



STATE OF WASHINGTON
GAMBLING COMMISSION

4301 South Pine Street Suite 307 MS: WT-29 Tacoma WA 98409 (253) 471-5312 FAX (253) 471-5317

December 3, 2004

LIF Capital Group, LLC
David M. Fried, Vice President of Legal
101 Spear St., Suite 222
San Francisco, CA 94105

RE: Turbo Bingo

Dear Mr. Fried:

The purpose of this letter is to inform you the Washington State Gambling Commission has completed a preliminary review of the electronic bingo dauber, Turbo Bingo (version 1.5), and associated Talex software (version 4.11.1).

On 11/5/04, Special Agent Brian Lane and I met with the following LIF Capital representatives regarding the Turbo Bingo electronic bingo dauber and Talex system: Steve Rockwell – Vice President of Operations, Pacific Gaming, Brian Jimmerson – Field Representative Technician, Pacific Gaming, and Rod Hall – Sales Representative, Bingo Magic. We met at the Tacoma office of the Washington State Gambling Commission. A sample bingo session was conducted and the applicable receipts/reports were reviewed for compliance with Washington State requirements. The following exceptions were noted:

- Voided transactions: During the review voided transactions were assigned a duplicate transaction number. Specifically, they were assigned the same number as the transaction being voided. Per WAC 230-20-106(6)(7)(8), a record of all transactions occurring during a session must be retained in memory until totaled and printed by the operator. In order to effectively determine if all transactions are properly accounted for your system needs to assign non-repeating sequential transaction numbers to all transactions, including voids.
- “U-Pick-Em or Pick 7, 8, or 9 Games”: The Talex software also offers player selection games as defined by WAC 230-20-241. Further review of this feature will be necessary to ensure this feature complies with all applicable rules and regulations. As you are aware, this feature shall be disabled or not offered until the review can be completed.

If the above exceptions are addressed, the electronic bingo dauber, Turbo Bingo, and associated Talex software appear to be compliant with the rules and regulations of Washington State.

As I discussed with LIF Capital representatives, our review is limited to the receipting requirements and does not review all of the reports produced by your software. Thus, if some of



LIF Capital
Turbo Bingo Approval
Page 2 of 2

the reports do not have all of the required information, bingo operators may need to take additional steps in order to maintain compliance. You can review Washington State's bingo record keeping requirements via our website, www.wsgc.wa.gov. I recommend you inform bingo operators of the limited nature of our review.

The approval of this electronic bingo dauber and software may be rescinded at any time if problems are found by the Commission or WAC changes impact the approval. If you have any questions and/or concerns please feel free to call me at (253) 471-5312, ext. 234.

Sincerely,



Tony Hughes
Gambling Device Coordinator