

Chambrello Michael R.
Form 4
August 18, 2011

FORM 4

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0287
Expires: January 31, 2005
Estimated average burden hours per response... 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
Chambrello Michael R.

2. Issuer Name and Ticker or Trading Symbol
SCIENTIFIC GAMES CORP
[SGMS]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

3. Date of Earliest Transaction
(Month/Day/Year)
08/16/2011

Director 10% Owner
 Officer (give title below) Other (specify below)
CEO - Asia Pacific Region

C/O SCIENTIFIC GAMES CORPORATION, 750 LEXINGTON AVENUE, 25TH FLOOR

(Street)

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 Form filed by More than One Reporting Person

NEW YORK, NY 10022

(City) (State) (Zip)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
				(A) or (D)	Amount		Price
				Code	V		

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

Edgar Filing: Chambrello Michael R. - Form 4

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Underlying Securities (Instr. 3 and 4)	
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount Number Shares
Employee Stock Option (right to buy)	\$ 27.01	08/16/2011		D	500,000	<u>(1)</u>	06/30/2015	Common Stock	500,000
Restricted Stock Units	<u>(1)</u>	08/16/2011		A	14,116	<u>(1)</u>	<u>(1)</u>	Common Stock	14,116
Employee Stock Option (right to buy)	\$ 27.68	08/16/2011		D	42,000	<u>(2)</u>	12/14/2015	Common Stock	42,000
Restricted Stock Units	<u>(2)</u>	08/16/2011		A	1,405	<u>(2)</u>	<u>(2)</u>	Common Stock	1,405
Employee Stock Option (right to buy)	\$ 33.94	08/16/2011		D	42,879	<u>(3)</u>	02/26/2017	Common Stock	42,879
Restricted Stock Units	<u>(3)</u>	08/16/2011		A	1,647	<u>(3)</u>	<u>(3)</u>	Common Stock	1,647
Employee Stock Option (right to buy)	\$ 21.27	08/16/2011		D	62,429	<u>(4)</u>	02/25/2018	Common Stock	62,429
Restricted Stock Units	<u>(4)</u>	08/16/2011		A	6,216	<u>(4)</u>	<u>(4)</u>	Common Stock	6,216
Employee Stock Option (right to buy)	\$ 12.21	08/16/2011		D	95,877	<u>(5)</u>	02/22/2019	Common Stock	95,877

Restricted Stock Units	(5)	08/16/2011	A	20,440	(5)	(5)	Common Stock	20,440
Employee Stock Option (right to buy)	\$ 15.65	08/16/2011	D	86,071	(6)	02/21/2020	Common Stock	86,071
Restricted Stock Units	(6)	08/16/2011	A	15,936	(6)	(6)	Common Stock	15,936

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Chambrello Michael R. C/O SCIENTIFIC GAMES CORPORATION 750 LEXINGTON AVENUE, 25TH FLOOR NEW YORK, NY 10022	X		CEO - Asia Pacific Region	

Signatures

/s/ Jack Sarno, attorney-in-fact for Michael R. Chambrello

08/18/2011

__Signature of Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

(1) On August 16, 2011, the issuer canceled, pursuant to the issuer's option exchange program, an option granted to the reporting person on July 1, 2005 (such canceled option provided for vesting in five equal installments beginning on July 1, 2006). In exchange for the option, the reporting person received 14,116 restricted stock units, all of which are scheduled to vest on August 16, 2012. Each unit converts into a share of common stock on a one-for-one basis.

(2) On August 16, 2011, the issuer canceled, pursuant to the issuer's option exchange program, an option granted to the reporting person on December 15, 2005 (such canceled option provided for vesting in five equal installments beginning on December 15, 2006). In exchange for the option, the reporting person received 1,405 restricted stock units, all of which are scheduled to vest on August 16, 2012. Each unit converts into a share of common stock on a one-for-one basis.

(3) On August 16, 2011, the issuer canceled, pursuant to the issuer's option exchange program, an option granted to the reporting person on February 27, 2007 (such canceled option provided for vesting in five equal installments beginning on February 27, 2008). In exchange for the option, the reporting person received 1,647 restricted stock units, all of which are scheduled to vest on August 16, 2012. Each unit converts into a share of common stock on a one-for-one basis.

(4) On August 16, 2011, the issuer canceled, pursuant to the issuer's option exchange program, an option granted to the reporting person on February 26, 2008 (such canceled option provided for vesting in five equal installments beginning on February 26, 2009). In exchange for the option, the reporting person received 6,216 restricted stock units, 4,973 of which are scheduled to vest on August 16, 2012 and 1,243 of which are scheduled to vest on February 26, 2013. Each unit converts into a share of common stock on a one-for-one basis.

(5) On August 16, 2011, the issuer canceled, pursuant to the issuer's option exchange program, an option granted to the reporting person on February 23, 2009 (such canceled option provided for vesting in five equal installments beginning on February 23, 2010). In exchange for the option, the reporting person received 20,440 restricted stock units, 12,264 of which are scheduled to vest on August 16, 2012, 4,088 of which are scheduled to vest on February 23, 2013 and 4,088 of which are scheduled to vest on February 23, 2014. Each unit converts into

Edgar Filing: Chambrello Michael R. - Form 4

a share of common stock on a one-for-one basis.

- On August 16, 2011, the issuer canceled, pursuant to the issuer's option exchange program, an option granted to the reporting person on February 22, 2010 (such canceled option provided for vesting in four equal installments beginning on February 22, 2011). In exchange for (6) the option, the reporting person received 15,936 restricted stock units, 7,968 of which are scheduled to vest on August 16, 2012, 3,984 of which are scheduled to vest on February 22, 2013 and 3,984 of which are scheduled to vest on February 22, 2014. Each unit converts into a share of common stock on a one-for-one basis.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.