

AGEM Index

Association of Gaming Equipment Manufacturers

June 2010

The AGEM Index, a composite score of 17 global gaming suppliers, declined by double digits for the second consecutive month, reaching a value of 88.89 points by the close of June 2010 (down 14.69 points from May). The latest movement represented the largest monthly decline in 20 months, pushing the index to a level last seen more than a year ago. For comparison purposes, the broader equities markets closed down for the month, with the Dow Jones Industrial Average and Standard and Poor's 500 Index shedding 3.6 percent and 5.4 percent, respectively.

A lack of confidence across global markets continues. Following weaker-than-expected reports in labor and consumer spending, investors took a step back to reevaluate their positions as the pace of recovery is not moving as fast as predicted. Investment banks are doing the same with Goldman Sachs downgrading several global gaming suppliers to sell from neutral, indicating that revenue from replacement product will be relatively slow and that no material pickup in the market will occur in the near term.

Three positive contributors to the index during the month included:

- Astro Corp. (3064) posting 0.13 points to the index with a 15.2-percent increase in its stock valuation.
- Gaming Partners International reporting a 16.0-percent gain in its stock price, contributing 0.05 points to the index.
- Wells-Gardner Electronics (WGA) posted a stock price rise of 15.53 percent, adding 0.02 to the index.

Selected negative contributors to the index included:

- International Game Technology (IGT) witnessing its stock price fall 19.78 percent, contributing -5.77 points to the index.
- Bally Technologies (BYI) contributing -2.65 points to the index with a 23.79 percent decline in its stock price.

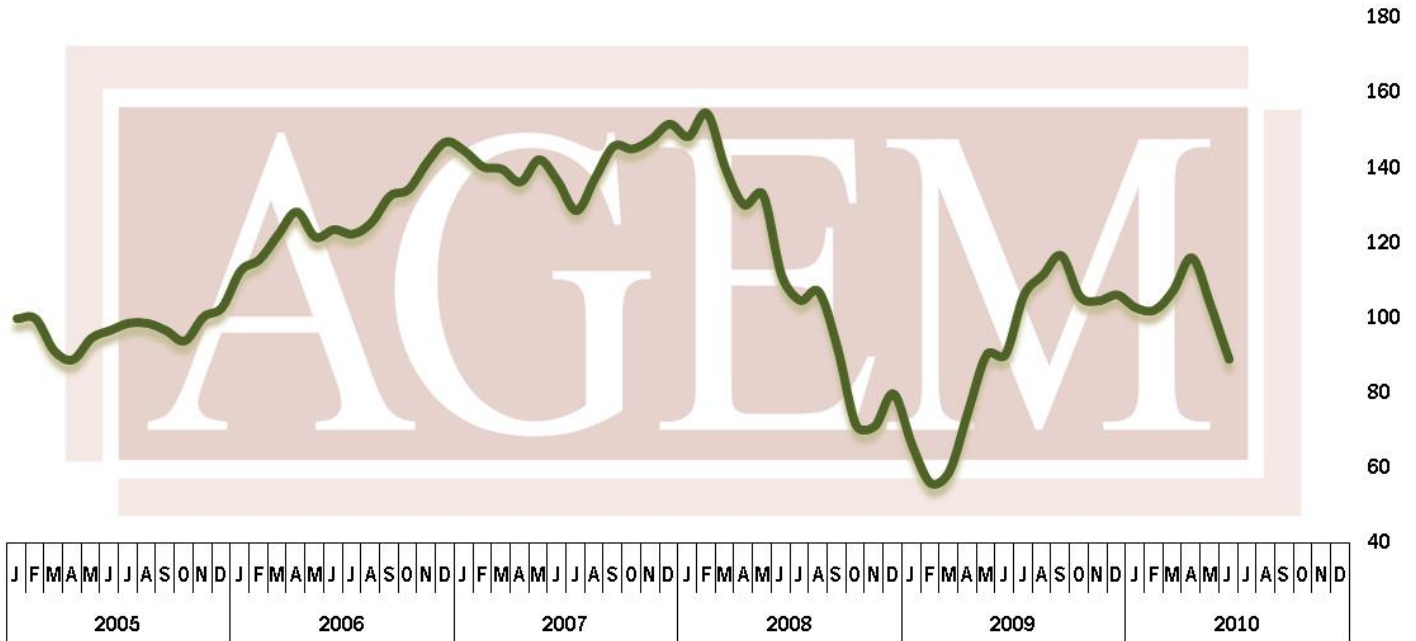
AGEM	Exchange: Symbol (Currency)	Stock Price At Month End			Percent Change		Index Contribution
		Jun-10	May-10	Jun-09	Prior Period	Prior Year	
Ainsworth Game Technology	ASX: AGI (AU\$)	0.09	0.10	0.07	(10.00) ↓	28.57 ↑	(0.01)
Aristocrat Technologies	ASX: ALL (AU\$)	3.66	4.10	3.79	(10.73) ↓	(3.43) ↓	(0.99)
Astro Corp.	Taiwan: 3064 (NT\$)	52.30	45.40	54.50	15.20 ↑	(4.04) ↓	0.13
Bally Technologies	NYSE: BYI (US\$)	32.39	42.50	29.92	(23.79) ↓	8.26 ↑	(2.65)
Elixir Gaming Technologies	AMEX: EGT (US\$)	0.25	0.27	0.16	(7.41) ↓	56.25 ↑	(0.01)
GameTech International	Nasdaq: GMTC (US\$)	0.74	1.75	1.66	(57.71) ↓	(55.42) ↓	(0.03)
Gaming Partners International	Nasdaq: GPIC (US\$)	6.38	5.50	5.10	16.00 ↑	25.10 ↑	0.05
Global Cash Access	NYSE: GCA (US\$)	7.21	7.99	7.96	(9.76) ↓	(9.42) ↓	(0.29)
IGT	NYSE: IGT (US\$)	15.70	19.57	15.90	(19.78) ↓	(1.26) ↓	(5.77)
INTRALOT S.A.	ATHEX: INLOT (€)	2.62	2.94	4.35	(10.88) ↓	(39.77) ↓	(0.36)
Konami	NYSE: KNM (US\$)	15.72	16.47	19.00	(4.55) ↓	(17.26) ↓	(0.60)
Lottomatica (GTECH)	MILAN: LTO.MI (€)	10.60	12.19	13.73	(13.04) ↓	(22.80) ↓	(1.88)
Multimedia Games	Nasdaq: MGAM (US\$)	4.50	4.61	4.96	(2.39) ↓	(9.27) ↓	(0.02)
Shuffle Master	Nasdaq: SHFL (US\$)	8.01	8.30	6.61	(3.49) ↓	21.18 ↑	(0.09)
Transact Technologies	Nasdaq: TACT (US\$)	7.30	7.36	4.98	(0.82) ↓	46.59 ↑	(0.00)
Wells-Gardner Electronics	AMEX: WGA (US\$)	1.86	1.61	0.98	15.53 ↑	89.80 ↑	0.02
WMS Industries	NYSE: WMS (US\$)	39.25	46.33	31.51	(15.28) ↓	24.56 ↑	(2.20)
Change in Index Value							(14.69)
AGEM Index Value: May 2010							103.58
AGEM Index Value: June 2010							88.89

www.AGEM.org

AGEM Index

Association of Gaming Equipment Manufacturers

June 2010



Gaming expansion continues across the United States with Pennsylvania casinos receiving their first table games during the month. The table games will become operational in early July and include blackjack, craps, poker and roulette, among others. The additional gaming positions will likely siphon off local players who traveled to Atlantic City for table games in the past, and the state is expected to increase its tax base with an initial 16 percent tax on table games revenue. Pennsylvania is following its neighbor Delaware, which installed its first table games in May.

The bidding process was restarted in New York to operate a casino at the New York Aqueduct Racetrack in Queens. Penn National Gaming, which has been looking to expand its presence in the gaming market, sent a letter of interest to bid on the slots-only casino.

During the month, Penn National Gaming was also granted approval for a gaming license in the state of Nevada. This puts Penn in a position to acquire a casino in the state where it has been rumored to be interested in purchasing several casinos, including Rio All-Suite Hotel & Casino or The Mirage. Earlier in the year, it had backed out of the auction to acquire Fontainebleau Las Vegas, which was later won in bankruptcy court by billionaire Carl Icahn.

It appears that interested parties in the state of Michigan are seeking voter signatures to place an initiative on the November 2010 ballot. A couple of groups are seeking to expand the footprint of casino gaming while one wants to add sports betting. It is unclear if the required signature thresholds will be met by the regulatory-mandated timelines, but expansions may be on the horizon.

In Massachusetts, following a House bill passed in April, the Senate recently adopted its own bill, licensing three resort-style casinos. While the two bills are materially very different, particularly when it comes to the provision of slot machines, the halls will have to reconcile the differences before sending a bill to the Governor. In Ohio, adding video lottery terminals (VLTs) to racetracks is edging closer to reality as the Governor has indicated he will let the courts determine if existing laws permit VLTs.

While many states have expanded gaming in the wake of declining tax revenue, Kentucky and Delaware will halt the idea of expansion of their gaming markets. During June, a two-year budget was passed in Kentucky and racetrack slot machines and standalone casinos were not included in the legislation. Additionally, Delaware will likely stall legislation that would allow standalone casinos in the state until next year.



www.AGEM.org

AGEM Index

Association of Gaming Equipment Manufacturers

June 2010

The AGEM Index

The Association of Gaming Equipment Manufacturers (AGEM) produces the monthly AGEM Index that comprises 17 global gaming suppliers throughout the world. A total of 12 suppliers are based in the United States and are listed on the NYSE, Nasdaq, or AMEX, while two trade on the Australian exchange, one supplier trades on the Athens exchange, one trades on the Milan exchange, and another trades on the Taiwan OTC exchange. The index is computed based on the month-end stock price (adjusted for dividends and splits) of each company and weighted based on approximation of market capitalization. Market capitalizations for manufacturers trading on foreign exchanges have been converted to US dollar-equivalents as of month-end for comparability purposes. The AGEM Index is based on a 100-point value as of January 2005.

About AGEM

AGEM is an international trade association representing manufacturers of electronic gaming devices, systems, and components for the gaming industry. The Association works to further the interests of gaming equipment manufacturers throughout the world. Through political action, tradeshow partnerships, information dissemination and good corporate citizenship, the members of AGEM work together to create benefits for every company within the organization. Together, AGEM and its member organizations have assisted regulatory commissions and participated in the legislative process to solve problems and create a positive business environment.

AGEM Index and Overview



The AGEM index and overview is prepared by Applied Analysis (AA). AA is a Nevada-based advisory services firm providing consultation services for public and private entities. The company utilizes extensive experience in economics, information technology and finance to provide a wide range of services, including urban economic consulting, financial advisory services, market analysis, public policy analysis, hospitality industry and gaming consulting, and information system and technology consulting.

For More Information, Contact:

Marcus Prater, Executive Director

P.O. Box 50049, Henderson, NV 89016-0049

702.812.6932 | AGEM.org@cox.net

AGEM Membership Roster

The current AGEM membership roster, 93 strong, is a who's who of the supplier segment of the global gaming industry:

AGEM Gold Members:

- Aristocrat Technologies
- Aruze Gaming America
- Austrian Gaming Industries
- Bally Technologies
- GTECH/Atronic/Spielo
- International Game Technology (IGT)
- Intralot S.A.
- Konami Gaming
- WMS Gaming

AGEM Silver Members: Action Gaming, Casino Technology, JCM Global, MEI, Multimedia Games, Shuffle Master, Suzo-Happ Group, TCSJohnHuxley and Wells-Gardner Electronics.

AGEM Bronze Members: AC Coin & Slot, Ainsworth Game Technology, Astro Corp., Cadillac Jack, Cammegh Limited, CashCode / Crane Payment Solutions, Diamond Game, Digital Display Group, Entropy Precision System, Euro Games Technology (EGT), GameTech International, Gaming Partners International, Gaming Support, Incredible Technologies, Interblock USA, Jumbo Technology, KGM Gaming, Lightning Gaming, MCA Processing, Modern Gaming, Rocket Gaming Systems, Summit Gaming, THT and Winning Asia Technology.

AGEM Associate Members: AxesNetwork Solutions, Bullivant Houser Bailey, Casino Enterprise Management, Ceronix, CMYK Creative, Cole Kepro International, Cybertec Gaming Systems, Diamond Casino Products, DynaGraphic Printing, Elite Casino Products, Esterline Advanced Input Systems, FutureLogic, Gaming Capital Group, Gary Platt Manufacturing, Global Cash Access, Global Gaming Group (G3), Grand Products, Heber Ltd., Howard & Howard, IDX, Intel, IPS, James Industries, KEY-BAK, Kreller Group, KSK, Lewis & Roca, Masterpiece Advertising, MC2, Money Controls, Nanoptix, Outpost Creative, Phelps Dunbar, Proforma GPS, Quixant Ltd., Regulatory Management Counselors, Sanmina-SCI, SCA Gaming, Strategy9, StylGame USA, Talent Associates, The Bright Group, 3M Touch Systems, Tournament One, TMX, Trade Show Fabrications, TransAct Technologies, Veridocs, Wrex Products and Young Electric Sign Company (YESCO).