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GAMBLING COMMISSION
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**Memorandum of Incorporation of Most Favored Nation Amendments
to the Tribal – State Compact for Class III Gaming
between the
Squaxin Island Tribe and the State of Washington**

Introduction

The Squaxin Island Tribe (the "Tribe") and the State of Washington (the "State") entered into a Tribal – State Compact for Class III Gaming (the "Compact") on July 27, 1993, and approved by the federal government on October 7, 1993, and amended the Compact by mutual agreement on January 26, 1995, and approved by the federal government on April 20, 1995, on November 25, 1998, and approved by the federal government on January 28, 1999, and again on March 19, 2007, and approved by the federal government on May 31, 2007.

Section XV.D.6 of the Compact (the "Most Favored Nation clause") provides:

6. Authorization to Other Tribes. Notwithstanding any other provision of this Compact to the contrary, in the event that the State enters into or amends a compact with another tribe and such agreement gives any such tribe more gaming facilities, activities, stations, or higher wager limits, more hours of operation, or any combination thereof, than provided under the terms of this Compact, then this Compact shall be amended thereby upon approval and acceptance of any such increases by the Tribe on copies of the written incorporation of such amendments into this Compact being provided to the State.

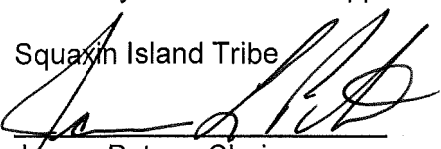
The Tribe has approved and accepted certain of the "increases" contained in the Class III Gaming Compact between the State and the Confederated Tribes of the Colville Reservation. Therefore, pursuant to Section XV.D.6 of the Compact, the following amendment is hereby incorporated in the Compact:

Compact Amendment

1. Appendix Colville.

Appendix Colville, as appended to the Class III Gaming Compact between the State and the Confederated Tribes of the Colville Reservation is incorporated herein by reference and appended to the Compact as Appendix Y.

Squaxin Island Tribe


James Peters, Chairman
Squaxin Island Tribal Council

The State of Washington


Rick Day, Director
Washington State Gambling Commission

Date: August 9, 2007

Date: August 11, 2007