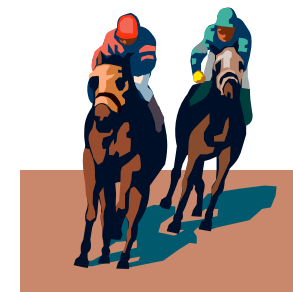


A SOLUTION FOR PROBLEM GAMBLING PRACTICAL AND PATENTED



REGIS CONTROLS PTY LTD

REGIS

Responsible Electronic Gaming Internet System

Features

- Limits amount gambled
- Bans minors
- Stops credit card betting
- Provides totally secure transactions
- Guarantees player's privacy
- Identified and authenticates the player and provider
- Operates for poker machines, casinos and electronic gaming
- Records transactions & provides an audit trail
- Allows loyalty schemes (voluntary)
- Complies with Government transaction reporting

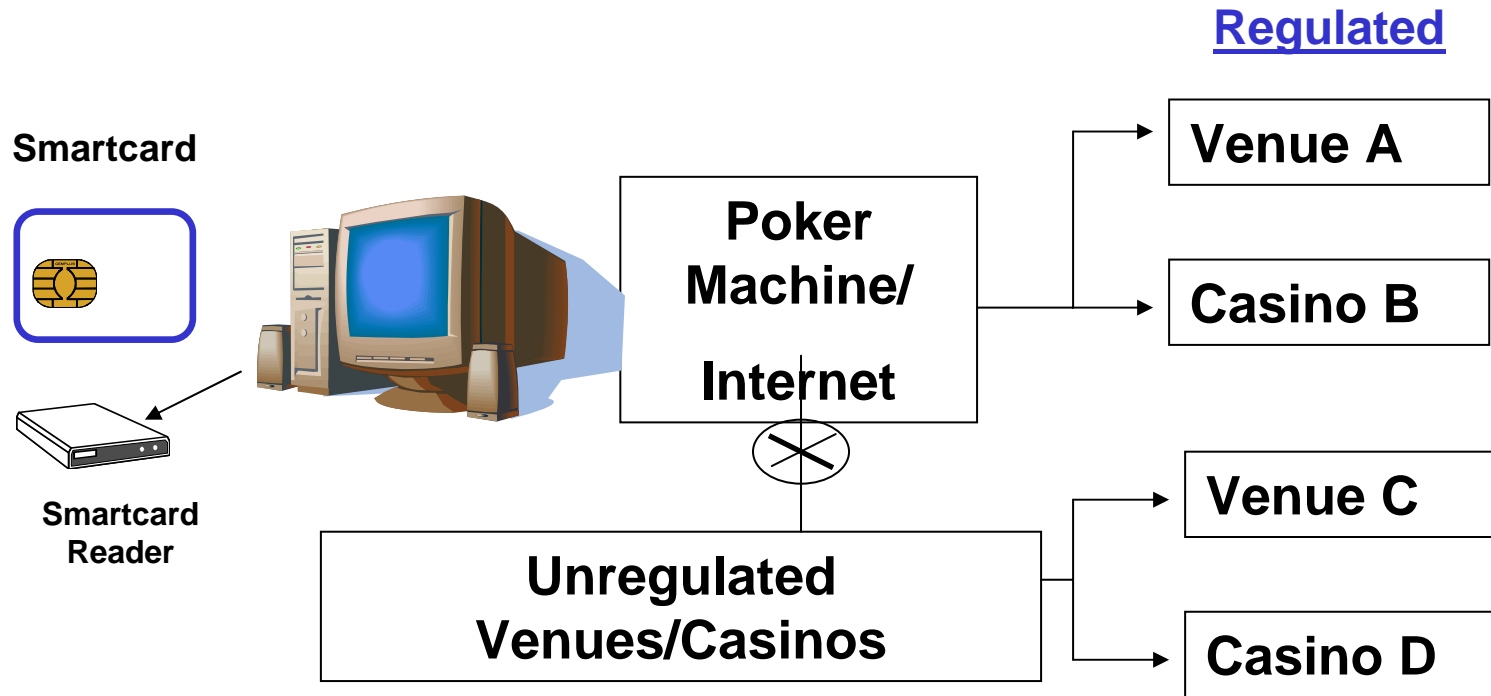
BACKGROUND TO REGIS

REGIS CONTROLS PTY LTD

- 3 Australian organisations combined
 - 📄 Automation/Robotics
 - 📄 Smartcards
 - 📄 Communications and security

- Original Patent lodged Nov 1998
- Provisional Patent - covering Regulation granted 2000 (Australia and NZ. UK in 2001.
- Company formed in 2000 - REGIS (responsible electronic gaming internet system)

HOW DOES THE SYSTEM WORK



online gamblers need
A smartcard

Issued by Regulatory
Authority

Live venue
Gamblers need
A Smartcard

FUNCTIONS OF THE SMARTCARD

Live venue/Online function

- Identify and authenticate player as the cardholder (pin)
- Identify and authenticate regulated venue/casino
- Operates cash only (not credit) for gambling
- Secure end-to-end encryption (3xDES)
- Limits amount spent in ALL venues/forms of gambling

Live and online functions

- Limit amount gambled per month
 - 📄 Via internet/broadband
 - 📄 Via poker machines
 - 📄 Via live casinos
- Membership (voluntary)
- loyalty system (voluntary)



WHAT DOES THE PLAYER DO?

1. Individual applies to any regulated venue or casino
2. Venue/Casino checks application and submits to Regulatory Authority
 - Proof of age
 - Monthly limit
 - Proof of identity
3. Monthly limit (Government established guidelines)
 - Similar to credit check
 - ▢ Calibration
 - ▢ Self regulation
 - ▢ Other methods
4. Scheme operator issues card (paid for by gambling industry)
 - Personalised smart card & key ring reader (latter if requested)
 - Pin (separately)
 - Instructions and monthly limit
5. Player participates at venue and/or online



POLICY ISSUES FOR GOVERNMENTS

- What forms of gambling are covered?
- Who sets policy on limits and how?
- Coordination across jurisdictions?
- Regulation of gambling/money laundering (as per banking industry?)
- Compliance with legislation?

BENEFITS OF A REGULATED PROBLEM GAMBLING SYSTEM

- No cost to government (outsourced system)
- Assists problem gamblers
- Bans under age gamblers
- Compatible with banks and gambling organisation strategies
- Gambling industry funds national infrastructure
- Establishes Australia as the leader in regulating live AND internet gambling

NEXT STEPS FOR REGULATION SYSTEM - REGIS

- Trial of system in a country town
- Further discussions with Australian Governments
- Discussions with major IT companies and banks positive
- Funding for full system development being sought
- International discussions proceeding

WHY REGIS?

- Full patents granted in Australia, New Zealand and UK
- Extensive research undertaken
- Solution tested in Melbourne and Sydney
- Major IT companies keen to participate