



Chartwell Technology

CHARTWELL ANNOUNCES FINANCIAL RESULTS FOR THE THREE MONTHS ENDED APRIL 30, 2011

Chartwell Technology Inc.

TSX: CWH

Calgary, Canada, June 14, 2011, Chartwell Technology Inc. (“Chartwell” or the “Company”) (TSX: CWH), a leading provider of games, gaming systems and platform for the regulated online casino gaming industry, announces unaudited financial results for the three months ended April 30, 2011.

Business highlights for the second quarter of 2011:

- launched the Rapid Game Deployment architecture (RGD);
- launched Live Dealer in partnership with HoGaming;
- deployed Serengeti Diamonds™ using the RGD;
- increased revenue over the first quarter by 10%.

Three months ended April 30, 2011

Total revenue for this year’s second quarter was \$2.4 million compared to \$3.1 million for the same period a year earlier, and compares to \$2.2 million from the first quarter of 2011. Revenue increased in the second quarter over the first quarter as the Company worked closely with licensees for new revenue opportunities and the new games released early in 2011 gained in popularity. The Company took action on a cost reduction plan, which after severance and related costs and other costs that were unique to this most recent quarter, resulted in total expenses before income taxes, of \$4.1 million in the second quarter of 2011, which was comparable to the second quarter of 2010.

Net loss for the second quarter was \$1.8 million, a loss per share of \$0.10 as compared to a net loss of \$886,000 or \$0.05 per share in the same quarter of the prior fiscal year. Cash flow used in operations was \$1.8 million in the second quarter of 2011 as compared to cash flow from operations of \$0.4 million the year earlier.

Software development and support expense was \$2.6 million in the second quarter compared to \$2.2 million for the same period of fiscal 2010. Overall staffing levels were reduced by 20% across the Company, the majority of which were from the software development and support expense group. Salary expenses have declined following the staff reductions, however they were offset by severance and related costs. The Company also did not record a benefit from Scientific Research and Experimental Development (SRED) tax credits in the second quarter of 2011. In 2010, a benefit of \$0.3 million was recorded in the second quarter which reduced the overall cost of software development.

Sales and marketing expenses were comparable at \$0.5 million in both the second quarter of 2011 and 2010.

General and administrative expenses were also comparable at \$0.9 million in the second quarter of fiscal 2011, and the same amount in the same period a year earlier. Staff reductions were offset by significant legal costs and other costs related to corporate development activities which resulted in the Arrangement Agreement signed with Amaya Gaming Group Inc. (“Amaya”) after the quarter end.

Alan Richter, CFO of Chartwell commented “Chartwell is gradually replacing revenue lost late in the previous year and is doing so through an invigorated and concentrated Casino software suite. Combined with significant cost reductions, new licensees pending launch and our existing sales pipeline, we are well on our way to returning to profitability.

As we move closer to our planned merger with Amaya, which is due to close in July, we are excited about the potential synergies of the business combination for our shareholders. There will be a good revenue mix between land based and online business for the combined entity moving forward. Our games and platform will be instrumental in rolling out the many exclusive government licensed businesses that Amaya has secured to date. This B2G business nicely compliments our ongoing B2B business and diversifies our future revenue streams and growth prospects.

We ask shareholders to carefully review the information circular which will be delivered next week. We encourage shareholders to understand the available options; to make their selection by July 5; and to vote positively in support of the transaction.”

Balance sheet strength

The Company continued to maintain a strong balance sheet. At April 30, 2011 the Company had \$13.4 million of unrestricted cash and short-term investments compared to \$16.9 million at October 31, 2010.

Arrangement Agreement with Amaya Gaming Group Inc.

On May 12, 2011, Amaya and Chartwell announced that they have entered into an Arrangement Agreement whereby Amaya will acquire, indirectly, all of the outstanding common shares of Chartwell by way of a plan of arrangement under the Business Corporations Act (Alberta).

Under the terms of the Arrangement Agreement, each Chartwell Shareholder may elect to receive either: (a). cash in the amount of \$0.875 plus 0.125 of a common share of Amaya in exchange for each Chartwell Share held; or (b). cash in the amount of \$0.62 plus 0.21 of a common share of Amaya in exchange for each Chartwell Share held. Chartwell Shareholders who do not make a valid election prior to July 5, 2011 will be deemed to have elected to receive cash in the amount of \$0.875 plus 0.125 of a common share of Amaya in exchange for each Chartwell Share held.

The Arrangement is subject to customary Toronto Stock Exchange, TSX Venture Exchange and other regulatory approvals, securing contractual consents as well as including, but not limited to, receiving the approval of at least 66 $\frac{2}{3}$ % of the votes cast in person or by proxy at a special meeting of Chartwell’s Shareholders; the approval of a simple majority of the Chartwell Shares present in person or by proxy at a special meeting of Chartwell Shareholders, after excluding the votes required by Multilateral Instrument 61-101 of the Canadian Securities Administrators; and the approval of the court pursuant to the Business Corporations Act (Alberta).

Chartwell is scheduled to appear before the Court of Queen’s Bench of Alberta (the Court) on June 14, 2011 to obtain an Interim Order from the Court approving, among other things, the holding of a special meeting of Chartwell Shareholders to consider the Arrangement and approving the mailing of meeting materials pursuant to the special meeting of Chartwell Shareholders.

A meeting of Chartwell Shareholders for the purpose of considering the Arrangement is expected to be held July 12, 2011. An information circular in connection with the Arrangement is expected to be mailed to Chartwell Shareholders on June 16. It is expected that this transaction would be completed in July 2011.

About Chartwell

Chartwell specialises in the development of leading-edge games, gaming systems and platform for the regulated online casino gaming industry. Chartwell is certified or licensed to offer a range of services in all of the leading regulated online gaming markets. Chartwell is not a gaming operator; their clients own their own brands and databases entirely and exclusively. Chartwell's team of highly trained professionals is committed to delivering the highest quality software and maintaining its market edge through continuous development and unparalleled customer support.

Chartwell invites you to preview our company and gaming applications at www.chartwelltechnology.com

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Certain statements contained herein may constitute forward-looking statements. These statements relate to future events or our future performance. All statements other than statements of historical fact may be forward-looking statements, including those with respect to the completion of the proposed business combination and the future business prospects of the combined businesses. A return to profitability is dependent upon our ability to increase revenue and to decrease or maintain current expense levels. We believe that the expectations reflected in the forward-looking statements are reasonable based upon management's current views but no assurance can be given that these expectations will prove to be correct and such forward-looking statements should not be unduly relied upon. No assurance can be given that actual results, performance or achievement expressed in, or implied by these forward looking statements will occur, or if they do, that any benefits will be derived from them. The forward-looking statements are made as of the date of this release and Chartwell does not undertake any obligation to update publicly or to revise any of the forward-looking statements, except as required by securities law. In making certain forward-looking statements contained herein, we have assumed that the proposed business combination will be successfully completed on the terms described herein.

Our actual results could differ materially from those anticipated in these forward-looking statements as a result of factors that may include, but are not limited to: a failure to complete the proposed business combination described herein, our ability to continue to attract new licensees, the financial success and future growth of present licensees, delays in development, the impact of government regulation, licensing and laws affecting international operations, the impact of price competition, loss of business or credit risks associated with current and prospective customers, the impact of consolidations in the online gaming industry and other risks detailed from time to time in the Annual Information Forms and Management's Discussion and Analysis, for each of Chartwell and Amaya, copies of which may be found at www.sedar.com.