

Public Disclosure Section
Business Entity, Class A, Class B, Supplier, Applicants and Licensees

Instructions: All applicants for licensure and all licensees are required to fully and completely supply all information concerning the applicant or licensee, his/her/its products, service or gambling enterprises and his/her/its business holdings requested by this form even though much of the information requested may have been previously disclosed in the application. Where the answer may be derived or ascertained from the business records of the applicant or licensee, the applicant or licensee may attach such records as exhibits and reference the exhibits in the corresponding answer. This form will be used by the Missouri Gaming Commission to comply with the provisions of the gaming law requiring public disclosure of this information to any person upon request. Each applicant and licensee has a continuing obligation to update and supplement the information contained in this form. Portions of the form may not apply to each applicant and licensee; however, each applicant and licensee is instructed to complete all sections of the form that apply.

Submit the original and one (1) copy of your responses together with the public disclosure verification as a separate attachment to the Application for the following requests:

1. State the name, business address and business telephone number of the applicant or licensee.

Paragon Gaming Missouri, LLC
6650 Via Austi Parkway, Suite 150
Las Vegas, NV 89119
Ph: 702.631.5161

2. State whether the applicant or licensee is a sole proprietor, unincorporated association, limited partnership, general partnership, corporation, limited liability company, holding company, holding company, trust or other business entity. If the applicant or licensee is not an individual, provide information on the state of incorporation or registration, a list of the corporate officers, the identity of all shareholders or participants and the percent of their interest. If an applicant or licensee has a pending registration statement filed with the Securities Exchange Commission, the names of those persons or entities holding interest must be provided.

Applicant - Paragon Gaming Missouri, LLC is a limited liability company in the State of Nevada
Ownership: Diana Bennett (46.7%), Scott Menke (46.7%), Loretta T. Avant (3%), John Cahill (0.8%), Robert Sigler (1%)
Officers: Scott Menke and Diana Bennett

3. State whether the applicant or licensee or applicant's or licensee's spouse or children has an equity interest in any business. If so, identify and describe any business, including, if applicable, the state of incorporation or registration. If applicant or licensee is a corporation, partnership or other business entity, state and identify any other corporation, partnership or business entity in which it has an equity interest, including, if applicable, the state of incorporation or registration. This information need not be provided by a corporation, partnership or other business entity that has a pending registration statement filed with the Federal Securities and Exchange Commission.

No, N/A



4. State whether the applicant or licensee has been indicted, convicted, pleaded guilty or nolo contendere, or forfeited bail concerning any criminal offense under the laws of any jurisdiction, either felony or misdemeanor, except for traffic violations. If so, include the date, the name and location of the court, arresting agency and prosecuting agency, the case number, the offense, the disposition and the location and length of incarceration.

No, N/A

5. State whether the applicant or licensee has had any license or certificate issued by a licensing authority in this state or any jurisdiction denied, restricted, suspended, revoked or not renewed and a statement describing the facts and circumstances concerning the denial, restriction, suspension, revocation or non-renewal, including the licensing authority, the date each action was taken and the reason for each such action.

No, N/A

6. State whether the applicant or licensee has ever filed or had filed against it a proceeding in a bankruptcy or has ever been involved in any formal process to adjust, defer, suspend or otherwise work out the payment of any debt including the date of filing, the name and location of the court, the case and number of the disposition.

No, N/A

7. State whether the applicant or licensee has filed, or been served with a complaint or other notice filed with any public body, regarding the delinquency in the payment of, or a dispute over the filings concerning the payment of, any tax required under federal, state or local law, including the amount, type of tax, the taxing agency and the time periods involved.

No, N/A

8. State the names and titles of all public officers or officers of any unit of government, and relatives of those public officials or officers who, directly or indirectly, own any financial interest in, have any beneficial interest in, are the creditors of or hold any debt instrument issued by, or hold or have any interest in any contractual or service relationship with the applicant or licensee.

No, N/A

9. State whether the applicant or licensee has made, directly or indirectly, any political contribution, or any loans, donations or other payments of one hundred dollars (\$100) or more, to any candidate or office holder, within five (5) years from the date of filing this form, update or supplement. Specify to whom the payment was made, the amount of the payment and the method of payments.

No, N/A



10. State the name, business address, and business telephone number of the legal counsel, if any, representing the applicant or licensee in matters before the commission.

James B Deutsch, attorney
308 East High Street, Ste 301
Jefferson City, MO 65101
(573)-634-2500

11. If an applicant for or holder of a Class A or Class B license, provide a description of any proposed or approved riverboat gaming operation. Include in this description:

- (A) A description of the boat specifying total square footage and identifying non-gaming area and gaming area square footage;
- (B) The location of the riverboat gaming operation. Specify the home dock city or county and identify the exact location within the dock city or county where the excursion gambling boat and the other proposed related facilities will be located or actual related facilities are located;
- (C) A statement describing the applicant's proposed and licensee's actual land based economic development;
- (D) A statement specifying the economic impact of this project, including:
 - (1) Applicant's anticipated or licensee's actual number of employees;
 - (2) Applicant's projected or licensee's actual monthly admissions;
 - (3) Applicant's projected or licensee's actual projection cost;
 - (4) Applicant's projected or licensee's actual monthly adjusted gross receipts;
 - (5) Applicant's projected or licensee's actual tax revenues to the home dock city or county and to the state, and
 - (6) Applicant's proposed or licensee's actual revenue sharing plans;
- (E) An affirmative action plan. Include in this plan:
 - (1) A statement regarding compliance with federal and state affirmation action guidelines;
 - (2) A statement regarding minority ownership;
 - (3) A statement regarding women ownership;
 - (4) A statement regarding minority contracting;
 - (5) A statement regarding women contracting;
 - (6) A statement regarding minority recruiting, hiring and training for all employment classifications;
 - (7) A statement regarding women recruiting, hiring and training for all employment classifications;
- (F) Attach all resolutions adopted by the home dock city or county supporting or opposing your docking and/or land-based economic development or impact plan.

see attached

12. If an applicant for or holder of a supplier's license, provide a description of the product(s) or service(s) to be supplied within the state.

N/A



(D) A statement specifying the economic impact of this project, including:

(1) Applicant's anticipated or licensee's actual number of employees;
Estimated to be approximately 1000 jobs

(2) Applicant's projected or licensee's actual monthly admissions;
Based on Innovation report approximately 110,000 admissions are estimated monthly in Year 1.

(3) Applicant's projected or licensee's actual projection cost;
Phase 1 Total Development Cost – \$107 million
Phase 2 – \$300+ million

(4) Applicant's projected or licensee's actual monthly adjusted gross receipts;
TBD

(5) Applicant's projected or licensee's actual tax revenues to the home dock city or county and to the state, and
State Gaming taxes are estimate to be \$20,451,634 in Yr 1.
Local home dock city share: TBD

(6) Applicant's proposed or licensee's actual revenue sharing plans;
TBD

(E) An affirmative action plan. Include in this plan:

- (1) A statement regarding compliance with federal and state affirmation action guidelines;
- (2) A statement regarding minority ownership;
- (3) A statement regarding women ownership;
- (4) A statement regarding minority contracting;
- (5) A statement regarding women contracting;
- (6) A statement regarding minority recruiting, hiring and training for all employment classifications;
- (7) A statement regarding women recruiting, hiring and training for all employment classifications;

The Sugar Creek Casino intends to take action to ensure that employment practices are free of discrimination. The company is committed to achieving excellence through a diverse workforce. The company does not discriminate on the basis on the basis of race, color, age, religion, national origin, sexual orientation, marital status, disability or the status of a U.S. veteran.

Women and all minorities will be highly encouraged to apply all employment opportunities.

- In regards to an employment plan, the company will intend to attract suitable applicants in a variety of ways.
- The company will advertise for positions in local newspapers, periodicals or other types of employment magazines



- Again, while not comprising a large percentage of the total, the company may utilize resources of a recruiting company to fill some of the positions.
- The company may utilize job fairs to attract other talented individuals to our company.
- The company will have a website as the project moves ahead, we would envision utilizing the website as a means for advertising via the Internet in order to seek and indentify potential employees. Also, we may utilize other web based resources to locate appropriate potential candidates or even other emerging technology.

Also, certain initial training courses to be offered will specifically address discrimination, appropriate actions and company policies. These topics will be addressed during training courses entitled company orientation, sexual harassment, customer service and supervisor training.

While the above information provides an outline of the initial employment plan, the overriding issue will be finding the employees that possess the right attitude, desire, and skill set to prosper in the entertainment industry. The company is looking to hire the right people and discrimination is not an option or consideration. As the facility is opened and operating we will be reviewing the staff and determining our complianc and parity by race and sex for the job categories within the region. The company will comply with all State and federal equal opportunity laws and requirements.

(D) Attach all resolutions adopted by the home dock city or county supporting or opposing your docking and/or land-based economic development or impact plan.

To be supplemented at a later date.



Question 11:

- (A) A description of the boat specifying total square footage and identifying non-gaming area and gaming area square footage;
will feature the following in the first phase:
- a. a 55,200 sq. ft. single-level, gaming floor housing 1,200 slot machines, 30 table games and a 10 table poker room.
 - b. a 200 seat buffet, a 90 seat café and a food court
 - c. a 75 seat sports bar and a 50 seat themed bar
 - d. a 125 seat cabaret lounge
 - e. approximately 2,100 sq. ft. of retail
 - f. a 1,000 vehicle paved parking area
- (B) The location of the riverboat gaming operation. Specify the home dock city or county and identify the exact location within the dock city or county where the excursion gambling boat and the other proposed related facilities will be located or actual related facilities are located;

The development site is located in the northeast portion of the Kansas City metro area, just south of the intersection of Highway 290 and the Missouri River.

Approximate Address: 3001-3199 Missouri 291, Sugar Creek, Jackson County, Missouri

- (C) A statement describing the applicant's proposed and licensee's actual land based economic development;

The estimated economic impact of the construction phase and annual operations of the proposed new Sugar Creek is significant for the City of Sugar Creek, Jackson County and the State of Missouri. The Innovation Group conducted a market analysis and economic impact study for the Sugar Creek project.

The company has projected the ongoing operation of the proposed casino resort to create approximately 1,000 jobs casino entertainment positions in the first phase (as further illustrated by Exhibit 58) and require over \$22.6-million annually in salaries, wages and benefits. These positions would be considered to be permanent casino entertainment positions.

As reported by Innovation, sales, gaming, property and state income taxes will generate an estimated \$ 27.3 million on an annual basis from the new casino.

However, it is important to remember that this discussion and disclosure merely considers Phase I activity and as the mixed-use space is developed the economic spin will generate even greater multiples of activity.



Public Disclosure Verification

State of NV

County of CLARK

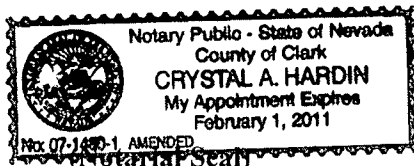
} SS

I, SCOTT MENKE, being first duly sworn upon oath or affirmation, depose and state:

1. I am the applicant or licensee submitting this Public Disclosure Section.
2. I personally supplied the information contained in this form.
3. I swear (or affirm) that the information contained in this form is true, complete and accurate to the best of my knowledge and belief.
4. I understand and agree that the Public Disclosure Form will be provided to any member of the public who requests this information from the Missouri Gaming Commission. I further understand my continuing obligations to update and supplement this form if any of the information provided changes.
5. I swear that I have read and agree to abide by the terms of the Riverboat Gaming Act and any rules promulgated by the commission, including any emergency rules and proposed rules.

Scott Menke
(Individual's Signature)

Subscribed and sworn to before me this 1st day of September, 2010



Crystal Hardin
(Notary Public)

My commission expires: 2-1-2011

Notary Public in and for the County of CLARK

State of Nevada

