

BEFORE THE NEVADA GAMING COMMISSION  
AND THE STATE GAMING CONTROL BOARD

\_\_\_\_\_  
In the Matter of  
  
RIVIERA HOLDINGS CORPORATION  
  
(Registration)\_\_\_\_\_

ORDER OF REGISTRATION

THIS MATTER came on specially for hearing before the State Gaming Control Board ("Board") on June 18, 1993, at Las Vegas, Nevada, and specially for hearing before the Nevada Gaming Commission ("Commission") on June 29, 1993, 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 Riviera Holdings Corporation for registration as a publicly traded corporation; for a finding of suitability as the sole shareholder of Riviera Operating Corporation; for approval to pledge the common stock of Riviera Operating Corporation to IBJ Schroder Bank and Trust Company, as trustee, as security for the 11% First Mortgage Notes due December 31, 2002 of Riviera Holdings Corporation; and for approval, pursuant to NGC Regulation 15.510.1-4, to place restrictions upon the transfer of, and to agree not to encumber the common stock of, Riviera Operating Corporation;

b. The applications of Riviera Operating Corporation, dba Riviera Hotel & Casino for a nonrestricted gaming license, including a race book; for approval to conduct off-track pari-mutuel wagering; for licensure to receive a percentage of sports pool gaming revenue from the sports pools which participate with Leroy's Horse & Sports Place, Inc., dba Leroy's Horse & Sports Place; and for a manufacturer's and distributor's license.

2. THAT Riviera Holdings Corporation is registered as a publicly traded corporation and is found suitable as the sole shareholder of Riviera Operating Corporation.

3. THAT Riviera Operating Corporation, dba Riviera Hotel & Casino, is licensed to conduct nonrestricted gaming operations, including a race book, at 2901 Las Vegas Boulevard South, Las Vegas.

4. THAT Riviera Operating Corporation, dba Riviera Hotel & Casino is licensed to conduct off-track pari-mutuel wagering at 2901 Las Vegas Boulevard South, Las Vegas.

5. THAT Riviera Operating Corporation, dba Riviera Hotel & Casino is licensed to receive a percentage of sports pool gaming revenue from the sports pools which participate with Leroy's Horse & Sports Place, Inc. dba Leroy's Horse & Sports Place.

6. THAT Riviera Operating Corporation is licensed as a manufacturer and distributor.

7. THAT Riviera Holdings Corporation is granted approval, pursuant to NRS 463.510(1), to pledge the common stock of Riviera Operating Corporation to IBJ Schroder Bank and Trust Company, as trustee, (the "Pledge") as security for the 11% First Mortgage Notes due December 31, 2002 of Riviera Holdings Corporation; provided that:

(a) a copy of the fully executed Security Agreement including the Pledge in the form of the draft dated June 28, 1993 must be filed with the Board within ten (10) days after the issuance of the 11% First Mortgage Notes due December 31, 2002 of Riviera Holdings Corporation;

(b) the prior approval of the Commission must be obtained before any foreclosure of the possessory security interests in the common stock of Riviera Operating Corporation (except back to Riviera Holdings Corporation), and before any other resort to such common stock collateral or other enforcement of the security interests in such common stock, may occur; and

(c) pursuant to NGC Regulations 15.510.1-3 and 8.030(4)(a), the common stock certificates of Riviera Operating Corporation evidencing said pledge of common stock must at all times remain physically within the State of Nevada at a location designated to the Board and must be made available for inspection by agents or employees of the Board immediately upon request during normal business hours.

8. THAT Riviera Holdings Corporation is hereby granted approval, pursuant to NGC Regulation 15.510.1-4, to place restrictions upon the transfer of, and agree not to encumber, the common stock of Riviera Operating Corporation in conjunction with the Modified and Restated Debtor's and Bondholders' Committee's Second Amended Joint Plan of Reorganization in the matter of Riviera, Inc., as approved by the United States Bankruptcy court on June 3, 1993, and the Security Agreement including the Pledge in the form of the draft dated June 28, 1993.

9. THAT Riviera Holdings Corporation is granted sixty (60) days from the date of this Order of Registration to have the Registration Statement on Form 10 ("Registration Statement") declared effective by the Securities and Exchange Commission ("SEC"). If the Registration Statement is not declared effective by the SEC within said time period, unless administratively extended by the Chairman of the Board or his designee, then this Order of Registration and all of the approvals terms and provisions herein shall be deemed withdrawn and rendered null and void.

10. THAT this Order of Registration shall not be effective until and unless the Registration Statement is declared effective by the SEC.

11. THAT Riviera Holdings Corporation 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 Riviera Holdings Corporation, Riviera Operating Corporation, and their affiliated entities.

12. THAT pursuant to NRS 463.625(2), Riviera Holdings Corporation 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.

13. THAT pursuant to NGC Regulation 15.489.2-1 and 15.624.1, Riviera Holdings Corporation is exempted from NGC Regulation 15 and shall instead comply with the provisions of NGC Regulation 16.

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

ENTERED at Las Vegas, Nevada, on this 29<sup>th</sup> day of June 1993.