

JURY FINDS JVL'S CURRENT PRODUCTS FREE FROM INFRINGEMENT

June 16, 2008 – JVL Corporation today announced that a federal jury sitting in Philadelphia found that none of JVL's popular line of countertop video game machines infringes any patent held by Merit Entertainment of Bristol, PA. As a result of the jury's verdict, Merit is entitled to no injunctive relief. The jury also denied Merit's demand for nearly \$24 million in lost profits, awarding instead approximately \$1.6 million in reasonable royalties for infringement by JVL past products, all of which were discontinued by 2006. The jury found that JVL's early infringement was willful.

The federal jury returned its verdict Friday afternoon in the patent infringement litigation brought by Merit Entertainment of Bristol, PA, against JVL. In that litigation, Merit asserted that JVL's line of countertop video game machines infringed three patents owned by Merit. Merit sought a permanent injunction to prevent JVL from marketing its products, and demanded \$24 million in lost-profit damages.

"We are gratified by the jury's verdict", said Peter Guterres, Chief Executive Officer of JVL. "It demonstrates that the product redesign we undertook when we learned in 2003 of Merit's infringement claims was completely successful. We appreciate that Merit is not entitled to injunctive relief and that the jury rejected Merit's exorbitant lost profits demand."

"While we now think the case should be settled by the companies, we are prepared to address the jury's royalty and willfulness findings, if that becomes necessary, in post-trial proceedings," added Guterres." Meanwhile, we look forward to continuing to provide JVL's highly successful line of products, which have met with great acceptance by operators and players over the last several years, and to offer exciting new products."

About JVL Corporation

JVL Corporation, a pioneer in touch screen technology, is a privately held, 25-year-old organization. JVL has established itself as a market leader, offering machines that are user-friendly and require less servicing than any other machine in the industry. Throughout the company's evolution, there has been one constant, the company's focus on serving its customers in a timely, cost-effective and reliable manner.