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NEWS RELEASE

Jackpot Agrees to Terms of Non-Convertible Secured Debentures

VANCOUVER, BRITISH COLUMBIA. August 4, 2015 – **Jackpot Digital Inc.** (formerly Las Vegas From Home.com Entertainment Inc.) (the “Company” or “Jackpot”) (TSX-V: JP) (US OTC Pink Sheets: JPOTF) (Frankfurt & Berlin Exchanges: LVH). Further to the Company’s News Release dated July 2, 2015, the Company is pleased to announce that the initial payment due to Multimedia Games Inc. (“MultiMedia”) under the Asset Purchase Agreement dated June 30, 2015, as amended on July 31, 2015, (the “APA”) will be paid as to US\$2,000,000 in cash on Closing and the balance through an earn-out formula which may increase the consideration payable to MultiMedia up to US \$7,500,000. The Company is also pleased to announce that it has agreed to issue two non-convertible secured debentures (“Debentures”) for an aggregate principal amount of US\$2,500,000, of which the principal amount of US \$2,250,000 will be advanced to the Company by 87 Capital Corporation (“87 Capital”), an arm’s length party, and the principal amount of US\$250,000 will be advanced to the Company by 30 Rock Management Inc. (“30 Rock”), a corporation owned by the Company’s President & CEO, Mr. Jake Kalpakian. Mr. Kalpakian directly and indirectly owns and has control over 2,840,942 common shares of the Company. The Company has agreed to issue the debentureholders an aggregate of 7,500,000 bonus warrants, each bonus warrant entitling the holder to purchase one common share at a price of \$0.20 per share for a period of five years.

Of the US \$2,500,000 that will be raised under the Debentures, the amount of US \$2,000,000 will be used for the initial payment to MultiMedia in respect to the acquisition of the PokerTek Business Unit of Multimedia, and the amount of US \$500,000 will be utilized for the Company’s general working capital.

The principal terms of the Debentures are as follows:

- the Company will have the right to prepay all or part of the outstanding principal amounts of the Debentures together with accrued interest at any time, without any penalty, prior to the maturity date.
- from time-to-time, as prepayment of the principal amount and accrued interest owing under the Debentures, the Company will pay the debentureholders approximately 37% of the net

proceeds received by the Company from the issuance of any equity securities of the Company.

- the Debentures will be secured by a charge over all of the Company's assets.
- the Debentures will mature three years from the date of issue and will bear interest at the rate of 10% per annum payable on a quarterly basis.
- the Company will pay 87 Capital 45% of the net revenues from the Company's electronic table business unit (the "87 Capital Royalty") for a period of 5 years (the "Royalty Term"), and the Company will pay 30 Rock 5% of the Net Revenues from the Company's electronic table business unit (the "30 Rock Royalty") during the Royalty Term. The Company's electronic table business unit which is being acquired from MultiMedia under the APA, develops, manufactures and markets electronic table games and related products to casinos, cruise lines, racinos and card clubs and will be offered on two electronic table gaming platforms, namely PokerPro for Poker and ProCore for Blackjack and Baccarat. The Company's electronic table business unit does not include the Company's wireless products.
- in the event that the Company prepays the entire principal amount of the Debentures together with accrued interest at any time up to the first anniversary of the date of issue of the Debentures, the Company will have the right to pay 87 Capital the sum of US \$900,000 so that the amount of the 87 Capital Royalty will be capped at US \$5,400,000 (the "Capped 87 Capital Royalty"), and the Company will have the right to pay 30 Rock the sum of US \$100,000 so that the amount of the 30 Rock Royalty will be capped at US \$600,000 (the "Capped 30 Rock Royalty"). In such an event the Capped 87 Capital Royalty shall be payable as follows: 45% of the Net Revenues from the Company's electronic table business unit during the first year of the debenture and thereafter, 6.75% of the Net Revenues from the Company's electronic table business unit until the date that 87 Capital has been paid an aggregate of US \$5,400,000 and, the Capped 30 Rock Royalty shall be paid as follows: 5% of the Net Revenues from the Company's electronic table business unit during the first year of the debenture and thereafter, 0.75% of the Net Revenues from the Company's electronic table business unit until the date that 30 Rock has been paid an aggregate of US \$600,000.
- within a period of 30 days from the date of issuance of the Debentures, the Company will have the right to prepay the entire principal amount and accrued interest plus an additional US \$250,000 to the debentureholders. In such an event the exercise price of the 7,500,000 bonus warrants issued to the debentureholders will be repriced to an exercise price of \$0.05 cents per common share, and the total Royalties payable to the debentureholders will be reduced to 2% of the Net Revenues received from the Company's electronic table business unit for the balance of the Royalty Term.

There are no finder's fees payable to any party in respect to this transaction.

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(formerly Las Vegas From Home.com Entertainment Inc.)

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About Jackpot Digital Inc. (formerly Las Vegas From Home.com Entertainment Inc.)

Since 1999, Jackpot has been a reputable provider of innovative gaming software offering a multitude of multiplayer games, including poker and casino, and is committed to bringing an enjoyable experience to players and delivering great results to operators. Our lengthy track record in gaming software development, financial accountability, and cardroom operations have made us one of the leading software developers in the industry.

For more information on the Company, please contact Jake H. Kalpakian, President, at (604) 681-0204 ext 6105, or visit the Company's website at www.jackpotdigital.com.

On behalf of the Board of
Jackpot Digital Inc.

“Jake H. Kalpakian”

Jake H. Kalpakian
President & CEO

Statements in this news release which are not historical facts are “forward-looking statements” that involve risks and uncertainties. The reader is cautioned not to place undue reliance on forward-looking statements.

Trading in the securities of the Company should be considered speculative.

The TSX Venture Exchange has neither approved nor disapproved the contents of this news release.

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this news release.

This news release contains forward-looking information that involve various risks and uncertainties regarding future events. There are numerous risks and uncertainties that could cause actual results and the Company's plans and objectives to differ materially from those expressed in the forward-looking information. Actual results and future events could differ materially from those anticipated in such information.