

IOC-CAPE GIRARDEAU LLC

Public Disclosure Section

Class A, Class B, License Applicants and Licensees and Business Entities Considered Key Persons

Instructions: All Class A, Class B, license applicants and licensees are required to submit written responses to the inquiries listed below.¹ This completed form will be used by the commission to comply with the provisions of section 313.847 RSMo, which require public disclosure of this information upon request by any person. If any information requested on this form can be ascertained from another document, the applicant or licensee may respond to the inquiry by attaching the document to the completed form and clearly identifying on the corresponding inquiry that the information is attached. Portions of the form may not apply to each applicant or licensee, however each applicant and licensee is instructed to complete all sections of the form that apply and respond to those sections that do not apply by inserting "NOT APPLICABLE" to the corresponding inquiry. Each applicant and each licensee has a continuing obligation to update and supplement the information requested by this form. *Submit the original and two (2) copies of your responses and two (2) copies of the executed public disclosure verification form.*

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

IOC-Cape Girardeau LLC
600 Emerson Road, Suite 300
St. Louis, Missouri 63141
(314) 813-9200

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

IOC-Cape Girardeau LLC (f/k/a Midwest Region Development, LLC) (referred to as both the "Applicant" and the "Company") is a Missouri limited liability company organized on July 9, 2007 and is a wholly-owned subsidiary of Isle of Capri Casinos, Inc., a Delaware corporation incorporated on February 14, 1990. The officers of IOC-Cape Girardeau LLC are: James B. Perry, Virginia M.

¹ The information provided by the Applicant and its affiliate companies to the Missouri Gaming Commission in this Public Disclosure Section, including all exhibits and attachments, reflects opinions of management, projections and forward-looking statements related to its anticipated riverboat gaming operation. The information is based on current management expectations. Exhibits containing architectural design, engineering, and other technical aspects of the proposed facility are presented as conceptual documents and are, therefore, not intended to limit the discretion of the Applicant, the Missouri Gaming Commission or the Home Dock Jurisdiction in determining the final elements to implement at the facility. The projections, budget, goals and the project itself generated from these management expectations may differ to some material degree from the information provided due to, among other things, state and municipal laws, ordinances, regulations, policies, environmental matters, changes in market conditions, receipt of various approvals, issues with the Home Dock Jurisdiction and "force majeure" events.

McDowell, Dale R. Black and Edmund L. Quatmann, Jr. Isle of Capri Casinos, Inc. is traded on the NASDAQ exchange under the stock ticker symbol "ISLE".

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

The Applicant does not have an equity interest in any business.

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

The Applicant has not been indicted, convicted, pleaded guilty or *nolo contendere*, or forfeited bail concerning any criminal offense.

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

The Applicant has not had any license or certificate issued by a licensing authority in this state or any jurisdiction denied, restricted, suspended, revoked or not renewed.

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

The Applicant has not filed or had filed against it a proceeding in a bankruptcy or ever been involved in any formal process to adjust, defer, suspend or otherwise work out the payment of any debt.

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

The Applicant has not filed or been served with a complaint or other notice filed with any public body regarding the delinquency in the payment of, or a dispute over the filings concerning the payment of, any tax required under federal, state or local law.

8. State the names and titles of all public officials or officers of any unit of government, relatives of those public officials or officers who, directly or indirectly, own any financial interest in, have any

beneficial interest in, are the creditors of or hold any debt instrument issued by, or hold or have any interest in any contractual or service relationship with the applicant or licensee.

The Applicant is a wholly-owned subsidiary of Isle of Capri Casinos, Inc., a Delaware corporation. Isle of Capri Casinos, Inc. is traded on the NASDAQ exchange under the stock ticker symbol "ISLE" and has publicly traded debt outstanding. To the knowledge of the Applicant, no public officials or officers or employees of any unit of government, or relatives of said public officials, officers or employees directly or indirectly own any substantial financial interest in or have any substantial beneficial interest in, or are creditors of or hold any debt instrument issued by, or hold or have any interest in any contractual or service relationship with the Applicant.

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

The Applicant has not made any political contributions or any loans, donations or other payments of one hundred dollars (\$100) or more, to any candidate or office holder, within five (5) years from the date of filing this form.

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

Gallop, Johnson & Neuman, L.C.
101 S. Hanley, Suite 1700
St. Louis, MO 63105
Phone: (314) 615-6000
Facsimile: (314) 615-6001

11. Provide a description of any proposed or approved riverboat gaming operation. Include in this description:
- (a) a description of the boat specifying total square footage and identifying non-gaming area and gaming area square footage;

The riverboat gaming operation and the related non-gaming facilities proposed by the Applicant (the "Facility") will be land based. The gaming area of the Facility will be constructed on a floating platform within a manmade basin located within 1,000 feet of the nearest edge of the main channel of the Mississippi River in Cape Girardeau, Missouri. The Facility's floating platform will comply with the ABS Consulting Inc. "Guide for Permanently Moored Floating Casino Ancillary Support Platforms, Superstructures, and Floating Platform Enclosures," Revision B, dated August 5, 2002. The related non-gaming portion of the Facility will be located on land adjacent to the floating platform.

In developing its concept for the exterior of the Facility and its non-gaming areas, the Applicant focused substantial resources to ensure an inviting, comfortable and upscale experience for its patrons. Incorporating amenities with river views and outdoor dining experiences, the Applicant provides a novel and impressive addition to



Missouri's gaming facility offerings. The Facility is designed to incorporate the surrounding riverfront environment into the patron experience and will reflect the historic connection of Cape Girardeau to the Mississippi River. The Applicant's experienced design team will ensure that the gaming area, as well as the Facility as a whole, incorporates the latest design, safety and convenience elements for its patrons.

The initial phase of the development purposely does not include a hotel due to the fact that there is a significant oversupply of hotel rooms in the local area. The applicant desires to make a positive contribution to the community, and prefers to help improve occupancy levels at existing hotels with new tourism visits before adding additional supply to the market. However, the site is masterplanned for a hotel in the future.

The total square footage of the proposed Facility as presented in the conceptual design documents included herein is approximately 154,807 square feet with the gaming area covering approximately 38,550 square feet of the Facility and the non-gaming area covering approximately 116,257 square feet of the Facility.

- (b) the location of the riverboat gaming operation. Specify the home dock city or county and identify the exact location within the dock city or county where the excursion gambling boat and the other proposed related facilities will be located or actual related facilities are located;

The proposed Facility will be located in Cape Girardeau, Missouri, situated near the Mississippi River at approximately River Mile 52.6, approximately 2,000 feet north of the existing downtown commercial area. The site consists of approximately 50 parcels, a majority of which are currently owned or under contract with or on behalf of Applicant or owned by the City of Cape Girardeau. The gaming area's manmade basin and floating platform will be located in an area of the Facility site currently referred to as the 800 Block of North Spanish Street. The related non-gaming areas surround the basin and floating platform, adding approximately 116,257 additional square feet to the Facility.

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

Consistent with economic success generated by the Applicant's affiliate companies' other casino development projects, the Applicant proposes a development that will generate very substantial economic advantages for the home dock jurisdiction, the surrounding municipalities and the state. As one of the largest, single stage privately funded developments ever proposed in the county of Cape Girardeau, Missouri, the Applicant's project will have an unprecedented impact on the region's workforce and tax base.

The Facility's site is located in the vicinity of a former shoe factory that closed over 30 years ago. The area has never been re-developed and continues to deteriorate. The Applicant's proposed riverboat gaming operation is projected to generate significant gaming and admissions tax revenue for the state and region that can be used to enhance state and local services and spur economic growth over a broad area.

Once completed and operating under the experienced management of the Applicant and its affiliate companies, the Facility has the potential to attract a significant increase in visitors from a six state area including Arkansas, Illinois, Kentucky, Tennessee, Indiana, and Missouri. Numerous patrons of the Facility will discover other attractions in the impressive but often overlooked historic section of downtown along with the city and county of Cape Girardeau and will thereby provide ancillary economic enhancements to the area and the state. The Applicant projects that the Facility will generate approximately 1,000,000 annual visitors who will pass near and through the historic downtown area of Cape Girardeau.

To carry out this economic development, the Applicant intends to enter into a development agreement that it is currently negotiating with the City of Cape Girardeau (the "Development Agreement"). The Development Agreement will set forth various details regarding the Applicant's proposed economic development.

Specifically, the Applicant's proposed development plan, as set forth in the Development Agreement, includes various initiatives that will directly benefit economically depressed areas of the historic section of downtown Cape Girardeau and provide a catalyst for other economic development. The initiatives will commence upon the selection of the Applicant for prioritization and will continue after the licensing of the Applicant by the Missouri Gaming Commission.

In addition, the Applicant's parent, Isle of Capri Casinos, Inc., and its affiliates have historically been active corporate participants in local charitable causes at all of their locations and intend to continue the same philosophy of good corporate citizenship in Cape Girardeau.

(d) a statement specifying the economic impact of this project, including:

- (1) applicant's anticipated or licensee's actual number of employees;

Once licensed and operational, the Facility expects to employ between 450 and 500 employees. In addition, the Applicant expects approximately 400 construction jobs would be created during the construction period and a significant number of indirect jobs will be created for suppliers of consumable products and other services required to operate the Facility on a daily basis.

(2) applicant's projected or licensee's actual monthly admissions;

Based on the Market Assessment dated July 10, 2010 (the "Market Assessment") and the Tax Impact Analysis dated July 10, 2010 prepared by Gaming Market Advisors, the calculated average monthly paid admissions are projected to be 157,345 based on projected total annual admission revenue of \$3,776,280.

(3) applicant's projected or licensee's actual projection cost;

Development costs for the Facility are projected to be approximately \$125,000,000, excluding pre-opening expenses and working capital.

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

Based on the gravity model prepared for this project using industry accepted methodology (and submitted to the Missouri Gaming Commission in the Applicant's Riverboat Gaming Application) the annual gross gaming receipts for the first fully stabilized year of operations (which generally occurs one year after initial opening due to the ramp up of operations) are projected to be \$79,375,273. Translated to a monthly basis, this projected amount is equivalent to average adjusted gross receipts of \$6,614,606 per month. This revenue number excludes additional food, beverage, and retail sales that will be another component of the project.

(5) applicant's projected or licensee's actual annual tax revenues to the home dock city or county and to the state, and

Using the recent historical experience of the Applicant's affiliate in Boonville, Missouri as a model from which to project tax revenues (including personal property, real estate and gaming tax revenues), the Applicant expects the total tax benefit to the city and county to be approximately \$3,000,000 annually. Also, according to the Tax Impact Analysis, the gaming taxes paid to the State of Missouri are projected to be \$19,273,636 in the first stabilized year of operations. Of this amount, a portion of the head tax will be remitted to the home dock jurisdiction and is included in the \$3,000,000 annual benefit. However, these figures do not include the additional taxes generated by payroll and other income taxes applicable to the Applicant and its employees as well as and

increased tax revenue collected by the state from the Applicant's parent company, which is headquartered in Missouri.

(6) applicant's proposed or licensee's actual revenue sharing plans.

The Applicant is in the process of finalizing the Development Agreement with the City of Cape Girardeau (the "City").

(e) an affirmative action plan. Include in this plan:

(1) a statement regarding compliance with federal and state affirmative action guidelines;

The Applicant complies with all applicable federal, state and local laws with regard to equal employment opportunity. Advancement is based entirely on an individual's demonstrated performance, job-related ability, skills and knowledge and the resulting potential for promotion.

(2) a statement regarding minority ownership;

The Applicant is a wholly-owned subsidiary of Isle of Capri Casinos, Inc., which is a publicly traded company owned by a variety of individuals and entities.

(3) a statement regarding women ownership;

The Applicant is a wholly-owned subsidiary of Isle of Capri Casinos, Inc., which is a publicly traded company owned by a variable group of individuals and entities.

(4) a statement regarding minority contracting;

The Applicant and its affiliate companies are committed to a contracting program that focuses on the inclusion of minority-owned business enterprises to the extent practical when engaging third parties for services or supplies.

In addition, the Applicant's affiliate companies recently developed a form with the Missouri Gaming Commission staff to ensure the integrity of its minority-owned and women-owned business enterprise contracting and reporting efforts. The use of the form will allow the Applicant's contracts manager and staff to ensure that minority-owned and women-owned business enterprises are properly scrutinized at the onset of a contracting relationship and properly included in the Applicant's reports to the Missouri Gaming Commission in this regard.

(5) a statement regarding women contracting;

The Applicant and its affiliate companies are committed to a contracting program that focuses on the inclusion of women-owned business

enterprises to the extent practical when engaging third parties for services or supplies.

In addition, the Applicant's affiliate companies recently developed a form with the Missouri Gaming Commission staff to ensure the integrity of its minority-owned and women-owned business enterprise contracting efforts. The use of the form will allow the Applicant's contracts manager and staff to ensure that minority-owned and women-owned business enterprises are properly scrutinized at the onset of a contracting relationship and properly included in the Applicant's reports to the Missouri Gaming Commission in this regard.

- (6) a statement regarding minority recruiting, hiring and training for all employment classifications;

HIRING AND RECRUITING

In accordance with the policies of its parent company, the Applicant will make a good faith effort in the hiring and recruiting of qualified minorities and women not currently in its workforce. Special efforts will be made to contact minorities and women not currently in the workforce but having requisite skills who can be recruited through affirmative action measures, including, but not limited to, the following:

1. Explore additional contacts with minority and female leaders, leaders of organizations for minorities and women, and church and other civic leaders, to discuss the need to identify and consider women and minorities not currently in the workforce, but who could contribute to the productivity of the Company.
2. Encourage current employees to identify minorities and women not currently in the workforce through their contacts with local minority and female organizations and with other community and action service organizations.
3. Support efforts to recruit through employment agencies and executive and technical recruitment firms for women and minorities who wish to enter the workforce.

DEVELOPMENT AND TRAINING

1. All of the Applicant's employees who meet eligibility and qualification requirements will be given equal opportunities to participate in training programs and professional activities for the purpose of self-improvement and professional development. Participation in such programs will be extended without regard to race, color, religion, sex, national origin, age, disability, or veteran status.

2. Each department head, manager and supervisor will be responsible for identifying women and minority group employees with advancement potential, and encouraging such employees to participate in development programs in an effort to improve their employment status.

3. The Applicant shall focus effort on establishing such training and development programs as necessary to improve skill levels of employees to aid efficiency and promotion.

(7) a statement regarding women recruiting, hiring and training for all employment classifications.

Employment opportunities at the Applicant are open to all qualified applicants solely on the basis of their job-related experience, knowledge, skills and abilities. Qualified applicants are considered for all open positions for which they apply and for advancement without regard to race, color, religion, gender, sexual orientation, national origin, age, marital status or the presence of a disability. The Applicant complies with all applicable federal, state and local laws with regard to equal employment opportunity. Advancement is based entirely on an individual's demonstrated performance, job-related ability, skills and knowledge and the resulting potential for promotion.

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

In connection with this specific application, the Applicant was part of a suitability process conducted by the City. The City had been approached by numerous entities seeking development rights should Cape Girardeau be selected by the Missouri Gaming Commission as the host community for the last available Missouri Class B license. Members of the local business community who had been promoting gaming in Cape Girardeau for the last 17 years approached the Applicant and encouraged it to explore this opportunity.

After studying the opportunity, as well as alternative locations in the state, senior management of Isle of Capri Casinos, Inc. concluded that the city of Cape Girardeau represented the sole significant underserved gaming market available under the present constitutional requirement that gaming may only be conducted along the Missouri or Mississippi Rivers. The Isle of Capri Casinos, Inc. further concluded that an investment of \$125,000,000 would achieve a sufficient return on invested capital for its shareholders, and that this location would be the most beneficial to the state of Missouri in terms of net tax revenues.

Based on these conclusions, Isle of Capri Casinos, Inc. then formulated plans to pursue this development and spoke with members of the community as to the viability of this development and to determine the extent to which the City leadership seemed to be open to such an endeavor. The Company was

encouraged by the enthusiasm of City officials, community leaders and others with knowledge of the region, who appeared eager to pursue gaming as a major economic development opportunity for the city and the region as a whole.

Following detailed discussions of its plans as well as its industry qualifications with City officials, representatives of the Company made a public presentation to the City Council in July 2010. Subsequently, the City formally selected the Applicant as its "Preferred Developer," the Facility site as the "Preferred Site," and supports Applicant's application to the Missouri Gaming Commission.

Resolution Number 2553 confirming the Applicant's status as the Preferred Developer was adopted by the City Council on August 26, 2010. A copy of Resolution Number 2553 is attached.

Public Disclosure Verification

State of Missouri

} SS

County of St. Louis

I, Edmund L. Quatmann, Jr., being first duly sworn upon oath or affirmation, depose and state:

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

Edmund L. Quatmann, Jr.
(Individual's Signature)

Edmund L. Quatmann, Jr., SVP, General Counsel, and Sec'y

Subscribed and sworn to before me this 27 day of August, 2010



(Notarial Seal)

Margo D. Marcotte
(Notary Public)

My commission expires: 5/1/14

Notary Public in and for the County of St. Louis

State of Missouri