



Affidavit No. 2, N. Osatuik
Sworn May 14, 2009

NO. S-092767
VANCOUVER REGISTRY

IN THE SUPREME COURT OF BRITISH COLUMBIA

**IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C. 1985, c. C-36, AS AMENDED**

AND

IN THE MATTER OF THE *BUSINESS CORPORATIONS ACT*, S.B.C. 2002, c. 57

AND

**IN THE MATTER OF EVERGREEN GAMING CORPORATION AND WASHINGTON
GAMING, INC., AND THEIR SUBSIDIARIES LISTED ON SCHEDULE "A"**

PETITIONERS

AFFIDAVIT

I, **NORMAN OSATUIK**, of 280 – 11331 Coppersmith Way, in the City of Richmond, in the Province of British Columbia, MAKE OATH AND SAY AS FOLLOWS:

1. I am a director and a senior officer of each of the Petitioners and I am authorized by each of the Petitioners to make this Affidavit on their behalf.

2. Since the date of the granting of the Initial Order the Petitioners have fully cooperated with Fortress by providing it with a complete and transparent financial picture of the Petitioners casino business in Washington State and in Calgary, Alberta. In this regard, Grant Thornton LLP ("Grant Thornton") was appointed by Fortress in early April to conduct a financial audit of the Petitioners casino business, and since that time we have been working closely with representatives of Grant Thornton to provide them access to financial information to enable that analysis to be done. We have also been working closely with the Monitor's representatives who have attended at the Washington State based casinos to enable the Monitor to provide financial information to Fortress pursuant to the Order made by the United States Bankruptcy Court

pronounced May 4, 2009, and to prepare the First Report of the Monitor in these CCAA proceedings.

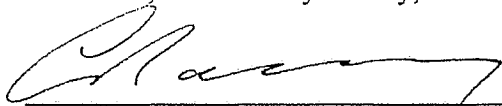
3 The Petitioners are currently negotiating alternative financing arrangements with a financial institution which will replace the existing Fortress credit facility. Although these discussions have not as of today resulted in a binding Commitment Letter, I am fully confident that a Commitment Letter will be executed and a transaction completed which will replace the Fortress credit facility. Fortress is fully cooperative of these refinancing discussions, and has indicated that it is willing to continue with these refinancing negotiations. In this regard representatives of Fortress have met with the financial institution to discuss the framework of the refinancing. At present we are waiting for Fortress to provide a "term sheet" setting out the framework for an refinancing that would be acceptable to Fortress.

4. The Petitioners are also engaged in discussions with a number of other interested parties who have submitted term sheets who are considering either an acquisition of some or all of the Petitioners business, or a refinancing. These discussions are ongoing and will progress within the next month. In relation to the Silver Dollar Casino operation in Calgary, we have been negotiating with a potential third party purchaser the sale of either the assets or shares of EGC Holdings Ltd. If this transaction closes it is expected the proceeds will be utilized in the context of a Plan to refinance the Fortress credit facility. I am advised by the Petitioners' counsel, Fraser Milner Casgrain LLP, that they have been in discussions with the counsel to the third party purchaser who is supportive of the process, such that the sale of EGC Holdings Ltd. would take place in the context of the approval of a Plan of Arrangement.

5. The Petitioners are diligently and in good faith working towards a potential transaction that will see the Fortress credit facility replaced. In this regard the Petitioners require additional time to allow these negotiations to continue such that a transaction can be concluded. The Petitioners have been working closely with Fortress and its representative Grant Thornton to give Fortress full financial transparency and continue to cooperate in this regard. The Petitioners are also working closely with the Monitor such that all stakeholders are provided with full information in relation to the reorganization of the Petitioners affairs.

6. The Petitioners seek an extension of the stay to enable an orderly restructuring and the preservation of its business which will benefit all stakeholders including Fortress. In the event a receivership occurs irreparable harm would very likely occur resulting in harm to the stakeholders. I make this affidavit in support of an extension of the Stay to June 19, 2009.

SWORN BEFORE ME at the City of Vancouver, in the Province of British Columbia, this 14th day of May, 2009.



A Commissioner for taking Affidavits within British Columbia



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Schedule "A"

EGC Holdings Ltd.,
EGC Properties Ltd.,
Frank Sisson's Silver Dollar Ltd.,
Big Nevada, Inc.,
Little Nevada II, Inc.,
Little Nevada III, Inc.,
Silver Dollar Mill Creek, Inc.,
Golden Nugget Tukwila, Inc.,
Shoreline Gaming, Inc.,
Little Nevada, Inc.,
Snohomish Gaming Inc.,
Hollydrift Gaming, Inc.,
Royal Casino Holdings, Inc.,
Gameco, Inc.,
Gaming Management Inc.,
Gaming Consultants, Inc.,
Shoreline Holdings Inc., and
Mill Creek Gaming, Inc.