

Symbols: JP.TSX Venture Exchange JP.WT - TSX Venture Exchange JPOTF.OTCQB LVH1. Frankfurt & Berlin Stock Exchanges

## **NEWS RELEASE**

## Class II Classification Opens New Markets for Jackpot Blitz<sup>TM</sup>

Vancouver, British Columbia – July 19, 2018 – Jackpot Digital Inc. (the "Company" or "Jackpot") (TSX-V: JP) (TSX-V: JP.WT) (US OTCQB: JPOTF) (Frankfurt & Berlin Exchanges: LVH1) The Company is pleased to announce that at the Company's request, the National Indian Gaming Commission ("NIGC") has issued a Game Classification Opinion (the "Opinion") stating that its Jackpot Blitz<sup>TM</sup> Electronic Table Game ("ETG") with Texas Hold'em satisfies the requirements as a Class II game, allowing Jackpot to pursue placements of the Company's Jackpot Blitz<sup>TM</sup> ETG with an additional 75 tribal gaming operations ("TGOs") across the United States.

In the United States, tribal gaming is regulated under the Indian Gaming Regulatory Act ("IGRA") and the NIGC. Under the IGRA, tribal gaming operations and games are divided and defined as Class I, Class II, and Class III gaming:

- Class I social games paid solely for prizes or minimal value or traditional forms of Indian gaming
- Class II bingo, other games similar to bingo, and various card games provided they are not banked card games
- Class III all other forms of gaming that are not class I gaming or class II gaming

According to the NIGC, as of 2016 there were 75 TGOs authorized to only offer Class II gaming only and 317 authorized to offer both Class II and Class III gaming. The Opinion now allows the Company to sell or lease the Jackpot Blitz<sup>™</sup> ETG to these 392 TGOs authorized for Class II gaming across the United States.

The Opinion stipulates that Jackpot Blitz<sup>™</sup> Texas Hold'em would be considered a Class II game so long as it is played in a state which satisfies the requirements of 25. U.S.C 2703(7)(A)(ii) (I) or (II) of the IGRA and is not in violation of any US federal communications laws. The Opinion will be posted to the NIGC website (<u>https://www.nigc.gov/general-counsel/game-classification-opinions</u>) in due course.

Mr. Jake Kalpakian, President and CEO states, "This is a very positive development for the Company, as tribal gaming represent a terrific market opportunity for Jackpot Blitz<sup>TM</sup>. Designed to increase efficiency and profitability of a poker or table games operation, many tribal casinos have expressed interest in Jackpot Blitz<sup>TM</sup> for their small to medium size table game operations. Jackpot Blitz<sup>TM</sup> has the

potential to increase their poker revenues and decrease their costs, significantly impacting their bottom line. We are really excited about this development and thank the NIGC for their consideration on this matter."

## **About Jackpot Digital Inc.**

Jackpot Digital Inc. is a leading electronic table games manufacturer and mobile gaming provider for the cruise ship industry and regulated casino industry. The Company specializes in multiplayer gaming products, including poker and casino games, which are complemented by a robust suite of backend tools for operators to efficiently control and optimize their gaming business.

For more information on the Company, please contact Jake H. Kalpakian, President and CEO, 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

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.

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