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**SENECA GAMING CORPORATION SECURES EXTENSION  
OF \$50 MILLION CREDIT FACILITY WITH KEY BANK  
*Terms set at LIBOR plus 1.25% for deal expiring in 2011***

NIAGARA FALLS, N.Y. – While the economic recession and ongoing credit crisis have made borrowing and financing transactions difficult for even the most credit-worthy businesses, Seneca Gaming Corporation has affirmed the strength of both its business and its relationship with Key Bank, N.A. by announcing that it successfully extended its \$50 million senior secured revolving line of credit on some of the most favorable terms in the industry.

The extension, which was announced during Seneca Gaming Corporation's regularly scheduled earnings call in early January, extends the maturity date until December 31, 2011 and remains priced at a rate of LIBOR plus one and one-quarter percent (1.25%), a pre-recession rate originally negotiated in June 2008.

"We believe that our success in securing these terms for our credit facility extension with Key Bank demonstrates that, even in difficult economic conditions, prudently managed businesses can leverage relationships with key business partners to achieve win-win results," explained David Sheridan, Seneca Gaming Corporation's Chief Financial Officer. "Our efforts to help promote the long-term success and viability of Seneca Gaming Corporation, have drawn an extremely positive response from many bondholders, and trading prices of our senior notes appear to be indicative of the faith the financial markets have in Seneca Gaming Corporation. While we do not anticipate having to borrow under the extended facility, it provides us with additional liquidity should the need arise."

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“Seneca Gaming Corporation and its owner, the Seneca Nation of Indians, continue to be valued business partners of Key Bank, and we look forward to continuing to build upon our relationship,” Mike Lettig, National Executive, KeyBank Native American Financial Services, said. “This transaction is an indication of what can be accomplished when partners work to understand each other’s business goals and work collaboratively to help further those goals.”

While the national economic slowdown has caused Seneca Gaming Corporation to indefinitely suspend plans for future expansion at its three casino facilities, the company has remained committed to providing its patrons the most exciting gaming, entertainment and leisure experiences in the marketplace.

“Our focus continues to be on providing our patrons with exceptional service and a product that differentiates itself in the marketplace,” said Catherine Walker, Chief Operating Officer, Seneca Gaming Corporation. “As a result, we have continued to generate significant interest in various target marketing programs and experience strong occupancy rates at both of our AAA Four Diamond rated hotels, Seneca Niagara Casino & Hotel and Seneca Allegany Casino & Hotel.”

The company initiated a \$9 million expansion of its Seneca Buffalo Creek Casino temporary facility in October. The project will add 5,300 square feet of gaming space and 223 slot machines to the casino in downtown Buffalo and is expected to be completed in this spring. The company also recently purchased 577 new slot machines for its Seneca Niagara Casino & Hotel and Seneca Allegany Casino & Hotel properties.

In addition to revenue enhancement programs, Seneca Gaming Corporation has also implemented cost reduction programs, sharpened its financial analysis at all three of its properties, and engaged in joint financing planning initiatives with its owner, the Seneca Nation of Indians. The result has been a more efficient operation, which certainly was a consideration in negotiating the Key Bank deal.

Seneca Gaming Corporation operates Seneca Niagara Casino & Hotel in Niagara Falls, New York, Seneca Allegany Casino & Hotel in Salamanca, New York and Seneca Buffalo Creek Casino in Buffalo, New York on behalf of the Seneca Nation of Indians.

Since opening Seneca Niagara Casino in 2002, Seneca Gaming Corporation has grown to become one of the largest private employers in Western New York, with more than 3,700 employees at its three casino operations. The company operates world-class facilities featuring more than 6,500 slot machines, 140 table

games, 800 hotel rooms and other related amenities. For more information, visit [www.senecagamingcorporation.com](http://www.senecagamingcorporation.com).