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**STATE OF NEW YORK
RACING AND WAGERING BOARD**

Acting Secretary to the Board
Kristen Buckley

August 1, 2011

Kathryn J. Stone, Licensing Manager
American Gaming & Electronics, Inc.
9500 West 55th Street
McCook, Illinois 60525

Dear Ms. Stone:

This correspondence serves as notification, pursuant to Nation-State Gaming Compact between the Seneca Nation of Indians and the State of New York (Compact) Appendix D(d), of a finding of suitability as a class III gaming enterprise for American Gaming & Electronics, Inc. to conduct gaming related business with the Seneca's class III gaming facilities specifically limited to the provision of sales of casino related parts and test equipment, to be consistent with Compact requirements. This finding shall remain in effect until **August 1, 2013**, or until suspended, revoked, the application has been permissively withdrawn, or until such time as the renewal license has been issued or denied.

Please note that a finding of suitability for gaming enterprise license from the New York State Racing and Wagering Board (Board) does not unilaterally afford American Gaming & Electronics, Inc. the ability to conduct business with Seneca's class III gaming facilities; the Seneca Gaming Authority must first issue the class III gaming enterprise license.

The Board is required under the Compact to issue a finding of suitability for license to any class III gaming enterprise unless the background investigation of the applicant reveals that the applicant, the enterprise or a principal of the enterprise has:

1. been convicted of a crime whose elements would constitute a felony under the laws of New York State or is punishable as a felony in another jurisdiction;
2. been convicted of any form of bookmaking or other form of illegal gambling;
3. been convicted of any fraud or material misrepresentation in connection with gaming;
4. otherwise been determined to be a person whose prior activities, criminal record, if any, or reputation, habits and associations pose a threat to the effective regulation of gaming or create or enhance the chances of unfair or illegal practices, methods and activities in the conduct of the class III gaming permitted pursuant to the Compact;

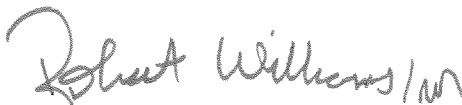
1 Broadway Center, Suite 600, Schenectady, NY 12305-2553
Telephone (518) 395-5400 FAX: (518) 347-1250
<http://www.racing.state.ny.us>

5. failed to provide any information reasonably required to investigate the application for a class III gaming enterprise license or to reveal any fact material to such application, or has furnished any information which is untrue or misleading in connection with such application; or
6. a principal of the applicant that is under the age of 18.

After review of the investigation of American Gaming & Electronics, Inc. conducted by the New York State Police, we have determined that American Gaming & Electronics, Inc. and principals Merle H. Banta, James F. Brace, Marshall L. Burman, Frank R. Martin, Peter Schneiders IV and Anthony Spier were not disqualified as a result of any of the foregoing conditions. While the Board bases its determination on a background with temporal sufficiency, we have not subsequently obtained any documentation or information inconsistent with that upon which we founded our registration issuance. Therefore a finding of suitability for class III gaming enterprise license is hereby granted to American Gaming & Electronics, Inc. Please note that a registrant that has timely and properly applied for a renewal may continue to provide services or equipment under an expired registration until final action is taken upon the renewal.

The Board may suspend or revoke any finding of suitability or deny a renewal of any finding of suitability for any violation of the Nation-State Gaming Compact or if new information concerning facts arising either prior to or since the issuance of the initial finding of suitability or any renewal thereof comes to the attention of the Board which information would justify denial of such initial finding of suitability, or any renewal thereof. As such, please be informed that your enterprise is under a continuing obligation to supply information and materials relating to the operation and conduct of your enterprise including, but not limited to, Seneca Nation of New York Multi Jurisdictional Personal History Disclosure Form and Supplemental Attachment for new principals of your enterprise, copies of all Securities and Exchange Commission filings, if applicable, and any determinations by other tribal or state gaming regulatory agencies with respect to your enterprises' operation.

Should you have any questions regarding this correspondence, please call.



Robert Williams
Assistant Counsel

Attachment: NCR010_2008 Notification of Continual Reporting Obligation

cc: Klint D. Nephew, Chairman, Seneca Gaming Authority
John W. Williams, Executive Director, Seneca Gaming Authority
Marylyn B. Butler, Licensing Manager, Seneca Gaming Authority
Teresa L. Palumbo, Senior Licensing Coordinator, Seneca Gaming Authority
Denise Fuhrman, Vendor Licensing Coordinator, Seneca Gaming Authority
Supervising Gaming Operations Inspectors, New York State Racing and Wagering Board
New York State Police, Casino Detail