



# **FORM 8-K**

## **STATION CASINOS INC - STN**

**Filed: July 28, 2009 (period: July 28, 2009)**

Report of unscheduled material events or corporate changes.

# Table of Contents

[8-K - 8-K](#)

[Item 1.01](#) [Entry into a Material Definitive Agreement](#)

[Item 1.03](#) [Bankruptcy or Receivership](#)

[Item 2.04.](#) [Triggering Events that Accelerate or Increase a Direct Financial  
Obligation or an Obligation under an Off-Balance Sheet Arrangement](#)

[Item 9.01](#) [Financial Statements and Exhibits](#)

[EX-10.1 \(EX-10.1\)](#)

[EX-99.1 \(EX-99.1\)](#)

---

---

**SECURITIES AND EXCHANGE COMMISSION**  
WASHINGTON, D.C. 20549

---

**FORM 8-K**

**CURRENT REPORT  
PURSUANT TO SECTION 13 OR 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934**

Date of Report (Date of earliest event reported): **July 28, 2009**

**STATION CASINOS, INC.**  
(Exact name of registrant as specified in its charter)

**Nevada**  
(State or other jurisdiction  
of incorporation)

**000-21640**  
(Commission  
File Number)

**88-0136443**  
(I.R.S. Employer  
Identification No.)

**1505 South Pavilion Center Drive, Las Vegas, Nevada**  
(Address of principal executive offices)

**89135**  
(Zip Code)

Registrant's telephone number, including area code: **(702) 495-3000**

**N/A**  
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4 (c) under the Exchange Act (17 CFR 240.13e-4 (c))
- 
- 
-

**Item 1.01 Entry into a Material Definitive Agreement**

In connection with the filing of the bankruptcy case described below, on July 28, 2009, Station Casinos, Inc. (the “Company”) entered into a Second Forbearance Agreement and Second Amendment to the Credit Agreement (the “Forbearance Agreement”) with the lenders holding a majority of the commitments under its senior secured credit facility (the “Credit Facility”) pursuant to which the lenders agreed, among other things, to forbear from exercising their default-related rights, remedies and powers or privileges against certain subsidiaries that guarantee the Company’s obligations under the Credit Facility through the earlier of the effective date of a plan of reorganization under the Chapter 11 Case or January 31, 2010, unless earlier terminated. A copy of the Forbearance Agreement, without exhibits, is attached hereto as Exhibit 10.1 and is incorporated by reference as though fully set forth herein. The foregoing summary of the Forbearance Agreement is not intended to be complete and is qualified in its entirety by the complete text of the Forbearance Agreement. The Forbearance Agreement is filed with this Current Report on Form 8-K to provide information regarding its terms and is not intended to provide any other factual information about the Company.

**Item 1.03 Bankruptcy or Receivership**

On July 28, 2009, the Company and its affiliates FCP Holding Inc., FCP VoteCo, LLC, Fertitta Partners, LLC, FCP MezzCo Parent, LLC, FCP MezzCo Parent Sub, LLC, FCP MezzCo Borrower VII, LLC, FCP MezzCo Borrower VI, LLC, FCP MezzCo Borrower V, LLC, FCP MezzCo Borrower IV, LLC, FCP MezzCo Borrower III, LLC, FCP MezzCo Borrower II, LLC, FCP MezzCo Borrower I, LLC, FCP PropCo, LLC, Northern NV Acquisitions, LLC, Tropicana Station, LLC, River Central, LLC and Reno Land Holdings, LLC (collectively, the “Debtors”) filed voluntary petitions in the United States Bankruptcy Court for the District of Nevada in Reno, Nevada (the “Bankruptcy Court”) under chapter 11 of title 11 of the United States Code. These chapter 11 cases are being jointly administered under the caption Northern NV Acquisitions, LLC, et al Debtors.

In addition to cash generated from its operating subsidiaries and affiliates, the Company has in place an agreement with its senior secured lenders that, subject to court approval, permits it to borrow, as needed, up to \$150 million of cash from one of its non-operating subsidiaries.

The Company’s direct and indirect subsidiaries that operate its hotel and casino properties, have not filed for bankruptcy relief and continue to operate their businesses in the ordinary course. The Debtors continue to conduct their businesses as debtors-in-possession under the jurisdiction of the Bankruptcy Court and in accordance with applicable provisions of the Bankruptcy Code and the orders of the Bankruptcy Court. The Company remains in discussions with its lenders and the holders of the Notes regarding a possible reorganization of its capital structure. There can be no assurance that any agreement concerning such a reorganization will be reached or, if any agreement is reached, what the terms thereof will be.

A copy of a press release, dated July 28, 2009, issued by the Company announcing the filing of the Chapter 11 Case is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

**Item 2.04. Triggering Events that Accelerate or Increase a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement**

The filing of the Chapter 11 Case constitutes an event of default or otherwise triggered

repayment obligations under the Company's Credit Facility, CMBS mortgage loan and related mezzanine financings and master lease, land loan, 6 ½% Senior Subordinated Notes due February 1, 2014, 7 ¾% Senior Notes due August 15, 2016, 6 7/8% Senior Subordinated Notes due 2016, 6 5/8% Senior Subordinated Notes due 2018, 6% Senior Notes due 2012, Aliante credit facility, and lease for the Company's executive office building. As a result of the Chapter 11 Case, all debt outstanding under such debt arrangements became automatically due and payable, subject to an automatic stay of any action to collect, assert, or recover a claim against the Debtors and the application of applicable bankruptcy law under the Bankruptcy Code.

**Item 9.01 Financial Statements and Exhibits**

(d) Exhibits

10.1 Second Forbearance Agreement; and Second Amendment to the Credit Agreement, dated July 28, 2009, among the Company, certain subsidiaries of the Company as guarantors, FCP Holding, Inc., Fertitta Partners LLC, FCP VoteCo, LLC, the lenders party thereto and Deutsche Bank Trust Company Americas, as administrative agent.

99.1 Press Release, dated July 28, 2009, issued by the Company announcing the filing of the Chapter 11 Case.

*The information contained in this Current Report on Form 8-K includes forward-looking statements, within the meaning of the Private Securities Litigation Reform Act of 1995. All statements (other than statements of historical facts) that address projected or estimated results, or events, developments or results that we intend, expect, believe, anticipate, plan, forecast or project, will or may occur in the future are forward-looking statements. The words possible, "propose," "might," "could," "would," "projects," "plan," "forecasts," "anticipates," "expect," "intend," "believe," "seek" or "may," and similar expressions, are intended to identify forward-looking statements, but are not the exclusive means of identifying them. Forward-looking statements are subject to a number of risks, contingencies and uncertainties, some of which our management has not yet identified. Forward-looking statements are not guarantees of future performance; subsequent developments may cause forward-looking statements to become outdated; and actual results, developments and business decisions may differ materially from those contemplated by such forward-looking statements as a result of various factors, certain (but not all) of which are discussed in the risk factors included in the Registrant's reports filed with the SEC including, but not limited to, its Annual Reports on Form 10-K and Quarterly Reports on Form 10-Q. Important factors that could cause actual results to differ from those contemplated by forward-looking statements include, but are not limited to, the terms of the restructuring or reorganization plan ultimately implemented, the timing thereof, the related costs and expenses, and the ability of the Registrants to maintain normal relationships with their vendors, service providers and customers. The Registrants undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or circumstances, or otherwise.*

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Station Casinos, Inc.

Date: July 28, 2009

By: /s/ Thomas M. Friel  
Thomas M. Friel  
Executive Vice President, Chief Accounting Officer and  
Treasurer

**SECOND FORBEARANCE AGREEMENT; AND SECOND AMENDMENT TO THE CREDIT AGREEMENT**

This SECOND FORBEARANCE AGREEMENT; AND SECOND AMENDMENT TO THE CREDIT AGREEMENT (this “Second Forbearance Agreement”) is entered into as of July 28, 2009, by and among Station Casinos, Inc. (the “Borrower”), certain subsidiaries of the Borrower party hereto (the “Guarantors” and, together with the Borrower, the “Loan Parties”), FCP Holdings, Inc. (“FCP Holding”), Fertitta Partners LLC (“Fertitta Partners”), FCP Voteco, LLC (“FCP Voteco” and, together with FCP Holding and Fertitta Partners, the “Holding Companies”, with the Holding Companies and the Loan Parties collectively referred to as the “Credit Parties”), the Lenders (as defined below) party hereto, and Deutsche Bank Trust Company Americas, as administrative agent (in such capacity, the “Administrative Agent”) for the Lenders and the other Secured Parties described in the Credit Agreement referred to below. Capitalized terms used but not otherwise defined herein shall have the respective meanings ascribed to such terms in the Credit Agreement (as modified hereby). Certain capitalized terms used herein are defined in Section 2(e) of this Second Forbearance Agreement.

**RECITALS**

WHEREAS, the Borrower and various financial institutions (the “Lenders”) are parties to that certain Credit Agreement, dated as of November 7, 2007 (as amended, modified and/or supplemented to, but not including, the Second Forbearance Effective Date referred to below, the “Credit Agreement”), pursuant to which, among other things, the Lenders have agreed, subject to the terms and conditions set forth in the Credit Agreement, to make certain loans and other financial accommodations to the Borrower;

WHEREAS, the Borrower, the Guarantors, the Holding Companies and the Administrative Agent are parties to that certain Forbearance Agreement; Waiver; and First Amendment to the Credit Agreement, dated as of March 2, 2009 (as amended, modified and/or supplemented to, but not including, the Second Forbearance Effective Date, the “First Forbearance Agreement”);

WHEREAS, as of the date hereof, one or more of the events listed on Exhibit A hereto have occurred (or may occur) during an Applicable Forbearance Period (as hereinafter defined) (the events described in Exhibit A hereto being herein collectively called the “Specified Events”); and

WHEREAS, upon the Borrower’s request, the Lenders have agreed, subject to the terms and conditions set forth herein, to (i) forbear from exercising their default-related rights, remedies, powers and privileges against the Credit Parties (other than the Borrower) solely with respect to the Specified Defaults (as defined below) and (ii) amend certain provisions of, and grant certain consents to, the Credit Agreement and the other Loan Documents, in each case as more fully described herein;

NOW, THEREFORE, in consideration of the foregoing, the terms, covenants and conditions contained herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto agree as follows:

**SECTION 1. Confirmation by the Borrower of Obligations and Specified Events.**

(a) Amount of Obligations. The Borrower and each other Credit Party acknowledge and agree that as of July 28, 2009, the respective aggregate principal balances of the Loans as of such

---

date and aggregate face amount of Letters of Credit were as follows (such amounts, in the aggregate, the “Existing Principal and Letters of Credit”):

Term Loans:	\$	246,250,000.00
Revolving Credit Loans:	\$	628,236,586.13
Swing Line Loans:	\$	0
Letters of Credit:	\$	10,184,203.00

The Borrower and each other Credit Party acknowledge and agree that as of July 28, 2009, the aggregate amount of accrued and unpaid interest on the Term Loans, Revolving Credit Loans and Swing Line Loans is \$2,363,635.11 (the “Existing Interest”), the aggregate amount of accrued and unpaid commitment fees payable pursuant to Section 2.09(a) of the Credit Agreement is \$26,656.31 (the “Existing Commitment Fees”), the aggregate amount of accrued and unpaid letter of credit fees payable pursuant to Section 2.03(h) of the Credit Agreement is \$34,371.70 (the “Existing LC Fees”) and the aggregate amount of accrued and unpaid letter of credit fronting fees payable pursuant to Section 2.03(i) of the Credit Agreement is \$2,150.16 (the “Existing LC Fronting Fees” and, together with the Existing Principal and Letters of Credit, the Existing Interest, the Existing Commitment Fees and the Existing LC Fees, the “Outstanding Indebtedness”). The foregoing amounts do not include other fees, expenses and other amounts which are chargeable or otherwise reimbursable under the Credit Agreement and the other Loan Documents. None of the Borrower or the other Credit Parties has any rights of offset, defenses, claims or counterclaims with respect to any of the Obligations and each of the Loan Parties are jointly and severally obligated with respect thereto (and each of the Holding Companies are jointly and severally obligated with respect thereto), in each case in accordance with the terms of the applicable Loan Documents.

(b) Acknowledgement of Pre-Forbearance Defaults. The Borrower and each other Credit Party acknowledge and agree that (i) each Pre-Forbearance Default constitutes an Event of Default that has occurred and is continuing as of the Second Forbearance Effective Date and (ii) the existence of the Pre-Forbearance Defaults permits the Administrative Agent, either itself or at the request of the Required Lenders, to, among other things, (A) declare the commitment of each Lender to make Loans and any obligation of the L/C Issuers to make L/C Credit Extensions to be terminated, whereupon such commitment and obligation shall be terminated, (B) accelerate all or any portion of the Obligations and (C) subject to the limitations described in Section 2 below, exercise on behalf of itself and the Lenders all rights and remedies available to it and the Lenders under the Loan Documents or applicable Law (including in any event rights and remedies (including enforcement and collection actions) under the Loan Documents against the Borrower or any of the Collateral or other property owned by the Borrower, which are not subject to the limitations in Section 2 below).

**SECTION 2. Forbearance; Forbearance Default Rights and Remedies.**

(a) The Forbearance. Effective as of the Second Forbearance Effective Date, each of the Administrative Agent and each Lender agrees that (i) until the Holding Company Forbearance Termination Date (as defined below), it will forbear from exercising its rights and remedies (including enforcement and collection actions) under the Loan Documents against the Holding Companies or any of the Collateral or other property owned by the Holding Companies (including, without limitation, via set-off or recoupment) solely with respect to the Specified Defaults, and (ii) until the Other Credit Party Forbearance Termination Date (as defined below), it will forbear from exercising its rights and remedies (including enforcement and collection actions) under the Loan

Documents against each Credit Party (other than the Debtor Credit Parties) or any of the Collateral or other property owned by such Credit Parties (including, without limitation, via set-off or recoupment) solely with respect to the Specified Defaults. The Borrower and each other Credit Party acknowledge and agree that (x) each Specified Default that has occurred or may occur and be continuing during an Applicable Forbearance Period constitutes (in the case of the Pre-Forbearance Defaults) or would constitute (in the case of other Specified Defaults) a Default or an Event of Default upon which action could be taken under the Loan Documents against each Credit Party (other than the Borrower, as to which the provisions of Section 1(b) apply) or any of the Collateral or other property owned by such Credit Parties but for the forbearance described in the preceding sentence, and (y) the Administrative Agent and the Lenders shall not be delayed, prohibited or otherwise stayed on and after the Other Credit Party Forbearance Termination Date from taking an action or exercising any rights against the Credit Parties or their respective assets (other than the Debtor Credit Parties or their respective assets) as a result of the commencement of the Borrower Chapter 11 Case, the Holding Company Chapter 11 Cases or the Other Chapter 11 Cases prior to the Other Credit Party Forbearance Termination Date. To the extent necessary, each of the Borrower and each Holding Company hereby grants to the Administrative Agent and the Lenders a limited waiver of the automatic stay imposed by Section 362 of the Bankruptcy Code (to the extent applicable in the Borrower Chapter 11 Case, the Holdings Chapter 11 Cases or the Other Chapter 11 Cases, as the case may be) solely to give effect to clause (y) of the preceding sentence.

(b) Effect of Forbearance Termination. From and after the Applicable Forbearance Termination Date (as hereinafter defined), the agreement of each Lender and the Administrative Agent hereunder to forbear as set forth in Section 2(a) shall immediately terminate without the requirement of any demand, presentment, protest, or notice of any kind, all of which are hereby waived by the Borrower and each other Credit Party. The Borrower and each other Credit Party hereby agree that (i) the Administrative Agent, either itself or at the direction of the Required Lenders, may at any time, or from time to time, in its (or their) sole and absolute discretion, exercise against the Borrower (and its properties) any and all of their rights, remedies, powers and privileges under any or all of the Credit Agreement, any other Loan Document, applicable law and/or equity, all of which rights, remedies, powers and privileges are fully reserved by each Lender and the Administrative Agent, (ii) from and after the Holding Company Forbearance Termination Date (after the giving of any required notice and the lapse of any grace period applicable in the determination thereof), the Administrative Agent, either itself or at the direction of the Required Lenders, may at any time, or from time to time, in its (or their) sole and absolute discretion, exercise against the Holding Companies (and their properties) any and all of their rights, remedies, powers and privileges under any or all of the Credit Agreement, any other Loan Document, applicable law and/or equity, all of which rights, remedies, powers and privileges are fully reserved by each Lender and the Administrative Agent, and (iii) from and after the Other Credit Party Forbearance Termination Date (after the giving of any required notice and the lapse of any grace period applicable in the determination thereof), the Administrative Agent, either itself or at the direction of the Required Lenders, may at any time, or from time to time, in its (or their) sole and absolute discretion, exercise against any Credit Party (and its properties) any and all of their rights, remedies, powers and privileges under any or all of the Credit Agreement, any other Loan Document, applicable law and/or equity, all of which rights, remedies, powers and privileges are fully reserved by each Lender and the Administrative Agent.

(c) Limitation on Forbearance Extension. Except as set forth herein, none of the Lenders or the Administrative Agent shall have any obligation to extend an Applicable Forbearance Period, or enter into any other waiver, forbearance or amendment, and the Lenders' and the Administrative Agent's agreement to permit any such extension, or enter into any other waiver, forbearance or amendment shall be subject to the sole discretion of the Required Lenders (or, if

required by Section 10.01 of the Credit Agreement, each Lender and each applicable Class of Lenders required thereby). Any agreement by any Lender or the Administrative Agent to extend an Applicable Forbearance Period, if any, or enter into any other waiver, forbearance or amendment, must be set forth in writing and signed by a duly authorized signatory of the Administrative Agent and the Required Lenders (or, if required by Section 10.01 of the Credit Agreement, each Lender and each applicable Class of Lenders required thereby). The Borrower and the other Credit Parties each acknowledge that the Lenders and the Administrative Agent have not made any assurances concerning any possibility of an extension of an Applicable Forbearance Period or the entering into of any waiver, forbearance or amendment.

(d) Limitations on Additional Extensions of Credit. The Borrower and the other Credit Parties each acknowledge and agree that (i) no additional Loans or other financial accommodation under the Credit Agreement shall be made by the Lenders (including the L/C Issuers) to the Borrower other than during the period commencing on the Second Forbearance Effective Date and ending on the earlier of the Holding Company Forbearance Termination Date and July 31, 2009, the renewal, extension or amendment of Letters of Credit; provided that the aggregate Revolving Credit Exposure of the Revolving Credit Lenders and the L/C Obligations of the Borrower shall not increase after giving effect to such renewal, extension or amendment as provided above and (ii) all L/C Obligations shall be Cash Collateralized (in an amount equal to the then Outstanding Amount of such L/C Obligations) in the manner contemplated by Section 2.03(g) of the Credit Agreement (but without regard to whether such Cash Collateralization is expressly required by such Section) pursuant to the LC Cash Collateral Agreement. In connection with any financial accommodations incurred or extended pursuant to the Credit Agreement as permitted by clause (i) of the preceding sentence, the conditions specified in Section 4.02 of the Credit Agreement shall be required to be satisfied; provided that solely for such purposes (x) any representations and warranties (i) pursuant to Section 5.05(b) of the Credit Agreement shall not be required to be made and (ii) pursuant to Section 5.07 of the Credit Agreement shall be deemed modified so that the representation excludes the effects of defaults under the Existing Notes Indentures solely as a result of the existence of one or more Specified Defaults, (y) no Specified Default shall be deemed to constitute a Default or Event of Default for purposes of the representation and warranty contained in the second sentence of Section 5.07 of the Credit Agreement, and (z) no Specified Default shall be deemed to constitute a Default or Event of Default (the items included in (x), (y) and (z), the "Permitted Exceptions").

(e) Certain Definitions. As used in this Second Forbearance Agreement, the following terms shall have the meanings set forth below:

"Amended and Restated Credit Agreement" means, collectively, the amendment and restatement of the Credit Agreement and certain other Loan Documents on the terms and conditions contemplated by the Plan.

"Applicable Forbearance Period" means (i) with respect to each Holding Company, the Holding Company Forbearance Period, and (ii) with respect to each Credit Party (other than the Debtor Credit Parties), the Other Credit Party Forbearance Period.

"Applicable Forbearance Termination Date" means (i) with respect to each Holding Company and the Holding Company Forbearance Period, the Holding Company Forbearance Termination Date, and (ii) with respect to each Credit Party (other than the Debtor Credit Parties) and the Other Credit Party Forbearance Period, the Other Credit Party Forbearance Termination Date.

“Bankruptcy Code” means United States Code entitled “Bankruptcy”, as now and/or hereinafter effect or any successor thereto.

“Borrower Chapter 11 Case” means the case to be, or thereafter that has been, commenced by the Borrower under chapter 11 of the Bankruptcy Code.

“Cash Collateral Stipulation” means the Interim Cash Collateral Stipulation and/or the Final Cash Collateral Stipulation, as the context may require.

“Chapter 11 Cases” means the Borrower Chapter 11 Case and the Holding Company Chapter 11 Cases.

“CMBS Subsidiary Chapter 11 Case” means the case to be, or thereafter that has been, commenced by each of the CMBS Subsidiaries under chapter 11 of the Bankruptcy Code.

“Confirmation Order” means the confirmation order in the Chapter 11 Cases confirming the Plan in form and substance satisfactory to the Requisite Lenders.

“Debtor Credit Parties” means the Borrower, the Holding Companies and, on and after the commencement of the Other Chapter 11 Cases, River Central and Tropicana Station.

“Existing Notes Indentures” means, collectively, the Existing Senior Notes Indentures and the Existing Senior Subordinated Notes Indentures.

“Final Cash Collateral Stipulation” means the final order for, *inter alia*, use of cash collateral, adequate protection and post-petition debtor-in-possession financing in the form of the Interim Cash Collateral Stipulation (with such technical modifications thereto to reflect its “final order” status), as the same may be amended or modified from time to time with the consent of the Borrower and the Required Lenders.

“Forbearance Default” means (i) the occurrence of any Event of Default (including, without limitation, the failure to pay accrued but unpaid interest on the Loans and scheduled repayments of the Term Loans when and as due but excluding the Specified Defaults), or (ii) any representation, warranty or certification made or deemed made by the Borrower or any other Credit Party in connection with this Second Forbearance Agreement (other than the Permitted Exceptions) shall be false in any material respect on the date as of which made or deemed made.

“Holding Company Forbearance Period” means the period beginning on the Second Forbearance Effective Date and ending on the earliest to occur of (i) the Other Credit Party Forbearance Termination Date, (ii) the commencement of the Borrower Chapter 11 Case, (iii) the trustee, agent or any of the holders of the Existing Notes or any other Junior Financing commence an involuntary bankruptcy proceeding against the Borrower, and (iv) the commencement of the Holding Company Chapter 11 Cases (the earliest to occur of clauses (i), (ii), (iii) or (iv) being the “Holding Company Forbearance Termination Date”).

“Holding Company Forbearance Termination Date” has the meaning provided in the definition of Holding Company Forbearance Period.

“Holding Company Chapter 11 Cases” means the cases to be, or thereafter that has been, commenced by the Holding Companies under chapter 11 of Bankruptcy Code.

“Interim Cash Collateral Stipulation” means the interim order for, *inter alia*, use of cash collateral, adequate protection and post-petition debtor-in-possession financing in the form of Exhibit E hereto, as the same may be amended or modified from time to time with the consent of the Borrower and the Required Lenders.

“Non-Funding Lender” means each Revolving Credit Lender that failed to fund Revolving Credit Loans requested by the Borrower pursuant to that certain Committed Loan Notice, dated December 18, 2008, in respect of a Revolving Credit Borrowing aggregating \$11,579,210.90.

“Other Chapter 11 Cases” means the cases to be, or thereafter that has been, commenced by each of River Central and Tropicana Station under chapter 11 of the Bankruptcy Code.

“Other Credit Party Forbearance Period” means the period beginning on the Second Forbearance Effective Date and ending on the earliest to occur of:

- (i) any Forbearance Default;
- (ii) the Administrative Agent’s receipt from the Borrower of a Payment Notice or the making of any payment (including interest) on the Existing Notes or any other Junior Financing by the Loan Parties, any of their Subsidiaries or the Permitted Holders;
- (iii) any Credit Party shall make any payment to or for the benefit of the trustee, agent or any of the holders of the Existing Notes under any Existing Notes Indentures in the form of a consent fee, waiver fee or forbearance fee, or otherwise (other than (x) fees and expenses payable to legal and financial advisors which the Borrower is contractually obligated to reimburse as of the Second Forbearance Effective Date and (y) trustee and similar fees and expenses payable to the trustee under each Existing Notes Indenture (in its capacity as such) in accordance with the terms of the Existing Notes Indentures), without the express written consent of the Required Lenders;
- (iv) the trustee, agent or any of the holders of the Existing Notes or any other Junior Financing commence an involuntary bankruptcy proceeding against the Borrower which is neither dismissed nor converted to a voluntary chapter 11 proceeding of the Borrower prior to the earlier of (i) entry of an order for relief in such involuntary proceeding and (ii) the 60th day after the date of filing of the involuntary petition;
- (v) 11:59 p.m. (New York City time) on July 31, 2009, unless the Petition Filing Date shall have occurred at or prior to such time;
- (vi) 11:59 p.m. (New York City time) on January 31, 2010, unless the Plan and the Confirmation Order shall have become effective at or prior to such time (such time of effectiveness, the “Plan Effective Time”);

- (vii) any amendments or modifications to the Plan or the Confirmation Order having been made after the Plan Effective Date (other than technical modifications that are not adverse to the interests of the Lenders) without the consent of the Required Lenders (or, to the extent required by the Bankruptcy Code, Bankruptcy Rules or other applicable law, the Requisite Lenders);
- (viii) the earlier of (a) 10 days following the Plan Effective Time and (b) February 10, 2010, unless the restructuring transactions contemplated by the Plan (including the entering into of the Amended and Restated Credit Agreement) shall have been consummated on the terms and conditions provided in the Plan;
- (ix) 11:59 p.m. (New York City time) on the sixth Business Day following the Petition Filing Date, unless the Interim Cash Collateral Stipulation shall have been entered by the applicable bankruptcy court on an “interim order” basis at or prior to such time;
- (x) 11:59 p.m. (New York City time) on the 30th day following the Cash Collateral Stipulation Effective Date for the Interim Cash Collateral Stipulation (or such later date as shall be acceptable to the Administrative Agent in its sole discretion), unless the Final Cash Collateral Stipulation shall have been entered by the applicable bankruptcy court on an “final order” basis at or prior to such time;
- (xi) the occurrence of any Event of Default under, and as defined in, the Cash Collateral Stipulation;
- (xii) amendments, modifications, alterations, rejections and/or terminations to or of the Master Lease and/or any Casino Sublease that, when taken as a whole, are adverse to the interests of the Lenders in any material respect (as determined by the Required Lenders), unless otherwise consented to by the Required Lenders;
- (xiii) the Debtors (as defined in the Cash Collateral Stipulation) shall propose any plan of reorganization which fails to provide for treatment consistent with the Plan or solicit ballots for any such plan, or the Debtors (as so defined) shall take any action in support of such a plan; and
- (xiv) fifteen (15) Business Days after delivery of written notice by the Administrative Agent (acting at the direction of Required Lenders (determined for this purpose only as if the reference to 50% in the definition thereof were instead 66-2/3%)) to any Loan Party of the occurrence of a Material Adverse Effect in respect of the Guarantors, taken as a whole.

“Other Credit Party Forbearance Termination Date” means the first to occur of the times or events described in clauses (i) through (xiv) in the definition of Other Credit Party Forbearance Period.

“Payment Notice” has the meaning provided in Section 4(g).

“Permitted Exceptions” has the meaning provided in Section 2(d).

“Petition Filing Date” means the date upon which the Borrower’s Chapter 11 Case, the Holding Company Chapter 11 Cases and the CMBS Subsidiary Chapter 11 Cases are commenced by the filing of a voluntary petition or the voluntary conversion of an involuntary bankruptcy petition.

“Plan” means a chapter 11 plan of reorganization in form and substance satisfactory to the Requisite Lenders filed with the applicable bankruptcy court in the Chapter 11 Cases.

“Plan Effective Time” has the meaning provided in the definition of “Other Credit Party Forbearance Period”.

“Pre-Forbearance Default” means any Event of Default described in items (i), (iii) and (vi) of Exhibit B hereto.

“Requisite Lenders” means, as of any date of determination, Lenders (i) which hold at least 66-2/3% of the sum of (x) the Total Outstandings (with the aggregate amount of each Lender’s risk participation and funded participation in L/C Obligations and Swing Line Loans being deemed “held” by such Lender for purposes of this definition) on such date and (y) the aggregate unused Revolving Credit Commitments (if any) on such date, in each case that vote in connection with the approval of the Amended and Restated Credit Agreement and the Plan in the Chapter 11 Cases and (ii) represent more than 50% in number of the Lenders that vote in connection with the approval of Amended and Restated Credit Agreement and the Plan in the Chapter 11 Cases.

“River Central” means River Central, LLC, a limited liability company organized under the laws of Nevada and an Immaterial Subsidiary of the Borrower.

“Second Forbearance Effective Date” has the meaning provided in Section 17.

“Specified Default” means any Event of Default described on Exhibit B hereto.

“Tropicana Station” means Tropicana Station, LLC, a limited liability company organized under the laws of Nevada and an Immaterial Subsidiary of the Borrower.

SECTION 3. **Amendments and Consents to Credit Agreement.** Effective as of and for the period commencing on the Second Forbearance Effective Date, the following provisions of the Credit Agreement shall be modified as set forth below (which modifications are in addition to those amendments, modifications and waivers contained in the First Forbearance Agreement and this Second Forbearance Agreement, which shall remain in full force and effect). For the avoidance of doubt, the Credit Agreement shall remain modified as set forth in this Section 3 after each Applicable Forbearance Termination Date, and the modifications in this Section 3 shall not operate as a waiver of any Default or Event of Default.

(a) Amendments to Section 1.01. (i) The definition of “**Cash Collateral Stipulation**” is amended by inserting the word “Second” immediately prior to the text “Forbearance Agreement”.

(ii) The definition of “**CAO Certification**” is amended by deleting the text “Potential Specified Defaults (as defined in the Forbearance)” therein and inserting the text “Specified Defaults (as defined in the Second Forbearance)” in lieu thereof.

(iii) The definition of “**Immaterial Subsidiaries**” is amended by inserting the following text immediately prior to the period (“.”) at the end of said definition:

“*provided, further*, that in no event shall Past Enterprises constitute (or be permitted to be designated as) an Immaterial Subsidiary for purposes of this Agreement or any other Loan Document.”.

(iv) The definition of “**Loan Document**” is amended by deleting the text “and the Forbearance Agreement” and inserting the text “, the Forbearance Agreement, the Second Forbearance Agreement and the LC Cash Collateral Agreement” in lieu thereof.

(v) The following new definitions are hereby added in the appropriate alphabetical order:

“**Borrower Forbearance Termination Date**” has the meaning assigned to that term in the Forbearance Agreement. It is understood and agreed that the “Borrower Forbearance Termination Date” occurred on May 29, 2009.

“**Cash Collateral Stipulation Effective Date**” means the date of the entry of the Interim Cash Collateral Stipulation or the Final Cash Collateral Stipulation, as the context may require, by the appropriate bankruptcy court.

“**LC Cash Collateral Agreement**” means that certain Cash Collateral Agreement, dated as of March 2, 2009, by and among the Borrower, the Administrative Agent and Deutsche Bank Trust Company Americas, as Account Custodian.

“**Past Enterprises**” means Past Enterprises, Inc., an Arizona corporation.

“**Petition Filing Date**” has the meaning assigned to that term in the Second Forbearance Agreement.

“**Second Forbearance Agreement**” means the Second Forbearance Agreement; and Second Amendment to the Credit Agreement, dated as of July 28, 2009, by and among the Borrower, the Holding Companies, the other Loan Parties, the Lenders party thereto and the Administrative Agent.

“**Second Forbearance Effective Date**” has the meaning assigned to that term in the Second Forbearance Agreement.

(b) Amendments to Section 2.05. (i) Section 2.05(a) is amended by deleting clause (iv) thereof and inserting the following new clause (iv) in lieu thereof:

“(iv) It is understood and agreed that (x) for all periods from and after the Forbearance Effective Date and prior to the Second Forbearance Effective Date, the application of prepayments as provided in Section 2.05(a) shall be subject to the express requirements of Section 4(b) of the Forbearance Agreement and, in the event of any conflict or inconsistency, the provisions of said Section 4(b) of the Forbearance Agreement shall control, and (y) for all periods from and after the Second Forbearance Effective Date and prior to the Holding Company Forbearance Termination Date, the application of prepayments as provided in Section 2.05(a) shall be subject to the express requirements of Section 4(b) of

the Second Forbearance Agreement and, in the event of any conflict or inconsistency, the provisions of said Section 4(b) of the Second Forbearance Agreement shall control.”

(ii) Section 2.05(b)(iii) is amended by inserting the text “(other than the DIP Financing (as defined in the Cash Collateral Stipulation))” immediately following the word “Indebtedness” in said Section.

(c) Amendment to Section 2.12. Section 2.12 is amended by deleting clause (h) of said Section in its entirety and inserting the following new clause (h) in lieu thereof:

“(h) Notwithstanding anything to the contrary contained above in this Section 2.12 or elsewhere in this Agreement, on and after the Cash Collateral Stipulation Effective Date, certain cash payments made by the Loan Parties to the Administrative Agent shall be applied in accordance with the terms of the Cash Collateral Stipulation as (and to the extent) required thereby.”

(d) Amendment to Section 8.01. Section 8.01 is amended by deleting subsection (p) at the end of said Section and inserting the following subsection (p) in lieu thereof:

“(p) *Second Forbearance Agreement*. The Borrower or any Loan Party shall fail to comply with any term, covenant or condition contained in Section 2, 4, 5, 6, 8, 17 or 18 of the Second Forbearance Agreement (***with time being of the essence***); provided that, with respect to any default in the performance of or compliance with any term contained in paragraphs (c) and (d) of Section 4 of the Second Forbearance Agreement, such default shall not have been remedied or waived within five Business Days after notice of such default from the Administrative Agent.”

(e) Consent to Cash Collateral Stipulation and Amendment to LC Cash Collateral Agreement. The Lenders hereby (i) consent to the terms of each Cash Collateral Stipulation and the transactions contemplated thereby (including, without limitation, the use of cash collateral and the post-petition debtor-in-possession financing contemplated thereby), subject to the approval by the Required Lenders of amendments and/or modifications to the same from time to time as contemplated by the definition of “Interim Cash Collateral Stipulation” or “Final Cash Collateral Stipulation”, as applicable, and (ii) consent to the amendment to the LC Cash Collateral Agreement in the form of Exhibit G hereto and authorize the Administrative Agent to enter into such amendment.

(f) Special Notice to Loan Parties, etc. (i) The Administrative Agent hereby gives notice to the Credit Parties pursuant to Section 3.03(b) of the Guaranty, Section 5.03(b) of the Security Agreement, Section 5.03(b) of the Pledge Agreement and Section 4.03(b) of the Intellectual Property Security Agreement that all Indebtedness owed by each Guarantor to any Subsidiary is fully subordinated to the payment of the respective “Obligations” on the terms described in the respective Loan Document.

(ii) The Credit Parties, the Administrative Agent and the Lenders hereby agree that any provisions of any Loan Document which require delivery of notice to the Borrower (including, without limitation, Sections 4.01 and 6.15 of the Security Agreement) and not other Loan Parties are hereby deemed modified to permit the giving of notice to Past Enterprises (in lieu of the Borrower).

SECTION 4. **Supplemental Terms, Conditions and Covenants On and After the Second Forbearance Effective Date.**

The Credit Parties hereto hereby agree to comply with the following terms, conditions and covenants from and after the Second Forbearance Effective Date, in each case notwithstanding any provision to the contrary set forth in this Second Forbearance Agreement, the Credit Agreement or any other Loan Document:

(a) **Specified Defaults.** Each of the Pre-Forbearance Defaults constitutes an Event of Default on and after the Second Forbearance Effective Date. Each of the other Specified Defaults (other than (w) the events described in item (ii) on Exhibit B, until the occurrence of the applicable date specified therein, (x) the events described in items (iii) and (iv) on Exhibit B, until the holders of the relevant Existing Notes (or the trustee on behalf of such holders) shall have the right to accelerate such Existing Notes, (y) the events described in item (v) on Exhibit B, until the occurrence the filing of the Borrower Chapter 11 Case and (z) the events described in item (vii) on Exhibit B, until the occurrence the filing of the Holding Company Chapter 11 Cases) shall be deemed to be an Event of Default from and after the Other Credit Party Forbearance Termination Date.

(b) **Prepayments.** From and after the Second Forbearance Effective Date and prior to the Petition Filing Date, all voluntary prepayments of the Loans shall be applied ratably to (i) repay principal of outstanding Revolving Credit Loans and L/C Borrowings (and after same have been repaid in full, to repay and/or Cash Collateralize L/C Obligations not then Cash Collateralized) and (ii) repay outstanding principal of Term Loans, with (x) the amount to be allocated pursuant to preceding clause (i) to equal the amount of the respective aggregate amount to be prepaid multiplied by a fraction the numerator of which is the aggregate Revolving Credit Exposure of all Revolving Credit Lenders at such time (less the amount of any L/C Obligations which have theretofore been, and are at that time, Cash Collateralized) and the denominator of which is the sum of such numerator plus the aggregate principal amount of then outstanding Term Loans, and (y) the amount to be applied pursuant to preceding clause (ii) to equal the aggregate amount to be so prepaid multiplied by a fraction the numerator of which is the aggregate principal amount of then outstanding Term Loans and the denominator of which is the same as the denominator described in preceding clause (x). On and after the Cash Collateral Stipulation Effective Date, certain cash payments described in the Cash Collateral Stipulation shall be applied in accordance with the requirements of the Cash Collateral Stipulation.

(c) **Cooperation and Access.** The Borrower shall cooperate reasonably and in good faith with the Administrative Agent, Blackstone Advisory Services, L.P. (together with any successor or replacement selected by the Administrative Agent or its counsel, the "Lender Financial Advisor") and such other professional advisors retained from time to time by the Administrative Agent, in providing access to the Loan Parties' books and records, other information relating to their business and financial affairs, properties and senior management team upon reasonable prior notice, during regular business hours and for reasonable durational periods. Notwithstanding the foregoing, the Lender Financial Advisor shall not have access to any area or information with respect to which such access is prohibited or restricted by applicable Gaming Laws, nor shall the Lender Financial Advisor have access to marketing or patron tracking data or other similar trade secret data that is not relevant to measurement of the financial performance of the Borrower or its Subsidiaries and joint ventures.

(d) **Financial and Other Information.** In addition to the financial statements and other reports required to be provided under the Credit Agreement, the Borrower shall deliver to the Administrative Agent (and, in the case of clause (iv) below, take the other actions specified therein):

(i) on Wednesday (or the immediately succeeding Business Day if Wednesday is not a Business Day) of each week, a rolling 13-week consolidated cash flow forecast of the Borrower and its Restricted Subsidiaries, in the form set forth on Exhibit C (the "13-Week

Cash Flow Forecast”), with each delivery of the 13-Week Cash Flow Forecast to be deemed to be a representation by the Borrower that such 13-Week Cash Flow Forecast has been prepared based upon good faith estimates and assumptions that the Borrower believes were reasonable at the time made (it being understood and agreed that such 13-Week Cash Flow Forecast is not to be viewed as fact and that actual results during the period or periods covered thereby may differ from such projected results) and to be accompanied by a certification of the chief financial officer or such other financial officer that is a Responsible Officer that such 13-Week Cash Flow Forecast has been prepared based upon good faith estimates and assumptions that the Borrower believes were reasonable at the time made (it being understood and agreed that such 13-Week Cash Flow Forecast is not to be viewed as fact and that actual results during the period or periods covered thereby may differ from such projected results);

(ii) on Wednesday (or the immediately succeeding Business Day if Wednesday is not a Business Day) of each week, a variance report showing on a line item basis the percentage and dollar variance of actual cash disbursements and cash receipts for the prior week from the amounts set forth for such week in the applicable 13-Week Cash Flow Forecast;

(iii) as soon as available and in any event within thirty (30) days (or, in the case of the MD&A referred to below, forty (40) days) after the end of each month ending on and after the month ending June 30, 2009, the unaudited consolidated balance sheet of the Borrower and its Restricted Subsidiaries as of the end of such month and the related unaudited consolidated statements of income of the Borrower and its Restricted Subsidiaries for such month and for the portion of the Borrower’s fiscal year then elapsed, setting forth in respect of the consolidated statements of income in comparative form the corresponding figures for the preceding fiscal year and commencing with the financial statements for the month ended February 28, 2009, the corresponding projected statements of income set forth in the Long-Term Business Plan, together with a CAO Certification and, with respect to the last month of each fiscal quarter, MD&A with respect to the foregoing; and

(iv) the other financial information described on Exhibit F hereto and take the other actions specified therein, in each case within the time frames specified therefor on Exhibit F.

(e) Draft of Long-Term Business Plan. The Borrower shall deliver a long-term business plan (the “Long-Term Business Plan”) to the Administrative Agent by no later than July 28, 2009, which shall include (i) forecasted consolidated balance sheets (assuming a static capitalization) and forecasted consolidated statements of income and cash flows of the Borrower and its Restricted Subsidiaries for the next succeeding three fiscal years and (ii) forecasted consolidated statements of income and cash flows of the Borrower and its Restricted Subsidiaries for each month of the fiscal year ending in 2009.

(f) Prohibition on Assignments and Participations. From and after the Second Forbearance Effective Date, the Credit Parties, the Equity Investors, the Permitted Holders and each of their respective Affiliates shall be prohibited from purchasing (by assignment, participation or otherwise), in whole or in part, any Commitment, Loan, Letter of Credit or any other Obligation.

(g) Subordinated Indebtedness Payments. The Borrower shall give the Administrative Agent 5 Business Days’ prior notice of its intent to make any payment (including any payment of interest) with respect to any Existing Notes or any other Junior Financing (the “Payment Notice”).

(h) Restrictions on Cure Rights; Accordion. Notwithstanding anything in the Credit Agreement to the contrary, the Borrower shall not, directly or indirectly, (x) exercise any “equity cure right” described in Section 8.05 of the Credit Agreement, or (y) request, effect or incur any Revolving Commitment Increase or any Incremental Term Loans pursuant to Section 2.14 of the Credit Agreement.

(i) Additional Restrictions. Notwithstanding anything in the Credit Agreement to the contrary (but subject to the additional restrictions in the immediately succeeding sentence), from and after Second Forbearance Effective Date, the Borrower shall not, nor shall it permit any of its Restricted Subsidiaries to, directly or indirectly, (A) incur any Indebtedness, (B) create or incur any new Liens, (C) make any Investments, (D) make any Restricted Payments, or (E) consummate any Disposition, except, in the case of each such clause, in the ordinary course of business and, in the case of Investments or Dispositions by a Loan Party that is not an Immaterial Subsidiary in or to a Loan Party that is an Immaterial Subsidiary, consistent with past practices or as otherwise permitted by Cash Collateral Stipulation and the “Budget” referred to therein; provided, however, that the Borrower and its Restricted Subsidiaries shall in any event be permitted to (x) incur Indebtedness permitted under Sections 7.03(f), (m), (o), (p) and (q) of the Credit Agreement, (y) create or incur Liens permitted under Sections 7.01(c), (d), (e), (f), (g), (l) and (t) of the Credit Agreement and (z) the Borrower may incur Postpetition Financing (as defined in the Cash Collateral Stipulation) from Vista Holdings, LLC and postpetition intercompany debt from Past Enterprises, in each case on the terms and conditions provided in the Cash Collateral Stipulation. Furthermore, from and after the Second Forbearance Effective Date, (i) the Borrower and its Restricted Subsidiaries may not take any action that would be prohibited by the express terms of the Credit Agreement at any time while a Default or Event of Default is in existence, (ii) no payments of the type described in Section 7.08(m) of the Credit Agreement may be made to the Holding Company or the Equity Investors, (iii) the Borrower and its Restricted Subsidiaries shall not enter into, or commit to enter into, any Permitted Acquisition or sale-leaseback transaction, (iv) the Borrower may not designate any Restricted Subsidiary as an “Unrestricted Subsidiary” or an “Immaterial Subsidiary” pursuant to Section 6.14 of the Credit Agreement, (v) no payments of the type described in Sections 7.08(f) and (h) of the Credit Agreement may be made to employees or principals of the Permitted Holders providing services to the Borrower (including in their capacity as members of the Borrower’s Board of Directors); *provided, however*, that the payment of reasonable out-of-pocket costs of and provisions of indemnities to such persons shall continue to be permitted as provided in Section 7.08(h) of the Credit Agreement, (vi) no Restricted Subsidiary shall make any Investment in, or Restricted Payment or Disposition to, the Borrower, except for (x) at any time prior to the Cash Collateral Stipulation Effective Date, Investments in the Borrower in the ordinary course of business and consistent with past practices and (y) at any time on and after the Cash Collateral Stipulation Effective Date, Investments and/or Restricted Payments permitted to be made by Past Enterprises pursuant to the terms of the Cash Collateral Stipulation, (vii) on and after the Cash Collateral Stipulation Effective Date, neither the Borrower nor any of its Restricted Subsidiaries may make any Investment in, or Restricted Payment to, any Person (including River Central, Tropicana Station and any Unrestricted Subsidiary), except as provided in the Cash Collateral Stipulation and the “Budget” referred to therein, and (ix) Past Enterprises shall not merge, dissolve, consolidate with or into another Person or conduct, transact or otherwise engage in any business other than (1) the maintenance of its legal existence, (2) the performance of the Loan Documents to which it is a party and (3) the performance of treasury functions and related activities as described in the Cash Collateral Stipulation. For purposes of this clause (i), the term “Indebtedness” as used herein shall exclude the effects of clause (B) of the second sentence of the definition of “Indebtedness” contained in the Credit Agreement.

(j) Fees and Expenses. (i) The Borrower and, if the Borrower is prohibited from doing so by Applicable Law, the Guarantors shall pay within 10 days of receipt of an invoice therefor

(subject to redaction to protect privileges or other confidential communications) all reasonable fees and expenses to be paid to White & Case LLP, Simpson Thacher and Bartlett LLP, McDonald Carano Wilson LLP and the Lender Financial Advisor.

(ii) The Borrower and the Guarantors jointly and severally agree to pay for the account of each Consenting Lender (as defined below) a non-refundable cash fee (the “Deferred Forbearance Fee”) in Dollars in an aggregate amount equal to 125 basis points (1.25%) on an amount equal to the sum of (i) the aggregate principal amount of the Loans of such Consenting Lender plus (ii) such Consenting Lender’s Pro Rata Share of all L/C Obligations and Swing Line Loans plus (iii) such Consenting Lender’s unused Revolving Credit Commitment, in each case as outstanding or in effect at 11:00 A.M. (New York City time) on July 28, 2009, which Deferred Forbearance Fee shall be (x) earned by such Consenting Lender on the Second Forbearance Effective Date and (b) payable to such Consenting Lender on the date (and subject to the occurrence) of the effectiveness of the Amended and Restated Credit Agreement.

(k) Special Guarantor Covenants. The Guarantors hereby (i) reaffirm their guaranty of the due and punctual payment of the Obligations (as defined in the Guaranty) when the same come due (whether before or after the Petition Filing Date) pursuant to the Guaranty, (ii) reaffirm their covenants and agreements in Section 2.11 of the Guaranty (to which they shall be bound both before and after the Petition Filing Date), and (iii) covenant and agree (without limiting the generality of the foregoing) at all times on and after the Petition Filing Date to perform and comply with all terms, covenants and agreements contained in this Second Forbearance Agreement and Articles II, III and X of the Credit Agreement directly applicable to the Borrower as if the same were directly applicable to the Guarantors (which are incorporated herein *mutatis mutandi* as if set forth herein in their entirety). Past Enterprises, for its part, hereby covenants and agrees (without limiting the generality of the foregoing) to perform all obligations of the Borrower described in Sections 3(a), (c) and (d) of the Security Agreement (and similar obligations of the Borrower in other Collateral Documents) as if the same were directly applicable to Past Enterprises.

(l) Filing of Chapter 11 Cases. If the Borrower elects to commence a Borrower Chapter 11 Case or the Holding Companies elect to commence a Holding Company Chapter 11 Case, the Borrower and the Holding Companies shall cause the Borrower Chapter 11 Case, all Holding Company Chapter 11 Cases, all CMBS Subsidiary Chapter 11 Cases and all Other Chapter 11 Cases to be commenced in Reno, Nevada on the same day.

**SECTION 5. Representations, Warranties And Covenants Of The Borrower and The Other Credit Parties**

To induce the Lenders and the Administrative Agent to execute and deliver this Second Forbearance Agreement, each of the Borrower and the other Credit Parties represents, warrants and covenants that:

(a) Organization and Powers. Each Credit Party (a) is a corporation, limited liability company or limited partnership, duly organized or formed, validly existing and in good standing under the laws of the jurisdiction of its incorporation or organization, (b) has all requisite power and authority to (i) own or lease its assets and carry on its business and (ii) execute and deliver, and perform its obligations under, this Second Forbearance Agreement, (c) is duly qualified and in good standing under the Laws of each jurisdiction where its ownership, lease or operation of properties or the conduct of its business requires such qualification, (d) is in compliance with all Laws, orders, writs, injunctions and orders, and (e) has all requisite governmental licenses, authorizations, consents and approvals to operate its business as currently conducted; except in each case referred to in clause

(c), (d) or (e), to the extent that failure to do so could not reasonably be expected to have a Material Adverse Effect.

(b) Authorization of Agreement; No Conflict. The execution, delivery and performance of this Second Forbearance Agreement by each Credit Party is within such Credit Party's corporate or other powers, has been duly authorized by all necessary corporate or other organizational action, and does not and will not (a) contravene the terms of any of such Credit Party's Organization Documents, (b) conflict with or result in any breach or contravention of, or the creation of any Lien under (other than Permitted Liens), or require any payment to be made under (i) (x) any Existing Notes Documentation or (y) any other Contractual Obligation to which such Credit Party is a party or affecting such Credit Party or the properties of such Credit Party or any of its Subsidiaries or (ii) any material order, injunction, writ or decree of any Governmental Authority or any arbitral award to which such Loan Party or its property is subject; or (c) violate any material Law.

(c) Governmental Consents. No material approval, consent, exemption, authorization, or other action by, or notice to, or filing with, any Governmental Authority or any other Person is necessary or required in connection with (a) the execution, delivery or performance by, or enforcement against, any Credit Party of this Second Forbearance Agreement or (b) the exercise by the Administrative Agent or any Lender of its rights under this Second Forbearance Agreement, except for those approvals, consents, exemptions, authorizations or other actions, notices and filings which have been duly obtained, taken, given or made and are in full force and effect.

(d) Binding Obligation. This Second Forbearance Agreement has been duly executed and delivered by each Credit Party. This Second Forbearance Agreement constitutes a legal, valid and binding obligation of such Credit Party, enforceable against each such Credit Party in accordance with its terms, except as such enforceability may be limited by Debtor Relief Laws and by general principles of equity.

(e) Incorporation of Representations and Warranties and Covenants from Loan Documents. Except with respect to the Pre-Forbearance Defaults and the Permitted Exceptions, the representations and warranties contained in the Credit Agreement and each of the other Loan Documents are and will be true, correct and complete in all material respects on and as of the Second Forbearance Effective Date to the same extent as though made on and as of that date, except to the extent such representations and warranties specifically relate to an earlier date, in which case they were true, correct and complete in all material respects on and as of such earlier date, and each of the agreements and covenants in the Credit Agreement and the other Loan Documents is hereby reaffirmed with the same force and effect as if each were separately stated herein and made as of the date hereof.

(f) Absence of Default. As of the Second Forbearance Effective Date, (x) no Default or Event of Default has occurred or is continuing under the Credit Agreement or any other Loan Document (other than the Pre-Forbearance Defaults) and (y) except solely with respect to the Specified Events described in item (ii) of Exhibit A as to each issue of Existing Notes, no "Default" or "Event of Default" (as those terms are defined in the Existing Notes Indentures) has occurred or is continuing in respect of the Existing Notes.

(g) Collateral. The Lenders' and the Administrative Agent's security interests in the Collateral (to the extent required pursuant to the Collateral and Guaranty Requirement) continue to be valid, binding, and enforceable first-priority security interests which secure the Obligations (subject only to the Permitted Liens).

(h) True and Complete Disclosure. All factual information (taken as a whole) furnished by or on behalf of any Credit Party in writing to the Administrative Agent or any Lender for purposes of or in connection with this Second Forbearance Agreement or any transaction contemplated herein or therein is, and all other such factual information (taken as a whole) hereafter furnished by or on behalf of any Credit Party in writing to the Administrative Agent or any Lender will be, true and accurate in all material respects on the date as of which such information is dated or certified and not incomplete by omitting to state any fact necessary to make such information (taken as a whole) not misleading in any material respect at such time in light of the circumstances under which such information was provided, *provided* that, with respect to projected financial information and pro forma financial information, the Credit Parties represent only that such information was prepared in good faith based upon assumptions believed to be reasonable at the time of preparation; it being understood that such projections may vary from actual results and that such variances may be material.

SECTION 6. Ratification of Liabilities, etc. (a) Each of the Borrower and the other Credit Parties hereby ratifies and reaffirms all of its payment and performance obligations and obligations to indemnify, contingent or otherwise, under this Second Forbearance Agreement and each other Loan Document to which such Person is a party, and each such party hereby ratifies and reaffirms its grant of Liens on its properties pursuant to such Loan Documents to which it is a party as security for the Obligations, and confirms and agrees that such Liens hereafter secure all of the Obligations. Each Guarantor acknowledges the effectiveness and continuing validity of the Guaranty and its liability for the Obligations pursuant to the terms of the Guaranty and that such Obligations are without defense, setoff and counterclaim.

(b) Each Credit Party (i) acknowledges receipt of a copy of this Second Forbearance Agreement and all other agreements, documents and instruments executed and/or delivered in connection herewith, (ii) consents to the terms and conditions of same without prejudice to any Credit Party's liability pursuant to any of the Loan Documents, (iii) agrees and acknowledges that each of the Loan Documents remains in full force and effect, that such Credit Party's obligations thereunder are without defense, setoff and counterclaim and that each of the Loan Documents is hereby ratified and confirmed, and (iv) ratifies and reaffirms each waiver of such Credit Party set forth in the Loan Documents to which it is a party.

SECTION 7. Reference To And Effect Upon The Credit Agreement. (a) Except as expressly modified hereby, all terms, conditions, covenants, representations and warranties contained in the Credit Agreement and other Loan Documents, and all rights of the Lenders and the Administrative Agent and all of the Obligations, shall remain in full force and effect. Each of the Borrower and the other Credit Parties hereby confirms that no such party has any right of setoff, recoupment or other offset with respect to any of the Obligations.

(b) Except as expressly set forth herein, the effectiveness of this Second Forbearance Agreement shall not directly or indirectly (i) create any obligation to make any further Loans or issue any Letters of Credit after the Second Forbearance Effective Date, (ii) create any obligation to continue to defer any enforcement action after the occurrence of any Forbearance Default, (iii) constitute a consent or waiver of any past, present or future violations, including Defaults and Events of Default, of any provisions of the Credit Agreement or any other Loan Documents, (iv) amend, modify, prejudice or operate as a waiver of any provision of the Credit Agreement or any other Loan Documents or any right, remedy, power or privilege of the Lenders and/or the Administrative Agent, (v) constitute a consent to any merger or other transaction or to any sale, restructuring or refinancing transaction, or (vi) constitute a course of dealing or other basis for altering any Obligations or any other contract or instrument. Except as expressly set forth herein, each of the Administrative Agent

and each Lender reserves all of its rights, remedies, powers and privileges under the Credit Agreement, the other Loan Documents, applicable law and/or equity. All of the provisions of the Credit Agreement and the other Loan Documents are hereby reiterated, and if ever waived (other than hereafter in writing), are hereby reinstated. Notwithstanding any other provision in this Second Forbearance Agreement, it is understood and agreed that during the period commencing on the Second Forbearance Effective Date and ending on the earlier of the Holding Company Forbearance Termination Date and July 31, 2009, notwithstanding the Borrower's inability to make the statements required by Section 4.02 of the Credit Agreement (or in any Request for Credit Extension required thereby), solely to the extent excused pursuant to the last sentence of Section 2(d) of this Second Forbearance Agreement, but subject to all other terms and conditions contained in the Credit Agreement and Section 2(d) hereof (including the Cash Collateralization of Letters of Credit), any L/C Issuer may renew, extend or amend Letters of Credit, provided that the Revolving Credit Exposure of the Revolving Credit Lenders and the L/C Obligations of the Borrower are not increased after giving effect to such renewal, extension or amendment of any such Letter of Credit.

(c) From and after the Second Forbearance Effective Date, (i) the term "Agreement" in the Credit Agreement, and all references to the Credit Agreement in any Loan Document shall mean the Credit Agreement, and (ii) the term "Loan Document" in the Credit Agreement and the other Loan Documents shall include, without limitation, this Second Forbearance Agreement and any agreements, instruments and other documents executed and/or delivered in connection herewith.

(d) This Second Forbearance Agreement shall not be deemed or construed to be a satisfaction, reinstatement, novation or release of the Credit Agreement or any other Loan Document.

**SECTION 8. The Borrower's Release and Duty to Indemnify for Assigned Claims.** By its execution hereof and in consideration of the mutual covenants contained herein and other accommodations granted to the Credit Parties hereunder, each Credit Party, on behalf of itself and each of its Subsidiaries, and its or their successors, assigns and agents, hereby expressly forever waives, releases and discharges any and all claims (including, without limitation, cross-claims, counterclaims, and rights of setoff and recoupment), causes of action (whether direct or derivative in nature), demands, suits, costs, expenses and damages (collectively, the "Claims") any of them may have or allege to have as of the date of this Second Forbearance Agreement (and all defenses that may arise out of any of the foregoing) of any nature, description, or kind whatsoever, based in whole or in part on facts, whether actual, contingent or otherwise, now known, unknown, or subsequently discovered, whether arising in law, at equity or otherwise, against the Administrative Agent or any Lender that has executed this Second Forbearance Agreement (other than a Non-Funding Lender), their respective affiliates, agents, principals, managers, managing members, members, stockholders, "controlling persons" (within the meaning of the United States federal securities laws), directors, officers, employees, attorneys, consultants, advisors, agents, trusts, trustors, beneficiaries, heirs, executors and administrators of each of the foregoing (collectively, the "Released Parties") arising out of this Second Forbearance Agreement, the Credit Agreement, the other Loan Documents, the Credit Facilities Term Sheet (as defined in the First Forbearance Agreement), the Bank Solicitation Statement (as defined in the First Forbearance Agreement) and any or all of the actions and transactions contemplated hereby or thereby, including any actual or alleged performance or non-performance of any of the Released Parties (other than a Non-Funding Lender) hereunder or under the Loan Documents. Each Credit Party hereby acknowledges that the agreements in this Section 8 are intended to be in full satisfaction of all or any alleged injuries or damages arising in connection with the Claims. In entering into this Second Forbearance Agreement, each Credit Party expressly disclaims any reliance on any representations, acts, or omissions by any of the Released Parties and hereby agrees and acknowledges that the validity and effectiveness of the releases set forth above does not depend in any way on any such representation, acts and/or omissions or the accuracy,

completeness, or validity thereof. Notwithstanding the foregoing, (x) no Non-Funding Lender shall have any rights or benefits under this Section 8 and none of the releases, waivers or other assurances provided by the Credit Parties shall apply to any Claims of the Credit Parties against Non-Funding Lenders, who shall remain fully liable for their obligations to the Credit Parties thereunder and (y) nothing set forth in this Section 8 is intended to, nor shall anything set forth in this Section 8 be construed to, release any Claim that any Credit Party may hold against any Released Party in its capacity as a lender, adviser or agent under: (i) the Casino Sale Leaseback Transaction, (ii) the CMBS Facility and CMBS Loan Documents, including the loans made thereunder, (iii) Land Loan Documents, including the loans made thereunder, or (iv) the Head Office Sale Leaseback Transaction. The provisions of this paragraph shall survive the termination or expiration of each Applicable Forbearance Period and the termination of the Loan Documents and the payment in full of all Obligations of the Credit Parties under or in respect of the Credit Agreement and other Loan Documents and all other amounts owing thereunder.

SECTION 9. **Construction.** This Second Forbearance Agreement and all other agreements and documents executed and/or delivered in connection herewith have been prepared through the joint efforts of all of the parties hereto. Neither the provisions of this Second Forbearance Agreement or any such other agreements and documents nor any alleged ambiguity therein shall be interpreted or resolved against any party on the ground that such party or its counsel drafted this Second Forbearance Agreement or such other agreements and documents, or based on any other rule of strict construction. Each of the parties hereto represents and declares that such party has carefully read this Second Forbearance Agreement and all other agreements and documents executed in connection herewith and therewith, and that such party knows the contents hereof and thereof and signs the same freely and voluntarily. The parties hereto acknowledge that they have been represented by legal counsel of their own choosing in negotiations for and preparation of this Second Forbearance Agreement and all other agreements and documents executed in connection herewith and that each of them has read the same and had their contents fully explained by such counsel and is fully aware of their contents and legal effect.

SECTION 10. **Counterparts.** This Second Forbearance Agreement may be executed in any number of counterparts, each of which when so executed shall be deemed an original, but all such counterparts shall constitute one and the same instrument, and all signatures need not appear on any one counterpart. Any party hereto may execute and deliver a counterpart of this Second Forbearance Agreement by delivering by facsimile or other electronic transmission a signature page of this Second Forbearance Agreement signed by such party, and any such facsimile or other electronic signature shall be treated in all respects as having the same effect as an original signature.

SECTION 11. **Severability.** The invalidity, illegality, or unenforceability of any provision in or obligation under this Second Forbearance Agreement in any jurisdiction shall not affect or impair the validity, legality, or enforceability of the remaining provisions or obligations under this Second Forbearance Agreement or of such provision or obligation in any other jurisdiction.

SECTION 12. **Further Assurances.** The Borrower and each other Credit Party agrees to, and to cause any other Credit Party to, take all further actions and execute all further documents as the Administrative Agent may from time to time reasonably request to carry out the transactions contemplated by this Second Forbearance Agreement and all other agreements executed and delivered in connection herewith and therewith. Any failure to comply with the agreements in this Section 12 shall be an Event of Default for all purposes of the Credit Agreement if such failure has not been remedied or waived within 5 Business Days after the Borrower's receipt of notice from the Administrative Agent.

SECTION 13. **Section Headings.** Section headings in this Second Forbearance Agreement are included herein for convenience of reference only and shall not constitute part of this Second Forbearance Agreement for any other purpose.

SECTION 14. **Notices.** All notices, requests, and demands to or upon the respective parties hereto shall be given in accordance with the Credit Agreement.

SECTION 15. **Governing Law.** This Second Forbearance Agreement and the rights and obligations of the parties under this Second Forbearance Agreement shall be governed by, and construed and interpreted in accordance with, the law of the State of New York.

SECTION 16. **Acknowledgements.** Each Credit Party hereby acknowledges that:

(a) it has carefully read and fully understood all of the terms and conditions of this Second Forbearance Agreement;

(b) it has consulted with, or had a full and fair opportunity to consult with, and has been advised by fully competent counsel in the negotiation, execution and delivery of this Second Forbearance Agreement;

(c) it has had a full and fair opportunity to participate in the drafting of this Second Forbearance Agreement and that no provision of this Second Forbearance Agreement shall be construed against or interpreted to the disadvantage of any party hereto by any court or other governmental or judicial authority by reason of any party hereto having or being deemed to have structured, dictated or drafted such provision;

(d) it is freely, voluntarily, knowingly and intelligently entering into this Second Forbearance Agreement;

(e) none of the Lenders or the Administrative Agent has a fiduciary relationship to any Credit Party, and the relationship between the Administrative Agent and the Lenders, on the one hand, and the Credit Parties, on the other, is solely that of creditor and debtor; and

(f) no joint venture exists among the Credit Parties, the Administrative Agent and the Lenders.

SECTION 17. **Effectiveness.** This Second Forbearance Agreement shall become effective at the time (the "Second Forbearance Effective Date") that all of the following conditions precedent have been satisfied as determined by the Administrative Agent in its sole discretion:

(a) **Agreement.** The Administrative Agent shall have received duly executed signature pages for this Second Forbearance Agreement signed by the Borrower, each other Credit Party, the Required Lenders and the Revolving Credit Lenders (which shall be at least three in number) holding more than 50% of the Revolving Credit Commitments.

(b) **Due Authorization.** The Administrative Agent shall have received resolutions from each Credit Party evidencing the corporate or similar authority of such Credit Party to execute, deliver and perform its obligations under this Second Forbearance Agreement and, as applicable, all other agreements and documents executed in connection therewith.

(c) Accuracy of Representations. The representations and warranties contained in Section 5 of this Second Forbearance Agreement are and will be true, correct and complete in all material respects on and as of the Second Forbearance Effective Date to the same extent as though made on and as of that date, except to the extent such representations and warranties specifically relate to an earlier date, in which case they were true, correct and complete in all material respects on and as of such earlier date.

(d) Opinions. The Administrative Agent shall have received opinions of counsel to the Credit Parties as to the transactions contemplated hereby in form and substance reasonably acceptable to the Administrative Agent.

(e) Forbearance Fee. The Guarantors shall have paid to the Administrative Agent for distribution to each Lender which has executed and delivered to the Administrative Agent (or its designee) a counterpart hereof by 11:00 A.M. (New York City time) on July 28, 2009 (each a "Consenting Lender"), a non-refundable cash fee (the "Forbearance Fee") in Dollars in an aggregate amount equal to 25 basis points (0.25%) on an amount equal to the sum of (i) the aggregate principal amount of the Loans of such Lender plus (ii) such Lender's Pro Rata Share of all L/C Obligations and Swing Line Loans plus (iii) such Lender's unused Revolving Credit Commitment, in each case as outstanding or in effect at 11:00 A.M. (New York City time) on July 28, 2009. The Forbearance Fee shall not be subject to counterclaim or set-off, or be otherwise affected by, any claim or dispute relating to any other matter.

(f) Other Fees. The Borrower shall have paid (x) all the reasonable fees, expenses and disbursements of White & Case LLP, Simpson Thacher & Bartlett, McDonald Carano Wilson LLP, the Lender Financial Advisor and a single legal counsel to each Agent which delivers its original or facsimile signature page to this Second Amendment to the Administrative Agent or its designee no later than 11:00 A.M. (New York City time) on July 28, 2009, and for which invoices (subject to redaction to protect privileges or other confidential communications) have been presented to the Borrower and (y) an "evergreen" retainer of (i) \$125,000 to White & Case LLP (or such lesser amount such that after all payments under this Section 17(f), White & Case LLP hold an "evergreen" retainer of \$125,000) and (ii) \$125,000 to Simpson Thacher & Bartlett (or such lesser amount such that after all payments under this Section 17(f), Simpson Thacher & Bartlett hold an "evergreen" retainer of \$125,000).

The Administrative Agent shall provide prompt written notice of the occurrence of the Second Amendment Effective Date to the Lenders.

SECTION 18. Assignments; No Third Party Beneficiaries. This Second Forbearance Agreement shall be binding upon and inure to the benefit of the Borrower, the other Credit Parties, the Lenders, the Administrative Agent and their respective successors and assigns; provided, that neither the Borrower nor any other Credit Party shall be entitled to delegate any of its duties hereunder and shall not assign any of its rights or remedies set forth in this Second Forbearance Agreement without the prior written consent of the Administrative Agent in its sole discretion. No Person other than the parties hereto and their permitted successors and assigns, shall have any rights hereunder or be entitled to rely on this Second Forbearance Agreement and all third-party beneficiary rights are hereby expressly disclaimed.

SECTION 19. Amendments. This Second Forbearance Agreement constitutes a "Loan Document" for purposes of the Credit Agreement and the other Loan Documents. No provision of

this Second Forbearance Agreement may be amended, modified, waived or supplemented, except as provided in Section 10.01 of the Credit Agreement.

SECTION 20. **Final Agreement.** This Second Forbearance Agreement, the Credit Agreement, the other Loan Documents, and the other written agreements, instruments, and documents entered into in connection herewith and therewith (collectively, the “Credit Support Documents”) set forth in full the terms of agreement between the parties hereto and thereto and are intended as the full, complete, and exclusive contracts governing the relationship between such parties, superseding all other discussions, promises, representations, warranties, agreements, undertakings and understandings between the parties with respect thereto. No term of the Credit Support Documents may be amended, restated, waived or otherwise modified except in a writing signed by the party against whom enforcement of the modification, amendment, or waiver is sought, unless otherwise provided in the applicable Credit Support Documents. Any waiver of any condition in, or breach of, any of the foregoing in a particular instance shall not operate as a waiver of other or subsequent conditions or breaches of the same or a different kind. The Lenders’ and/or the Administrative Agent’s exercise or failure to exercise any rights or remedies under any of the foregoing in a particular instance shall not operate as a waiver of its right to exercise the same or different rights, remedies, powers and privileges in any other instances. There are no oral agreements among the parties hereto.

SECTION 21. **Special Reservations.** (a) The confirmation of the Existing Commitment Fees in Section 1(a) of this Second Forbearance Agreement shall not be construed to be (x) a waiver of any rights any Credit Party may have against a Non-Funding Lender on grounds that such Non-Funding Lender is a Defaulting Lender or otherwise or (y) an acknowledgment by the Credit Parties that a Non-Funding Lender is entitled to the payment of the Existing Commitment Fees pursuant to Section 2.09(a) of the Credit Agreement.

(b) Nothing contained in, or arising out of the execution and delivery of, this Second Forbearance Agreement shall be construed as a waiver of any of the rights of the Administrative Agent, the Lenders, the Swing Line Lender and the L/C Issuers reserved pursuant to that certain Reservation of Rights Letter, dated January 16, 2009, from the Administrative Agent to the Borrower, with respect to the Designation described therein (and its effectiveness), all of which rights remain expressly reserved as described therein.

IN WITNESS WHEREOF, this Second Forbearance Agreement has been executed by the parties hereto as of the date first written above.

**STATION CASINOS, INC.**  
a Nevada corporation

By: /s/ Thomas M. Friel

Name: Thomas M. Friel

Title: Executive Vice President, Chief Accounting  
Officer & Treasurer

**FCP HOLDING, INC.,**  
a Nevada corporation

By: /s/ Frank J. Fertitta III  
Name: Frank J. Fertitta III  
Title: President

---

**FERTITTA PARTNERS LLC,**  
a Nevada limited liability company

By: /s/ Frank J. Fertitta III

Name: Frank J. Fertitta III

Title: President

**FCP VOTECO, LLC,**  
a Nevada limited liability company

By: /s/ Frank J. Fertitta III

Name: Frank J. Fertitta III

Title: Co-President

**BOULDER STATION, INC.  
CENTERLINE HOLDINGS, LLC  
CHARLESTON STATION, LLC  
FIESTA STATION, INC.  
FRESNO LAND ACQUISITIONS, LLC  
GOLD RUSH STATION, LLC  
LAKE MEAD STATION, INC.  
LML STATION, LLC  
MAGIC STAR STATION, LLC  
PALACE STATION HOTEL & CASINO, INC.  
RANCHO STATION, LLC  
SANTA FE STATION, INC.  
STATION HOLDINGS, INC.  
STN AVIATION, INC.  
SUNSET STATION, INC.  
TEXAS STATION, LLC  
TROPICANA STATION, INC.  
TROPICANA STATION, LLC**

By: /s/ Thomas M. Friel

Name: Thomas M. Friel

Title: Senior Vice President and Treasurer

**SC BUTTE DEVELOPMENT, LLC  
SC BUTTE MANAGEMENT, LLC  
SC MADERA DEVELOPMENT, LLC  
SC MADERA MANAGEMENT, LLC  
SC SONOMA DEVELOPMENT, LLC  
SC SONOMA MANAGEMENT, LLC  
STATION CALIFORNIA, LLC  
STATION DEVELOPMENT, LLC**

By: /s/ Thomas M. Friel  
Name: Thomas M. Friel  
Title: Authorized Signatory

---

**RIVER CENTRAL, LLC,**  
a Nevada limited liability company

By: Station Casinos, Inc., a Nevada corporation, its Manager

By: /s/ Thomas M. Friel

Name: Thomas M. Friel

Title: Executive Vice President, Chief Accounting  
Officer & Treasurer

**STATION CONSTRUCTION, LLC,**  
a Nevada limited liability company

By: Station Casinos, Inc., a Nevada corporation, its Sole Member

By: /s/ Thomas M. Friel

Name: Thomas M. Friel

Title: Executive Vice President, Chief Accounting  
Officer & Treasurer

**PAST ENTERPRISES, INC.,**  
an Arizona corporation

By: /s/ Thomas M. Friel

Name: Thomas M. Friel

Title: President and Treasurer

**SONOMA LAND HOLDINGS, LLC**

By: /s/ Thomas M. Friel

Name: Thomas M. Friel

Title: President, Chief Financial Officer & Treasurer

ARTUS LOAN FUND 2007-I, LTD.  
BABSON CLO LTD. 2004-I  
BABSON CLO LTD. 2005-I  
BABSON CLO LTD. 2005-II  
BABSON CLO LTD. 2005-III  
BABSON CLO LTD. 2006-II  
BABSON CLO LTD. 2007-I  
SAPPHIRE VALLEY CDO I, LTD.  
By: Babson Capital Management LLC as  
Collateral Manager

By: /s/ Thomas Q. McDonnell  
Name: Thomas Q. McDonnell  
Title: Managing Director

MAPLEWOOD (CAYMAN) LIMITED  
By: Babson Capital Management LLC as  
Investment Manager

By: /s/ Thomas Q. McDonnell  
Name: Thomas Q. McDonnell  
Title: Managing Director

VINACASA CLO, LTD.  
By: Babson Capital Management LLC as  
Collateral Servicer

By: /s/ Thomas Q. McDonnell  
Name: Thomas Q. McDonnell  
Title: Managing Director

---

BABSON MID-MARKET CLO 2007 LTD.- II  
By: Babson Capital Management LLC as Collateral  
Manager

By: /s/ Thomas Q. McDonnell  
Name: Thomas Q. McDonnell  
Title: Managing Director

---

Bank of America N.A.:

By: /s/ Patrick Honey

Name: Patrick Honey

Title: Senior Vice President

---

NAME OF INSTITUTION:

BANK OF SCOTLAND PLC, NEW YORK  
BRANCH

By: /s/ Karen Weich

Name: Karen Weich

Title: Vice President

---

NAME OF INSTITUTION:  
**DEUTSCHE BANK TRUST COMPANY  
AMERICAS**

By: /s/ Mary Kay Coyle  
Name: Mary Kay Coyle  
Title: Managing Director

By: /s/ Keith Braun  
Name: Keith Braun  
Title: Managing Director

---

JPMorgan Chase Bank, N.A.

By: /s/ Marc E. Costantino  
Name: Marc E. Costantino  
Title: Executive Director

---

NAME OF INSTITUTION:  
Wachovia Bank National Association

By: /s/ Reginald T. Dawson  
Name: Reginald T. Dawson  
Title: Managing Director

---

WELLS FARGO BANK N.A.

By: /s/ Ernie Pinder

Name: Ernie Pinder

Title: Vice President, Principal

---

**DEUTSCHE BANK TRUST COMPANY AMERICAS,**  
as Administrative Agent

By: /s/ Mary Kay Coyle

Name: Mary Kay Coyle

Title: Managing Director

By: /s/ Keith Braun

Name: Keith Braun

Title: Managing Director

---



**CONTACT: Thomas M. Friel, (800) 544-2411 or (702) 495-4210**  
**Executive Vice President, Chief Accounting Officer and Treasurer**

**Lori B. Nelson, (800) 544-2411 or (702) 495-4248**  
**Director of Corporate Communications**

**Station Casinos Voluntarily Files Chapter 11 Petitions to Restructure Its Debt; Filing Will Not Affect Casino Operations, Guests, or Employees**

*None of the Company's Casino-Operating Subsidiaries Included in the Filing*

LAS VEGAS — July 28, 2009 — Station Casinos, Inc. (the “Company”) announced today that it and certain of its non-casino subsidiaries filed voluntary petitions to reorganize under Chapter 11 of the United States Bankruptcy Code in Reno, Nevada.

Pursuant to an agreement with the Company’s senior secured lenders, none of the Company’s casino operating subsidiaries or affiliates were included in the Chapter 11 filings and the Company will continue normal operations at all of its properties under the direction of its existing management team. In addition to cash generated from its operating subsidiaries and affiliates, the Company has in place an agreement with its senior secured lenders that, subject to court approval, permits it to borrow, as needed, up to \$150 million of cash from one of its non-operating subsidiaries.

“Station Casinos is a great company and our 18 casinos and resorts continue to generate positive cash flow, but the global recession has severely impacted our company, just as it has every other company in the gaming industry. The restructuring of our debt will provide us with the financial flexibility necessary to meet the challenges of the current economic environment. Equally important, it will provide the resources necessary for us to continue to invest in our properties, take advantage of opportunities as they arise and ultimately enable us to emerge as a stronger company,” said Frank J. Fertitta III, Chairman and Chief Executive Officer of Station Casinos.

“All of our casinos will continue to operate as usual and we will continue to provide our guests with the same great value and entertainment choices they have always enjoyed at our properties,” said Kevin Kelley, Chief Operating Officer of Station Casinos. “From our loose slots, to honoring points earned in our Boarding Pass program, to our great promotions and contests—like our upcoming Great Giveaway Football Contest, it’s business as usual at Station Casinos,” Kelley said.

---

“Just as importantly, our Team Members will see no difference in their jobs. We greatly value our Team Members and will do everything we can during these difficult economic times to reward them for their excellent performance,” Kelley said. “It’s no accident that Station was recognized by FORTUNE Magazine as one of the ‘100 Best Companies to Work For’ in 2005, 2006, 2007 and 2008. We are committed to our Team Members, just as they are committed to us and to meeting the needs of our guests.”

The filing companies have posted details on its website [www.stationcasinos.com](http://www.stationcasinos.com), click on the “corporate” link for parties interested in more information.

### **Company Information and Forward Looking Statements**

Station Casinos, Inc. is the leading provider of gaming and entertainment to the residents of Las Vegas, Nevada. Station’s properties are regional entertainment destinations and include various amenities, including numerous restaurants, entertainment venues, movie theaters, bowling and convention/banquet space, as well as traditional casino gaming offerings such as video poker, slot machines, table games, bingo and race and sports wagering. Station owns and operates Red Rock Casino Resort Spa, Palace Station Hotel & Casino, Boulder Station Hotel & Casino, Santa Fe Station Hotel & Casino, Wildfire Rancho and Wild Wild West Gambling Hall & Hotel in Las Vegas, Nevada, Texas Station Gambling Hall & Hotel and Fiesta Rancho Casino Hotel in North Las Vegas, Nevada, and Sunset Station Hotel & Casino, Fiesta Henderson Casino Hotel, Wildfire Boulder, Gold Rush Casino and Lake Mead Casino in Henderson, Nevada. Station also owns a 50% interest in Green Valley Ranch Station Casino, Aliante Station Casino and Hotel, Barley’s Casino & Brewing Company, The Greens and Wildfire Lanes in Henderson, Nevada and a 6.7% interest in the joint venture that owns the Palms Casino Resort in Las Vegas, Nevada. In addition, Station manages Thunder Valley Casino near Sacramento, California on behalf of the United Auburn Indian Community.

This press release contains certain forward-looking statements with respect to the Company and its subsidiaries which involve risks and uncertainties that cannot be predicted or quantified, and consequently, actual results may differ materially from those expressed or implied herein. Such risks and uncertainties include, but are not limited to, failure to obtain necessary bankruptcy court or gaming authority approvals, failure to obtain or loss of continued support of a plan by the Company’s stakeholders, delays in the confirmation or effective date of a plan due to factors beyond the Company’s control, failure to consummate a restructuring plan, failure to execute a restructuring plan, competition and other economic factors; and other risks described in the filings of the Company with the Securities and Exchange Commission, including, but not limited to, the Company’s Annual Report on Form 10-K, as amended, for the year ended December 31, 2008. All forward-looking statements are based on the Company’s current expectations and projections about future events. All forward-looking statements speak only as of the date hereof and the Company undertakes no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

---

Created by 10KWizard [www.10KWizard.com](http://www.10KWizard.com)