



Canadian Pari-Mutuel  
Agency

An Agency of Agriculture  
and Agri-Food Canada

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Agence canadienne  
du pari mutuel

Un organisme d'Agriculture  
et Agroalimentaire Canada

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File: 3930-2/5244-1

Flamboro Downs  
967 Highway 5  
Hamilton, ON L9H 5G1

October 12, 2007

Attention: Mr. Mike McGuire  
Simulcast/Mutuels Manager

Dear Mr. McGuire:

**SUBJECT: FRITB APPLICATION**

This letter is in response to **Flamboro Holdings Limited** application for **Flamboro Downs, Hamilton, Ontario** to Foreign Race Inter-track Bet (FRITB) directly into pool host **Harrah's Chester Casino & Racetrack, Chester, Pennsylvania** on races conducted at **Harrah's Chester Casino & Racetrack, Chester, Pennsylvania**. The foreign governing body that is responsible for regulating the betting on and the conduct of the foreign races is the **Pennsylvania State Horse Racing Commission**. I am pleased to advise you that your application has been approved subject to compliance with section 204 of the *Criminal Code*, the *Pari-Mutuel Betting Supervision Regulations*, the conditions as set out in this letter, and in your **2007** Permit to Conduct Pari-Mutuel Betting.

**Net Pool Pricing**

Net Pool Pricing will be used and Inter-Tote System Protocol (ITSP) version **5:18** will be used for transmittal of betting data.

**Commissions**

The legal deductions for the proposed pools must be shown in race programs as described in the attached table(s) (*Attachment – A*).

**Rules & Regulations of Foreign Jurisdictions**

Copies of current foreign rules and/ or regulations must be made available to your patrons who do not have immediate access to this information on-line.

Please note that any changes to these rules and regulations must be submitted to an Agency Officer at your race track, and communicated to the betting public.

**Summary of the Differences in Regulations**

The summary of the differences between the network host's pari-mutuel rules and the *CPMA Consolidated Pari-Mutuel Betting Supervision Regulations* shall be posted on information boards in all pari-mutuel betting areas and likewise presented to telephone and account holders, and at theatre betting sites, for a minimum 30 days. After this time they will be available on request and posted electronically. The following notice shall be posted on information boards in all pari-mutuel betting areas and likewise presented to telephone and account holders, and at theatre betting sites, on a continuing basis:

Canada



**Notice**

*This event commingles pools directly with the host track whose pari-mutuel rules affect wagers placed in Canada. See [flamborodowns.com](http://flamborodowns.com) for links to the host.*

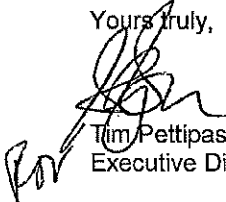
**Teller Cancel Delay:** *Some jurisdictions participating in foreign pari-mutuel pools may offer what is called a "Teller Cancel Delay." This practice permits tellers to cancel a bet up to 10 seconds after the start of a race. The purpose of the teller cancel delay is to allow tellers to cancel miss-issued bets, but has the effect of delaying the transmission of final pari-mutuel pools which in turn delays the posting of final odds. Should a significant cancellation occur, payouts on winning bets may be affected.*

**Exchange Rate**

The host track will use the exchange rate as quoted by the Bank of Canada at noon on the day immediately preceding the day on which the post time of the first race of the racing card is scheduled.

In closing, please refer to your submitted calendar for specific dates and times approved. Also, let me remind you that all requests to amend this approval must be submitted and confirmed in writing. I wish you well in this new endeavor.

Yours truly,

  
Tim Pettipas  
Executive Director

C.C.: S. McCulloch, Manager – Western Canada Region  
F. Artuso, Manager – Ontario Region  
S. Dubreuil, Manager – Quebec & Eastern Canada

Attachment - A

**Commissions**

The legal deductions for the approved pools, which must be shown in race programs, are as follows:

| <u>Pools</u>        | <u>Track</u> | <u>Prov. Tax</u> | <u>Federal Levy</u> | <u>Prov. Levy</u> | <u>Total</u>  | <u>Host Total</u> |
|---------------------|--------------|------------------|---------------------|-------------------|---------------|-------------------|
| <b>Win</b>          | 13.70%       | 0.50%            | 0.80%               | 2.00%             | 17.00%        | 17.00%            |
| <b>Place</b>        | 13.70%       | 0.50%            | 0.80%               | 2.00%             | 17.00%        | 17.00%            |
| <b>Show</b>         | 13.70%       | 0.50%            | 0.80%               | 2.00%             | 17.00%        | 17.00%            |
| <b>Exactor</b>      | 16.70%       | 0.50%            | 0.80%               | 2.00%             | 20.00%        | 20.00%            |
| <b>Daily Double</b> | 16.70%       | 0.50%            | 0.80%               | 2.00%             | 20.00%        | 20.00%            |
| <b>Triactor</b>     | 23.00%       | 0.50%            | 0.80%               | 4.00%             | <b>28.30%</b> | <b>30.00%</b>     |
| <b>Superfecta</b>   | 23.00%       | 0.50%            | 0.80%               | 2.00%             | <b>26.30%</b> | <b>32.00%</b>     |
| <b>Pick - 3</b>     | 23.00%       | 0.50%            | 0.80%               | 2.00%             | 26.00%        | 26.00%            |
| <b>Pick - 4</b>     | 23.00%       | 0.50%            | 0.80%               | 2.00%             | <b>26.30%</b> | <b>27.00%</b>     |

\*NOTE – bold indicates that total guest take-out rate does not match total pool host take-out rate.

