

RI Lottery Additional Information

May 2026 Revenue Estimating Conference

April 29, 2026



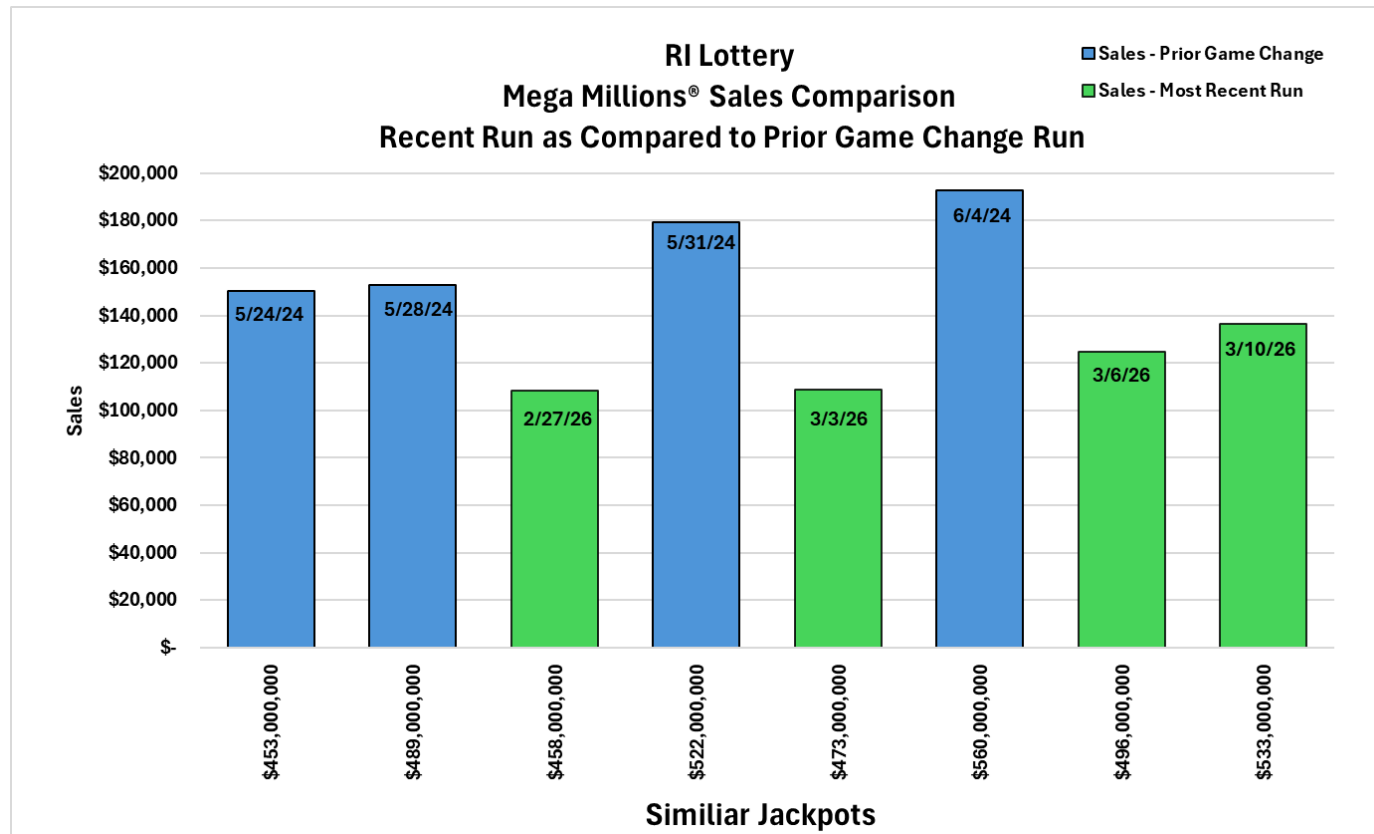
Additional Items



- During the third quarter of FY '26, the Lot introduced all Lottery draw games, except for Bingo, to the iLottery platform. Players with an iLottery account can now purchase tickets to all these games online. This resulted in approximately \$150,000 in sales during Q3.
- The Lincoln hotel has an occupancy rate of approximately 60% on weekdays and 95%+ on weekends. The majority of the rooms are comps.
- The projected iGaming marketing budget for both FY '26 & FY '27 is approximately \$3.6M/year.
- The iGaming promotional points (free play) allowance for FY26 and FY27 is approximately \$11.4M.
- The projected Sportsbook marketing budget for both FY '26 & FY '27 is approximately \$1.5M/year (two operating sports books).
- The combined promotional points (freeplay) allowance for FY '26 is \$105,343,644, of which, \$73,964,290 has been used through March 31, 2026.

Additional Items (continued)

- On April 5, 2025 the new Mega Millions® game tickets went on sale. The cost of each ticket is \$5.00, which now includes the \$1.00 multiplier feature - which had been an incremental \$1.00 add-on feature.



Mega Millions Sales Down 20.1% YTD March

Additional Income



MA Waiver Financial Protection

- Per the MA Waiver Agreement, there is financial protection in the event the General Fund Xfer decreases after Bally's introduced a sports betting app in MA, of up to \$1.5M/year.
- This reimbursement will run from CY '24 – CY '28 and will be adjusted annually to the CPI.
- Reimbursement = CY '22 GF Xfer from SB – Current Calendar Year GF Xfer from SB.
- The RI Lottery received a reimbursement of \$1,540,500 in April 2026.
- These funds will be included in the Non-Operating - Miscellaneous Income section of the RI Lottery's financial statements.

iGaming Financial Protection

- Per the iGaming Platform Agreement, there is a financial protection in the event revenue from certain Lottery products decreases after the introduction of iGaming.
- Reimbursement = FY '23 Revenue (wagers – prizes) from (Instant + eInstant + Keno + iKeno) – Current Fiscal Year Revenue from (Instant + eInstant + Keno + iKeno) x [100% of the first \$1M of difference and 50% of any amount over \$1M to a maximum reimbursement of \$1.5M].
- For FY '25, the Lottery accrued \$1.5M in the Non-Operating - Miscellaneous Income section of the RI Lottery's June 2025 financial statements. These funds were received in December 2025.
- For FY '26, we anticipate Bally's will owe approximately the same amount, which will be accounted for in the same manner as FY '25.

Additional Income (continued)



- Per the 8th Amendment to the Brightstar Lottery (BSL) Master Contract, the RI Lottery has the right to assess liquidating damages against BSL if the average number of FTEs for each period of three consecutive years is less than 1,100, commencing with CY '24.
- The amount of the liquidating damage is equal to the difference between the average FTEs for the three-year rolling period and 1,100, multiplied by \$7,500.
- IGT is required to certify the number of FTEs by May 1st. FY'26 calculation will be based on a average of FTE's reported for calendar year 2023, 2024, and 2025.
- In FY '25, the RI Lottery assessed IGT \$897,000 in liquidating damages based on the three-year average FTE count of 980.4.

Sports Wagering Update



- The Lottery commissioned a Sports Wagering Study to analyze sports wagering in RI and provide an opinion on how to maximize revenue to the state.
- Under the current structure, the study finds that 2 providers may provide incremental revenue to the state of approx. \$1.0M before any incremental costs, e.g., Lottery personnel.
- The Lottery issued an RFI to solicit feedback from sports wagering service providers, to assess their interest in entering the RI market given the current framework.
- Eight entities responded: (Bally's, BetMGM, DraftKings, Fanatics, FanDuel, IGT, Kambi, and OpenBet).
- The Lottery issued an RFQ for an incremental sports wagering service provider and bids for that RFQ were due on February 19, 2026.
- Two sports wagering service providers responded with a bid (Bally's and Rush Street Interactive).
- Those bids are being reviewed by Lottery personnel.

Competitive Information



First Light Casino

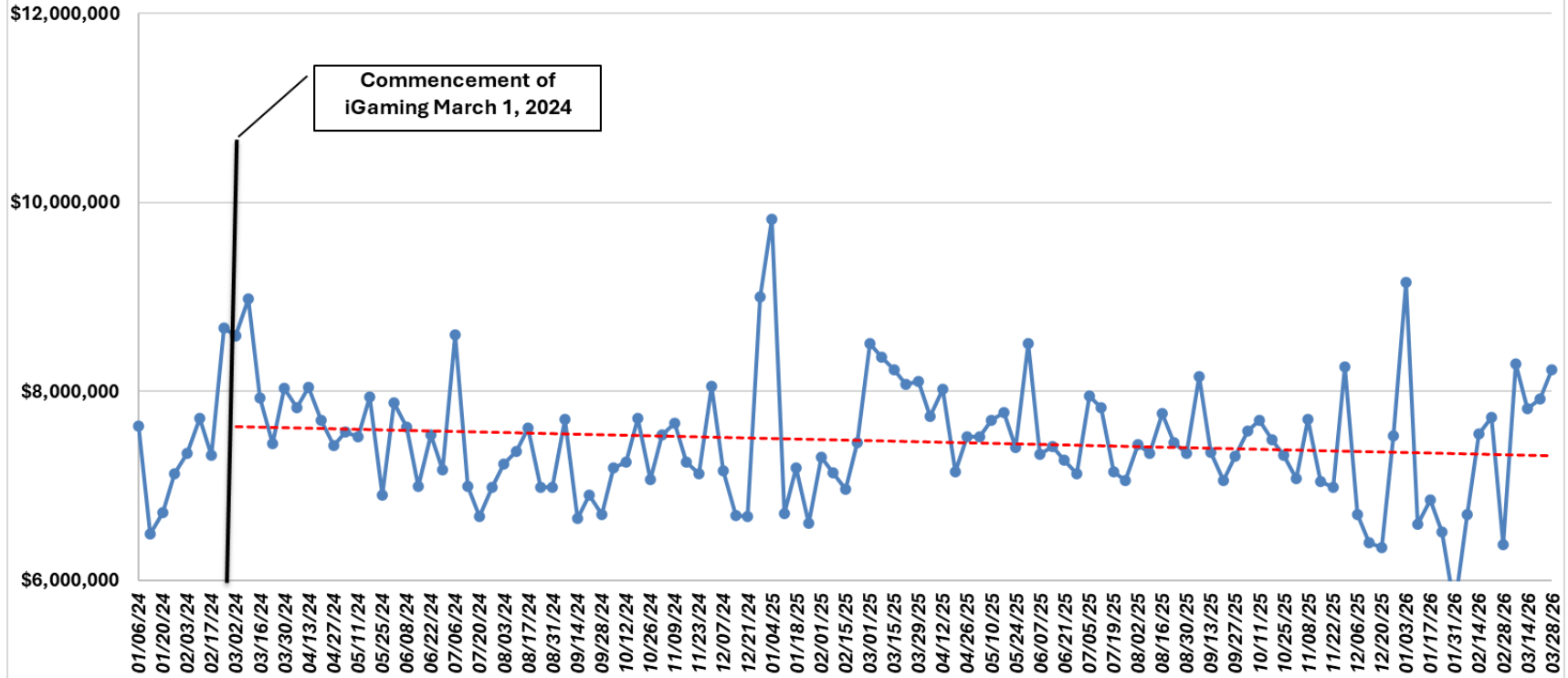
- The Mashpee Tribe opened a 'First Light Welcome Center' in January 2025 on their tribal land in Taunton, located at the intersection of Routes 24 & 140.
- The 'Welcome Center' offers information on the Tribe's future casino plans and tribal history/culture.
- The 'Welcome Center' presently offers approximately 250 machines that are Class II style games (slots) and as of October 2025, serves beer, wine, and pre-mixed cocktails.

MA iLottery

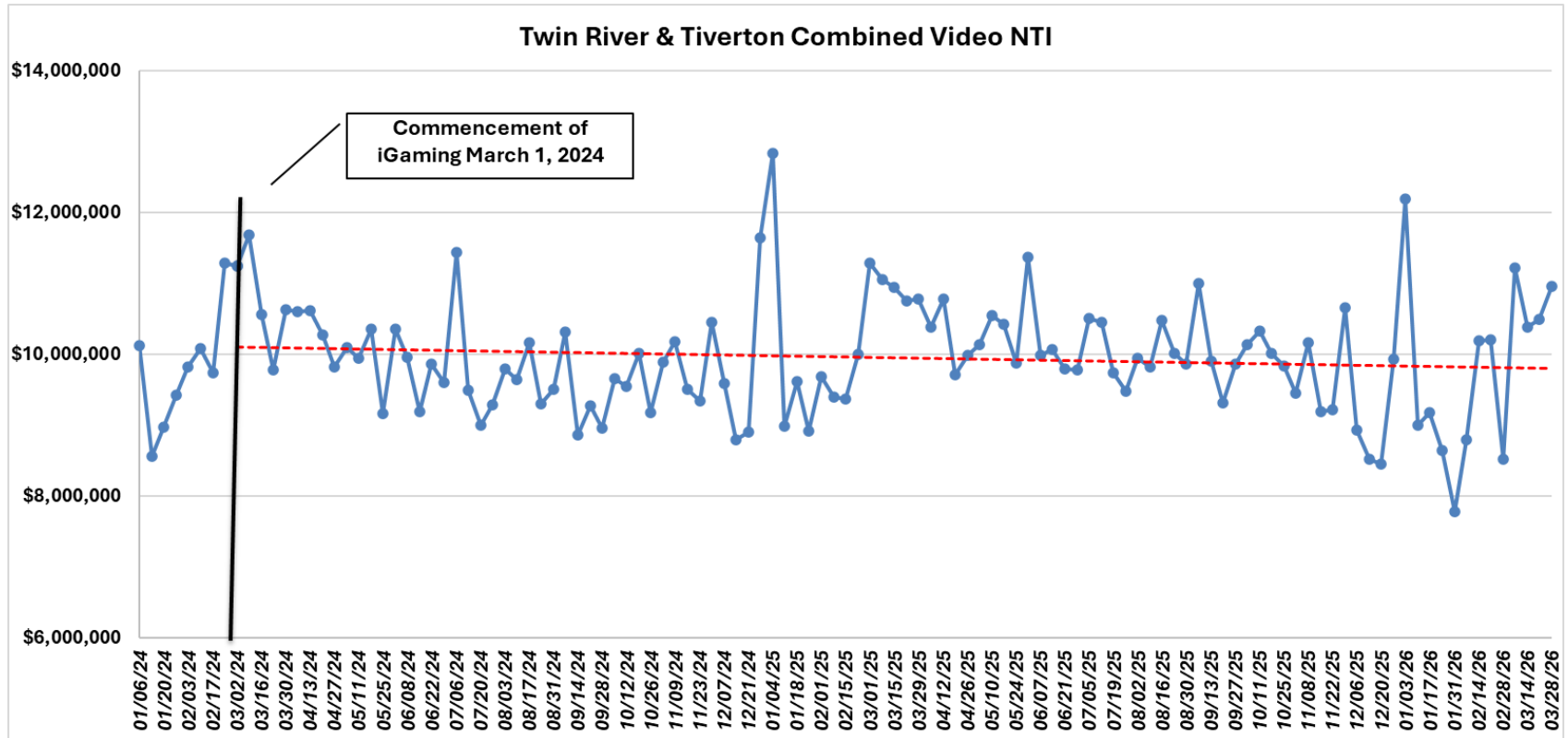
- The Massachusetts Lottery's iLottery platform is now set to launch in the summer of 2026.

Additional Graphs

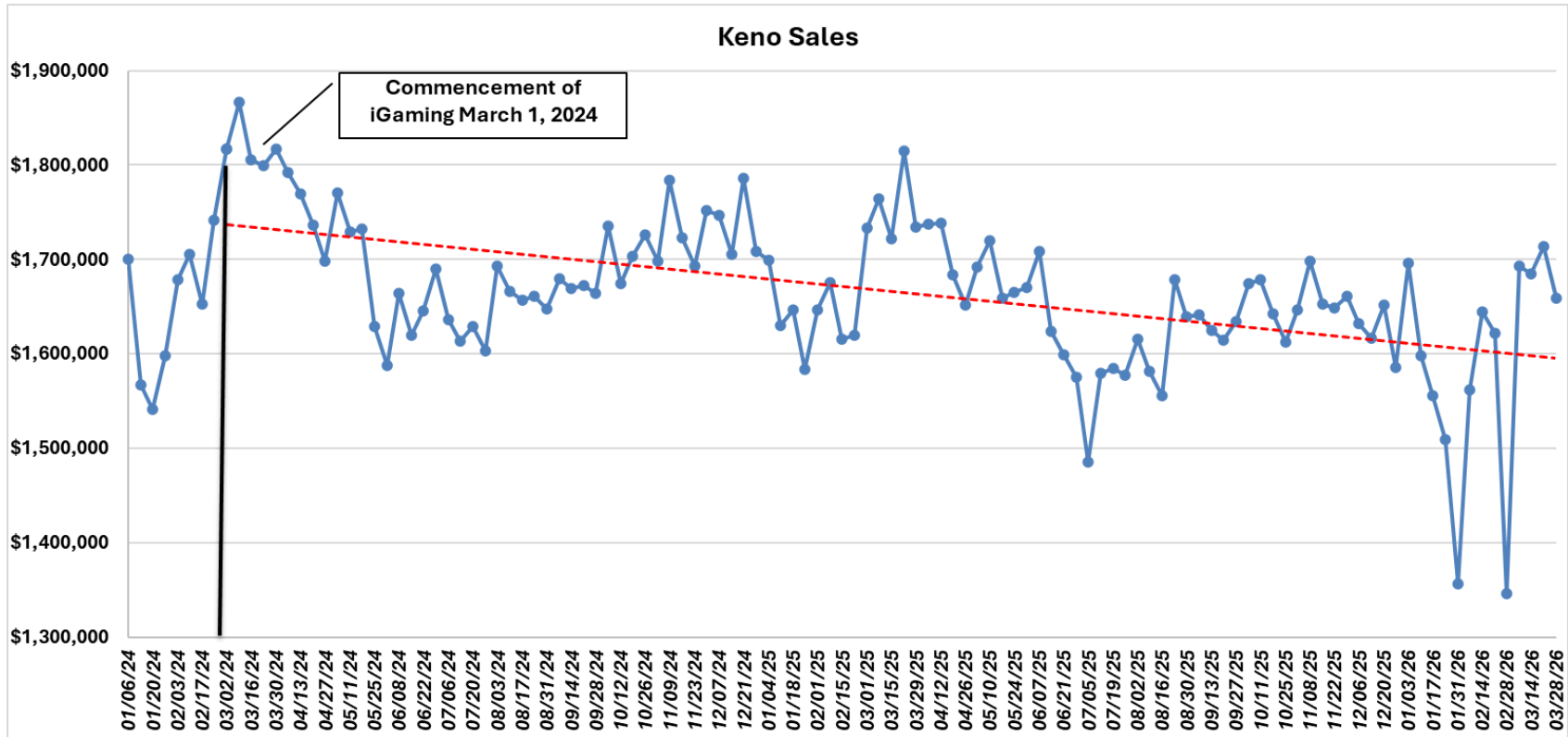
Twin River Video NTI



Additional Graphs



Additional Graphs



Additional Graphs

