

[Yahoo!](#) [My Yahoo!](#) [Mail](#) [Make Yahoo! your home page](#)

Search the Web

YAHOO! FINANCE[Sign In](#) [Finance Home](#) - [Help](#)New
User?
[Sign Up](#)Welcome [[Sign In](#)]To track stocks & more, [Register](#)**Financial News**

Enter symbol(s)

[Symbol Lookup](#)**Press Release**

Source: TrackPower, Inc.

TrackPower and Southern Tier Acquisitions, LLC Close Agreement with Nevada Gold and Casinos, Inc.

Thursday December 1, 1:35 pm ET

TORONTO--(BUSINESS WIRE)--Dec. 1, 2005--TrackPower, Inc. (OTCBB:[TPWR](#) - [News](#)) announced today that TrackPower and Southern Tier Acquisition II, LLC completed an agreement with Nevada Gold & Casinos, Inc. to form American Racing and Entertainment, LLC. TrackPower, Inc. and Southern Tier each own 50% of Tioga Downs Racetrack, LLC and Vernon Downs Acquisition, LLC and contributed their interests to American Racing in exchange for membership interests in American Racing. American Racing and Entertainment, LLC will own and operate the new harness racing track and gaming facility at Tioga Downs in Nichols, New York.

This transaction had been previously announced by TrackPower on August 24, 2005.

American Racing and Entertainment, LLC will also continue to pursue the acquisition out of bankruptcy of Vernon Downs in Vernon, New York. Vernon Downs has an existing harness track facility and is eligible to establish a gaming facility. Vernon Downs Acquisition is the apparent successful proponent of a Chapter 11 Plan for Vernon Downs, as the result of a competitive vote against another suitor for that facility. The United States Bankruptcy Court for the Northern District of New York has scheduled a hearing for December 16, 2005 to determine the successful bidder.

TrackPower, Inc. will own 25% of American Racing and Entertainment, LLC with 50% owned by a wholly owned subsidiary of Nevada Gold and 25% by Southern Tier Acquisition II, LLC.

Nevada Gold agreed to contribute \$10,000,000 in new equity to American Racing. American Racing is seeking Senior Note Financing in the amount of \$70,000,000 to complete the build out and opening of Tioga Downs and Vernon Downs. Trackpower and Southern Tier Acquisition each agreed to contribute \$1,500,000 new cash equity to American Racing. In the event that American Racing is unsuccessful in acquiring the Vernon Downs property, the members' aggregate equity contributions would be reduced to \$10,000,000 and the Senior Note Financing amount would be reduced to the amount required for Tioga Downs only. Additional capital contributions as and when required are to be advanced based on the ownership structure of American Racing.

Edward M. Tracy, CEO of Trackpower stated, "Closing this transaction is an enormous step forward in making our New York State racing and gaming strategy a reality. We look forward to working with our partners in creating this mutually beneficial enterprise."

About TrackPower, Inc.

TrackPower, Inc. is a corporation organized in Wyoming in 1993, which currently pursues opportunities in the horse racing and gaming industries and related industries.

This release includes projections of future results and "forward-looking statements" as that term is defined in Sections 27A of the Securities Act of 1933 as amended (the "Securities Act"), and Section 21E of the Securities Exchange Act of 1934 as amended (the "Exchange Act"). All statements that are included in this release, other than statements of historical fact, are forward-looking statements. Although management believes that the expectations reflected in these forward-looking statements are reasonable, it can give no assurance that such expectations will prove to have been correct. Important factors that could cause actual results to differ materially from the expectations are disclosed in this release, including, without limitation, in conjunction with those forward-looking statements contained in this release. TrackPower, Inc. (OTC Bulletin Board: [TPWR](#) - [News](#))

Contact:

TrackPower, Inc.
Edward M. Tracy
CEO
(905) 773-1987 ext. 226
OR

TrackPower, Inc.
John G. Simmonds
Chairman
(905) 773-1987 ext. 223

Source: TrackPower, Inc.

Copyright © 2005 Yahoo! Inc. All rights reserved. [Privacy Policy](#) - [Terms of Service](#) - [Copyright Policy](#) - [Ad Feedback](#)
Copyright © 2005 [Business Wire](#). All rights reserved. All the news releases provided by Business Wire are copyrighted. Any forms of copying other than an individual user's personal reference without express written permission is prohibited. Further distribution of these materials by posting, archiving in a public web site or database, or redistribution in a computer network is strictly forbidden.