control the gaming operation in their respective  
17 jurisdictions;

18 Each state consisting of Michigan, Massachusetts and  
19 Ohio, has conferred with and made promises to the State Gaming  
20 Control Board that the Board and Commission and their  
21 representatives will have a mutual and open exchange of  
22 information pertaining to the foreign gaming operations in each  
23 state which will allow Nevada authorities to assure that  
24 undesirable persons will not become associated with the foreign  
25 gaming operations;

26 The extensive involvement and commitment that IGT has  
27 in its operations in Nevada and SYNTECH's moving of its  
28 corporate offices to Nevada will ensure that the state will be

1 IGT's many years of licensure wherein it has abided  
2 by conditions and requirements of licensure placed upon it by  
3 the Nevada Gaming Commission and the Nevada Gaming Control Act,  
4 lends assurances that IGT, in its association with SYNTECH and  
5 foreign gaming, will recognize and abide by the conditions and  
6 restrictions imposed upon the waiver by the Nevada Gaming  
7 Commission;

8 The revenues that will be generated from the foreign  
9 gaming operations shall be subject to accounting systems which  
10 will be operated and reviewed by the individual state  
11 governments and all deposits from the gaming operations will be  
12 made directly to each state's bank account which will ensure  
13 the proper reporting of revenues and accurate accounting of  
14 funds; all of which indicates and ensures that establishments  
15 where gaming is conducted and gaming devices operated, are  
16 licensed and controlled to protect the public health, safety,  
17 morals, good order and general welfare of the inhabitants of  
18 the State of Nevada and will foster the stability and success  
19 of gaming and preserve the competitive economy and policies of  
20 free competition of the State of Nevada, and good cause  
21 appearing therefore,

22 IT IS HEREBY the finding of the Nevada Gaming  
23 Commission that the waiver of the approval required by Nevada  
24 Revised Statute 463.690(1) for INTERNATIONAL GAME TECHNOLOGY to  
25 be involved in foreign gaming is consistent with the public  
26 policy of the State of Nevada as required by Nevada Revised  
27 Statute 463.690(4).

28 DATED this 28<sup>th</sup> day of January, 1986