File No. SD-015

1 2 3

BEFORE THE NEVADA GAMING COMMISSION AND THE STATE GAMING CONTROL BOARD

5

6 7 In the Matter of:

BALLY MANUFACTURING CORPORATION

9 (Sam W. Klein)

10 11

12

13

14

17

19

20

21

22

23

26

28

29

8

ORDER

THIS MATTER having come on regularly for hearing before the State Gaming Control Board at Carson City, Nevada on August 18 and August 26, 1976, and before the Nevada Gaming Commission at Carson City on August 26, 1976; Sam W. Klein and Bally Manufactur-16 ling Corporation having consented to the entry of an Order in this matter and thereby having waived any objections which could be 18 raised under the provisions of NRS Chapter 463; the State Gaming Control Board having recommended that such Order be entered; and good cause appearing therefore;

IT IS HEREBY ORDERED as follows:

- 1. That the licenses and findings of suitability heretofore granted to Sam W. Klein be and hereby are terminated.
- 24 2. That Sam W. Klein shall resign as vice president and 25 director of Bally Manufacturing Corporation.
 - 3. That Bally Manufacturing Corporation and its controlled subsidiaries shall henceforth not employ Sam W. Klein in any capacity.
- 4. That Sam W. Klein shall divest himself of the ap-30 proximately 419,000 shares of stock of Bally Manufacturing Corpor-31 ation owned by him according to the following schedule: 136,000 32 shares within one (1) year after the effective date of this Order

ON CITY, NEVADA

1 and all of the remainder within three (3) years thereafter.

5. That if any of said 136,000 shares of stock of Bally 3 Manufacturing Corporation remain unsold on the last day of the one-4 year period following the effective date of this Order, Sam W. 5 Klein shall offer and Bally Manufacturing Corporation shall purchase said shares or otherwise assure their purchase.

- 6. That Sam W. Klein shall forthwith execute an irrevocable proxy to a person acceptable to the State Gaming Control 9 Board and the Nevada Gaming Commission to vote said 419,000 shares 10 of stock of Bally Manufacturing Corporation pending sale of the shares.
- 7. That Sam W. Klein shall pay to the Nevada Gaming 13 Commission a fine in the amount of Fifty Thousand Dollars (\$50,000.00).

ENTERED AT LAS VEGAS this 23rd day of September, 1976.

NEVADA GAMING COMMISSION

Chairman

7

11

12

14

15