PRESQUE ISLE DOWNS, INC.
PETITION #2904-2012

Hearing before the

Pennsylvania Gaming Control Board

January 29, 2013

Presque Isle Downs, Inc.

- Conditional Category 1 Slot Machine License Approved October 25, 2006
- Presque Isle Downs Opened to the Public February 28, 2007
- Permanent Category 1 Slot Machine License Approved February 27, 2008
- License Renewed for Category 1 Slot Machine License Approved July 20,2011
- Table Games Operation Certificate Issued July 8, 2010

Presque Isle Downs, Inc.

PA State Horse Racing Commission granted the final order approving PIDI's license application 11/19/02. The application permits PIDI to conduct live thoroughbred racing with pari-mutuel wagering.

Presque Isle Downs, Inc.

- MTR Gaming is a public company traded on the NASDAQ exchange;
- The Company maintains financial records in accordance with generally accepted accounting principles “GAAP”;
- The Company issued its annual financial statements for 2011 and has received an unqualified opinion;
- The Company maintains a system of internal control to monitor compliance with regulatory requirements and effectiveness of internal controls over financial reporting (Sarbanes-Oxley requirements).

Number of Gaming Devices

- **Currently in Operation:**
  - **Slot Machines = 2,031**
  - **Table Games = 53**
    - **44 banked and 9 non-banked**

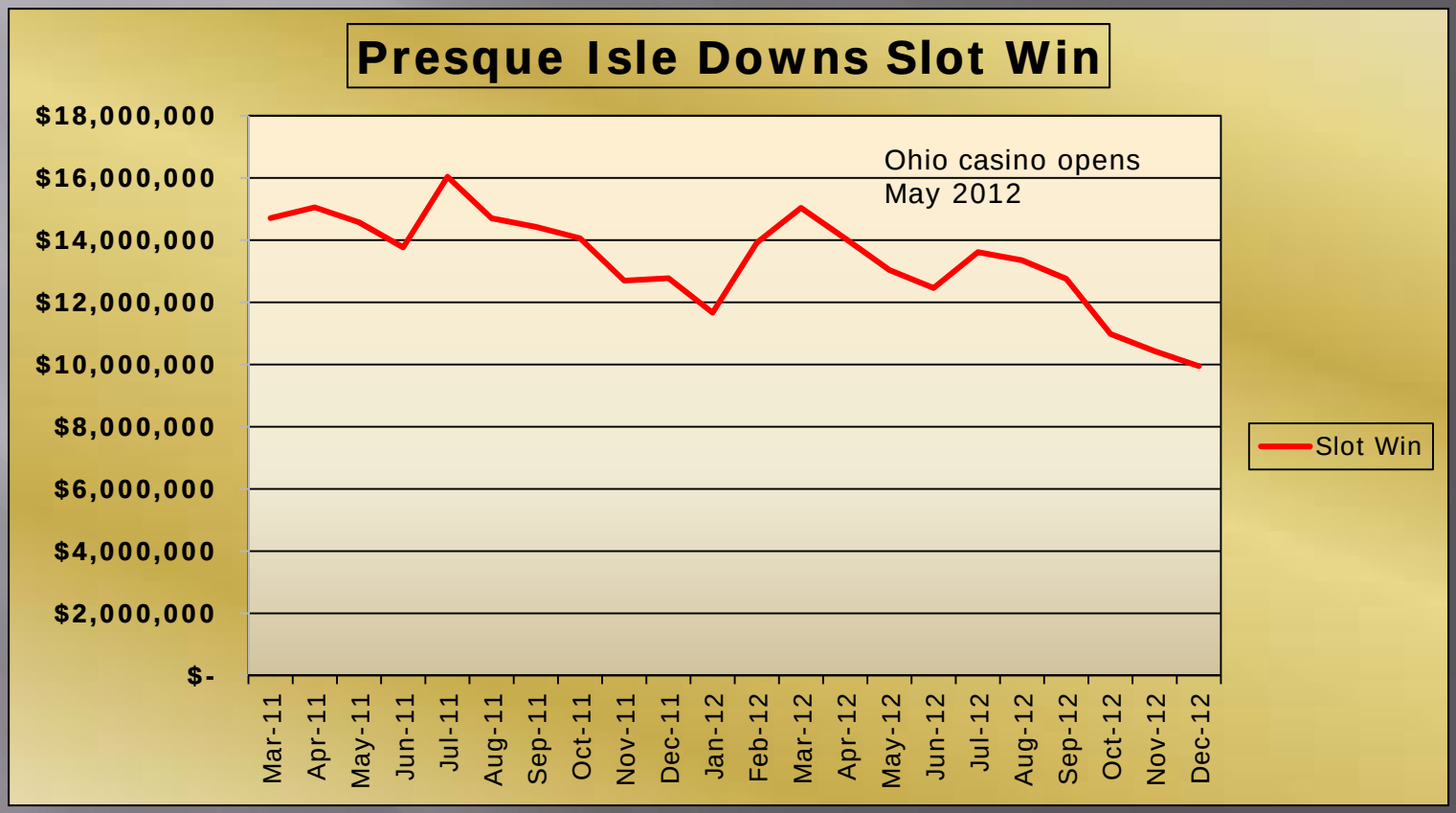
Gaming Revenue

Slots		Coin In	Win	% Inc/(Dec)
	2007	$ 1,629,542,778	$ 141,944,790	
	2008	2,027,746,723	164,475,937	16%
	2009	2,123,589,231	166,701,204	1%
	2010	2,262,613,582	170,387,248	2%
	2011	2,220,700,619	167,449,394	-2%
	2012	1,957,412,804	151,263,191	-10%
	Total	$ 12,221,605,737	$ 962,221,764	

Ohio casino opened May 2012

Table Games		Drop	Win	
	2010-2Qtrs	$ 56,193,443	$ 9,830,182	
	2011	107,601,779	20,443,797	108%
	2012	85,642,902	16,719,452	-18%
	Total	$ 249,438,124	$ 46,993,431	

Gaming Revenue



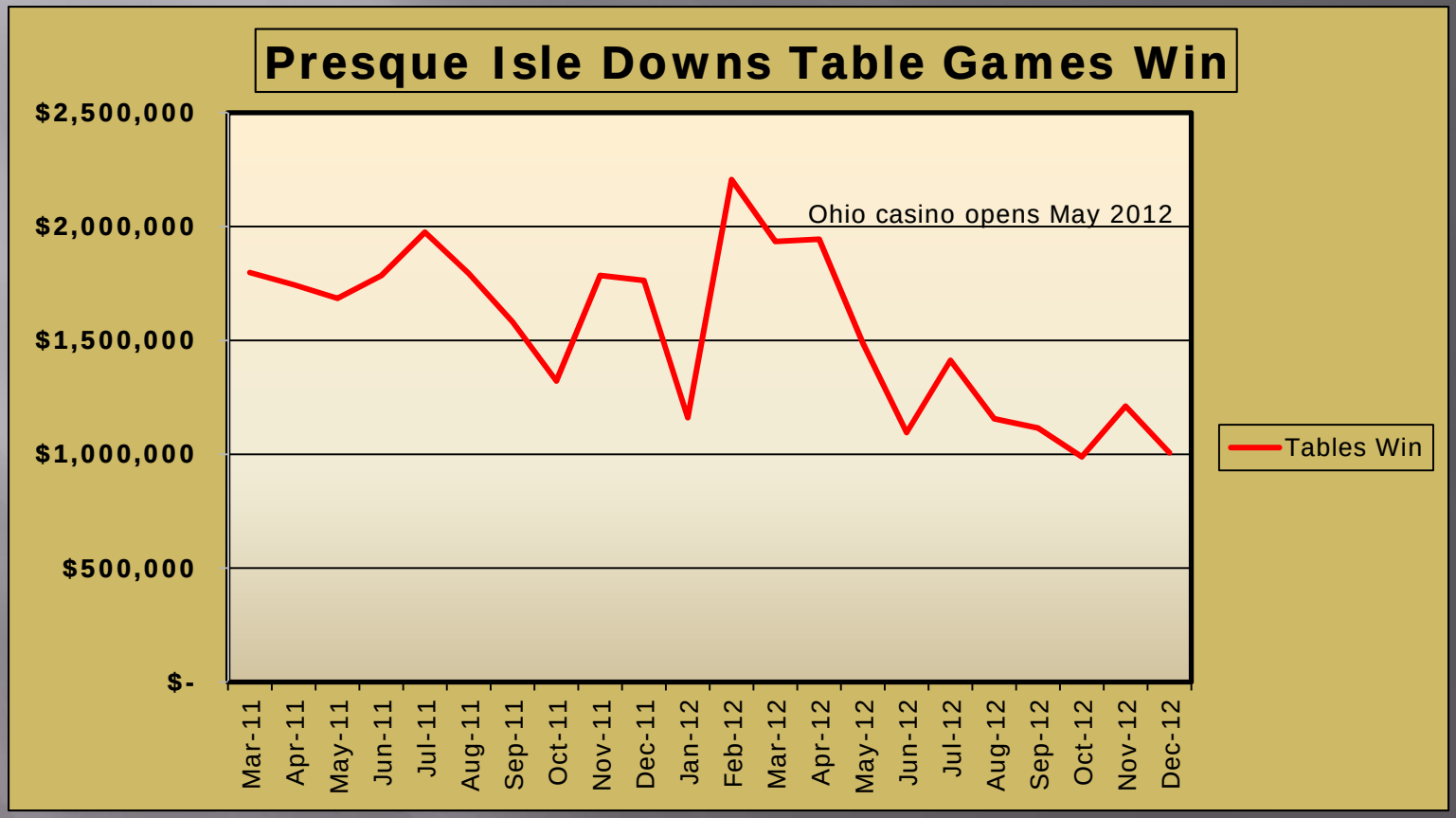
Gaming Revenue

Slot Win

	June	July	August	September	October	November	December	Total
2012	$ 12,462,416	$ 13,615,630	$ 13,351,732	$ 12,754,825	$ 10,982,664	$ 10,430,291	$ 9,947,807	$ 83,545,365
2011	13,767,615	16,038,155	14,703,939	14,428,969	14,060,680	12,698,190	12,776,933	98,474,481
$ Var	$ (1,305,199)	$ (2,422,525)	$ (1,352,206)	$ (1,674,144)	$ (3,078,015)	$ (2,267,899)	$ (2,829,126)	$ (14,929,116)
% Var	-9.5%	-15.1%	-9.2%	-11.6%	-21.9%	-17.9%	-22.1%	**-15.2%**

WPU	June	July	August	September	October	November	December	Total
2012	$ 201	$ 216	$ 212	$ 209	$ 174	$ 171	$ 158	$ 192
2011	222	250	229	232	219	204	199	222
$ Var	$ (21)	$ (34)	$ (17)	$ (23)	$ (45)	$ (33)	$ (41)	$ (30)
% Var	-9.3%	-13.5%	-7.5%	-9.9%	-20.4%	-16.3%	-20.6%	**-13.5%**

Gaming Revenue

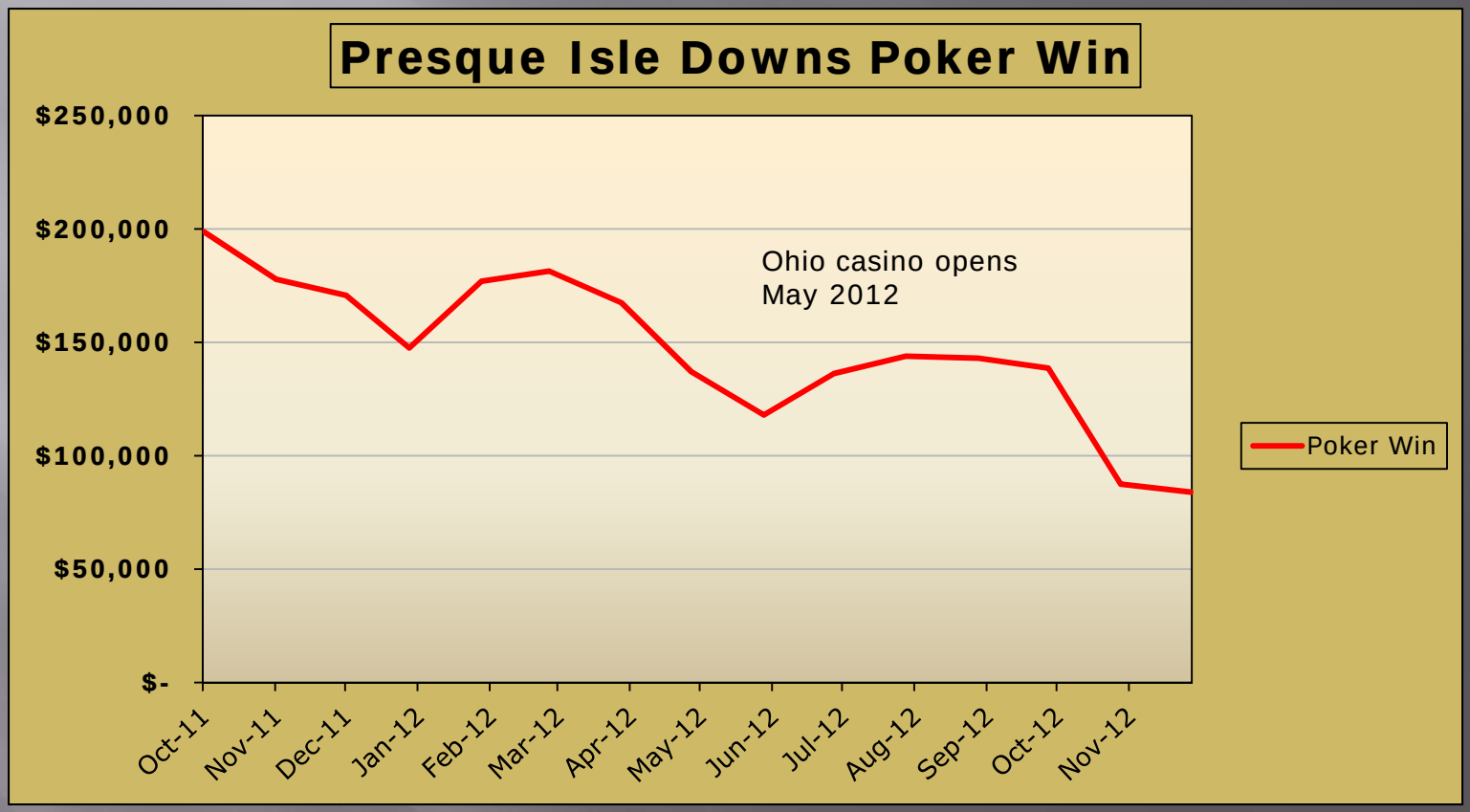


Gaming Revenue

Table Games Win	June	July	August	September	October	November	December	Total
2012	$ 1,095,317	$ 1,412,587	$ 1,155,795	$ 1,115,557	$ 988,587	$ 1,211,298	$ 1,006,926	$ 7,986,066
2011	1,784,247	1,975,131	1,794,059	1,581,424	1,321,952	1,785,201	1,763,029	12,005,041
$ Var	$ (688,930)	$ (562,544)	$ (638,264)	$ (465,867)	$ (333,365)	$ (573,903)	$ (756,104)	$ (4,018,976)
% Var	-38.6%	-28.5%	-35.6%	-29.5%	-25.2%	-32.1%	-42.9%	**-33.5%**

WPU	June	July	August	September	October	November	December	Total
	$		$	$	$	$		$
2012	830	$ 1,036	847	845	725	918	$ 738	848
2011	1,352	1,448	1,315	1,198	969	1,352	1,293	1,275
	$	$	$	$	$	$	$	$
$ Var	(522)	(412)	(468)	(353)	(244)	(434)	(555)	(427)
% Var	-38.6%	-28.5%	-35.6%	-29.5%	-25.2%	-32.1%	-42.9%	**-33.5%**

Gaming Revenue



Gaming Revenue

Poker Rake	June	July	August	September	October	November	December	Total
	$	$	$	$	$	$	$	$
2012	118,035	136,207	143,891	143,006	138,616	87,472	83,969	851,196
2011					198,758	177,761	170,732	547,251
	$	$	$	$	$	$	$	$
$ Var	118,035	136,207	143,891	143,006	(60,142)	(90,289)	(86,763)	303,945
% Var					-30.3%	-50.8%	-50.8%	**55.5%**

WPU	June	July	August	September	October	November	December	Total
	$	$	$	$	$	$	$	$
2012	437	488	516	530	497	324	301	442
2011					762	658	612	676
	$	$	$	$	$	$	$	$
$ Var	437	488	516	530	(265)	(334)	(311)	(234)
% Var					-34.8%	-50.8%	-50.8%	**-34.6%**

Poker opened 10/3/11

Gaming Revenue

- Further market impact is anticipated with the opening of Thistledown racino.
- Thistledown is located in North Randall, Ohio, approximately 97 miles from Presque Isle Downs and will add 1,000 VLT units to the market in April 2013 upon their opening.
- We are also anticipating the opening of two additional racinos in Ohio in 2014 and 2015.

Slot Machines

Slots MFG	2012 YTD WPU	Current Count	After Petition Count	Unit Reduction	Reduction by MFG Count
Ainsworth	308	6	6	0	0
Aristocrat	186	133	123	-10	14
Bally	357	395	337	-58	27
* IGT	190	857	729	-128	151
Konami	216	131	121	-10	5
Lightning	313	4	4	0	0
WMS	146	505	400	-105	114
		2,031	1,720	-311	311

* IGT includes Game Kings

Slot Machines

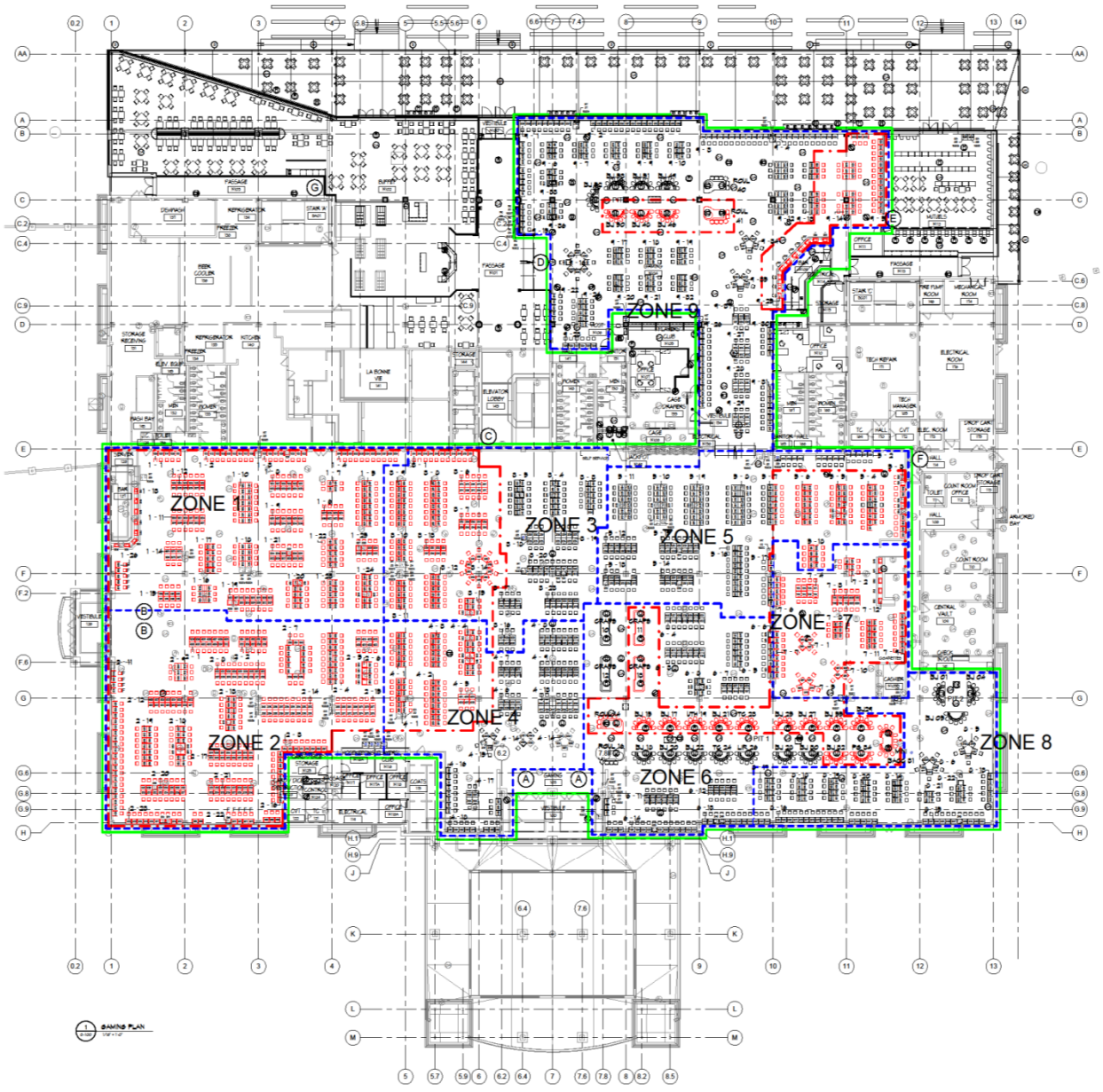
Of the 151 IGT slot machines being removed 12 are Game King Machines	
6 units - $.25/$.50/$1 2012 YTD WPU $ 97	6 units - $1/$2/$5 2012 YTD WPU $ 44
12 units that are being kept All 12 are $.25/$.50/$1 2012 YTD WPU $ 277	

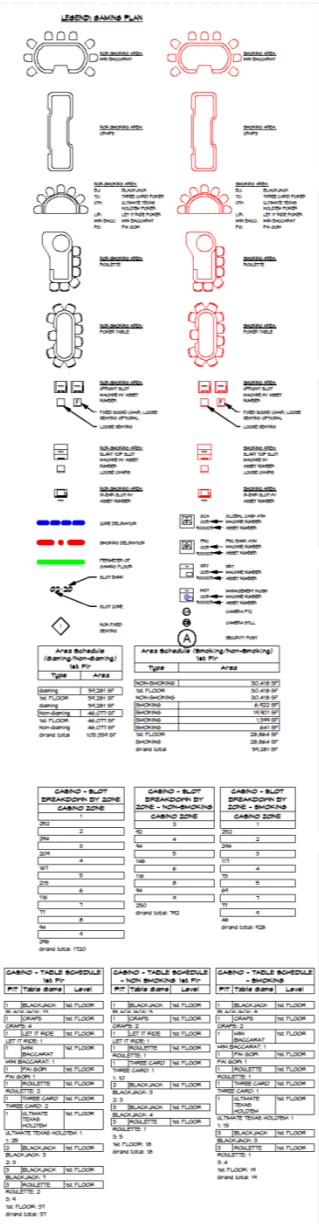
Slot Machines

Slots Zone	2012 YTD WPU	Current Count	After Petition Count	Unit Reduction
1	303	300	252	-48
2	294	328	294	-34
3	250	236	209	-27
4	235	183	167	-16
5	215	253	215	-38
6	122	150	116	-34
7	262	67	77	10
8	52	174	94	-80
9	127	340	296	-44
		2,031	1,720	-311

Number of Gaming Devices

- **Proposed Gaming Devices:**
  - **Slot Machines = 1,720**
  - **Table Games = 46**
    - **37 banked and 9 non-banked**





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PROPOSED CASINO EXPANSION

REVISIONS

No.	Date	Description
13	10/24/12	PA GAMING COMM. SUBM. OP-15
12	10/08/12	PA GAMING COMM. SUBM. OP-14
11	09/07/12	PA GAMING COMM. SUBM. OP-13
10	05/18/12	PA GAMING COMM. SUBM. OP-12
9	08/09/11	PA GAMING COMM. SUBM. OP-11/9
8	04/21/11	PA GAMING COMM. SUBM. OP-11/95
7	04/11/11	PA GAMING COMM. SUBM. OP-11/95
6	04/11/11	PA GAMING COMM. SUBM. OP-11/95
5	01/31/11	PA GAMING COMM. SUBM. OP-10
4	09/20/10	PA GAMING COMM. SUBM. OP-9
3	08/16/10	PA GAMING COMM. SUBM. OP-8
2	07/28/10	PA GAMING COMM. SUBM. OP-7
1	06/08/10	FINAL PA GAMING COMM. SUBM.

DRAWING TITLE:
GAMING PLAN

DRAWN BY: gx
DATE: 10/24/12
SCALE: As indicated
DRAWING NO. G-100
PROJECT NO. 09070
OP-15 Phase 3