

**MISSISSIPPI LOTTERY CORPORATION**  
**STATEMENT OF NET POSITION**  
**For the First Quarter Ending September 30, 2025**

**ASSETS**

Current Assets:

Cash	\$64,829,409.08
Retailer accounts receivable	10,275,503.94
Prepaid insurance	175,405.29
Other current assets	293,449.70
Total current assets	<u>75,573,768.01</u>

Noncurrent assets:

Restricted prize reserve on deposit	2,473,807.13
Capital assets, net	926,691.78
Right-to-use lease assets, net	905,881.74
Total noncurrent assets	<u>4,306,380.65</u>

Total assets	<u><u>79,880,148.66</u></u>
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**LIABILITIES**

Current liabilities:

Due to State of MS Lottery Proceeds Fund	12,960,810.82
Prizes payable	63,472,710.25
Accounts payable	1,045,923.24
Accrued liabilities	901,211.63
Unearned revenues	481,050.00
Lease liability	228,221.15
Total current liabilities	<u>79,089,927.09</u>

Noncurrent liabilities:

Lease liability	790,221.57
Total noncurrent liabilities	<u>790,221.57</u>

Total liabilities	<u>79,880,148.66</u>
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**NET POSITION**

Net investment in capital assets	814,130.80
Restricted for prize reserve on deposit	2,473,807.13
Unrestricted (deficit)	(3,287,937.93)
Total net position	<u>0.00</u>

Total liabilities and net position	<u><u>\$79,880,148.66</u></u>
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**MISSISSIPPI LOTTERY CORPORATION**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**For the First Quarter Ending September 30, 2025**

	July	%	August	%	September	%
<b>OPERATING REVENUES</b>						
Instant ticket sales	\$24,211,352.00	65.32%	\$24,931,546.00	59.73%	\$24,390,410.00	52.28%
Draw style game sales	12,855,608.00	34.68%	16,810,900.50	40.27%	22,258,557.00	47.72%
Gross ticket sales	37,066,960.00	100.00%	41,742,446.50	100.00%	46,648,967.00	100.00%
Less tickets provided as prizes	(406,418.00)	(1.10%)	(267,852.00)	(0.64%)	(345,498.00)	(0.74%)
Net ticket sales	36,660,542.00	98.90%	41,474,594.50	99.36%	46,303,469.00	99.26%
Other operating revenues	144,443.18	0.39%	179,888.00	0.43%	144,463.09	0.31%
<b>TOTAL OPERATING REVENUES</b>	<b>36,804,985.18</b>	<b>99.29%</b>	<b>41,654,482.50</b>	<b>99.79%</b>	<b>46,447,932.09</b>	<b>99.57%</b>
<b>OPERATING PRIZE EXPENSE</b>						
Prize expense, net	24,183,720.60	65.24%	26,612,655.04	63.75%	28,662,407.62	61.44%
<b>OTHER ADMINISTRATIVE OPERATING EXPENSES</b>						
Retailer commissions	2,223,746.76	6.00%	2,504,250.03	6.00%	2,798,592.03	6.00%
Gaming vendor fees	1,067,868.87	2.88%	1,183,038.92	2.83%	1,242,587.53	2.66%
Contractor Fees	3,175.00	0.01%	4,083.00	0.01%	3,175.00	0.01%
Advertising	245,311.92	0.66%	212,723.38	0.51%	228,801.34	0.49%
Other gaming expense	21,794.11	0.06%	24,894.04	0.06%	29,302.11	0.06%
Salaries and benefits	359,936.61	0.97%	514,676.03	1.23%	494,143.77	1.06%
Retailer merchandising and marketing	5,305.46	0.01%	2,026.55	0.00%	3,487.95	0.01%
Rent, utilities, and maintenance	10,870.67	0.03%	9,727.16	0.02%	10,799.55	0.02%
Depreciation	55,232.21	0.15%	55,232.20	0.13%	55,232.21	0.12%
Professional fees	84,251.35	0.23%	77,708.05	0.19%	49,836.70	0.11%
General, administrative, and other operating	91,099.87	0.25%	111,405.27	0.27%	97,459.01	0.21%
<b>Total other administrative operating expenses</b>	<b>4,168,592.83</b>	<b>11.25%</b>	<b>4,699,764.63</b>	<b>11.26%</b>	<b>5,013,417.20</b>	<b>10.75%</b>
<b>TOTAL OPERATING EXPENSES (inclusive of prize expense, net)</b>	<b>28,352,313.43</b>	<b>76.49%</b>	<b>31,312,419.67</b>	<b>75.01%</b>	<b>33,675,824.82</b>	<b>72.19%</b>
<b>TOTAL OPERATING INCOME</b>	<b>8,452,671.75</b>	<b>22.80%</b>	<b>10,342,062.83</b>	<b>24.78%</b>	<b>12,772,107.27</b>	<b>27.38%</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Other revenue	5,029.39	0.01%	7,364.10	0.02%	1,268.38	0.00%
Interest revenue	172,950.34	0.47%	167,524.96	0.40%	191,017.63	0.41%
Interest expense	(3,582.46)	(0.01%)	(3,582.46)	(0.01%)	(3,582.46)	(0.01%)
Proceeds to State of Mississippi	(8,627,069.02)	(23.27%)	(10,513,369.43)	(25.19%)	(12,960,810.82)	(27.78%)
Total nonoperating revenues (expenses)	(8,452,671.75)	(22.80%)	(10,342,062.83)	(24.78%)	(12,772,107.27)	(27.38%)
<b>CHANGE IN NET POSITION</b>	<b>0.00</b>	<b>0.00%</b>	<b>0.00</b>	<b>0.00%</b>	<b>0.00</b>	<b>0.00%</b>
<b>NET POSITION</b>						
Net position, Beginning of Year	0.00	0.00%	0.00	0.00%	0.00	0.00%
Net Position, End of Year	\$0.00	0.00%	\$0.00	0.00%	\$0.00	0.00%

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**MISSISSIPPI LOTTERY CORPORATION**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**For the First Quarter Ending September 30, 2025**

	1st Qtr July1-September 30, 2025	%	YTD	%
<b>OPERATING REVENUES</b>				
Instant ticket sales	\$73,533,308.00	58.61%	\$73,533,308.00	58.61%
Draw style game sales	51,925,065.50	41.39%	51,925,065.50	41.39%
Gross ticket sales	125,458,373.50	100.00%	125,458,373.50	100.00%
Less tickets provided as prizes	(1,019,768.00)	(0.81%)	(1,019,768.00)	(0.81%)
Net ticket sales	124,438,605.50	99.19%	124,438,605.50	99.19%
Other operating revenues	468,794.27	0.37%	468,794.27	0.37%
<b>TOTAL OPERATING REVENUES</b>	<b>124,907,399.77</b>	<b>99.56%</b>	<b>124,907,399.77</b>	<b>99.56%</b>
<b>OPERATING PRIZE EXPENSE</b>				
Prize expense, net	79,458,783.26	63.33%	79,458,783.26	63.33%
<b>OTHER ADMINISTRATIVE OPERATING EXPENSES</b>				
Retailer commissions	7,526,588.82	6.00%	7,526,588.82	6.00%
Gaming vendor fees	3,493,495.32	2.78%	3,493,495.32	2.78%
Contractor Fees	10,433.00	0.01%	10,433.00	0.01%
Advertising	686,836.64	0.55%	686,836.64	0.55%
Other gaming expense	75,990.26	0.06%	75,990.26	0.06%
Salaries and benefits	1,368,756.41	1.09%	1,368,756.41	1.09%
Retailer merchandising and marketing	10,819.96	0.01%	10,819.96	0.01%
Rent, utilities, and maintenance	31,397.38	0.03%	31,397.38	0.03%
Depreciation	165,696.62	0.13%	165,696.62	0.13%
Professional fees	211,796.10	0.17%	211,796.10	0.17%
General, administrative, and other operating	299,964.15	0.24%	299,964.15	0.24%
<b>Total other administrative operating expenses</b>	<b>13,881,774.66</b>	<b>11.06%</b>	<b>13,881,774.66</b>	<b>11.06%</b>
<b>TOTAL OPERATING EXPENSES (inclusive of prize expense, net)</b>	<b>93,340,557.92</b>	<b>74.40%</b>	<b>93,340,557.92</b>	<b>74.40%</b>
<b>TOTAL OPERATING INCOME</b>	<b>31,566,841.85</b>	<b>25.16%</b>	<b>31,566,841.85</b>	<b>25.16%</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Other revenue	13,661.87	0.01%	13,661.87	0.01%
Interest revenue	531,492.93	0.42%	531,492.93	0.42%
Interest expense	(10,747.38)	(0.01%)	(10,747.38)	(0.01%)
Proceeds to State of Mississippi	(32,101,249.27)	(25.59%)	(32,101,249.27)	(25.59%)
Total nonoperating revenues (expenses)	(31,566,841.85)	(25.16%)	(31,566,841.85)	(25.16%)
<b>CHANGE IN NET POSITION</b>	<b>0.00</b>	<b>0.00%</b>	<b>0.00</b>	<b>0.00%</b>
<b>NET POSITION</b>				
Net position, Beginning of Year	0.00	0.00%	0.00	0.00%
Net Position, End of Year	\$0.00	0.00%	\$0.00	0.00%

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**MISSISSIPPI LOTTERY CORPORATION**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

	1st Qtr FY2026	1st Qtr FY2025	Over/(Under) 1st Qtr Variance	YTD FY2026	YTD FY2025	Over/(Under) YTD Variance
<b>OPERATING REVENUES</b>						
Instant ticket sales	\$73,533,308.00	\$71,240,744.00	\$2,292,564.00	\$73,533,308.00	\$71,240,744.00	\$2,292,564.00
Draw style game sales	51,925,065.50	36,842,680.50	15,082,385.00	51,925,065.50	36,842,680.50	15,082,385.00
Gross ticket sales	125,458,373.50	108,083,424.50	17,374,949.00	125,458,373.50	108,083,424.50	17,374,949.00
Less tickets provided as prizes	(1,019,768.00)	(875,822.00)	(143,946.00)	(1,019,768.00)	(875,822.00)	(143,946.00)
Net ticket sales	124,438,605.50	107,207,602.50	17,231,003.00	124,438,605.50	107,207,602.50	17,231,003.00
Other operating revenues	468,794.27	450,229.50	18,564.77	468,794.27	450,229.50	18,564.77
<b>TOTAL OPERATING REVENUES</b>	<b>124,907,399.77</b>	<b>107,657,832.00</b>	<b>17,249,567.77</b>	<b>124,907,399.77</b>	<b>107,657,832.00</b>	<b>17,249,567.77</b>
<b>OPERATING PRIZE EXPENSE</b>						
Prize expense, net	79,458,783.26	68,316,694.22	11,142,089.04	79,458,783.26	68,316,694.22	11,142,089.04
<b>OTHER ADMINISTRATIVE OPERATING EXPENSES</b>						
Retailer commissions	7,526,588.82	6,484,325.79	1,042,263.03	7,526,588.82	6,484,325.79	1,042,263.03
Gaming vendor fees	3,493,495.32	3,125,730.64	367,764.68	3,493,495.32	3,125,730.64	367,764.68
Contractor Fees	10,433.00	11,066.60	(633.60)	10,433.00	11,066.60	(633.60)
Advertising	686,836.64	766,545.99	(79,709.35)	686,836.64	766,545.99	(79,709.35)
Other gaming expense	75,990.26	64,521.22	11,469.04	75,990.26	64,521.22	11,469.04
Salaries and benefits	1,368,756.41	1,349,823.07	18,933.34	1,368,756.41	1,349,823.07	18,933.34
Retailer merchandising and marketing	10,819.96	21,690.62	(10,870.66)	10,819.96	21,690.62	(10,870.66)
Rent, utilities, and maintenance	31,397.38	33,034.07	(1,636.69)	31,397.38	33,034.07	(1,636.69)
Depreciation	165,696.62	165,284.23	412.39	165,696.62	165,284.23	412.39
Professional fees	211,796.10	154,537.41	57,258.69	211,796.10	154,537.41	57,258.69
General, administrative, and other operating	299,964.15	259,762.74	40,201.41	299,964.15	259,762.74	40,201.41
<b>Total other administrative operating expenses</b>	<b>13,881,774.66</b>	<b>12,436,322.38</b>	<b>1,445,452.28</b>	<b>13,881,774.66</b>	<b>12,436,322.38</b>	<b>1,445,452.28</b>
<b>TOTAL OPERATING EXPENSES (inclusive of prize expense, net)</b>	<b>93,340,557.92</b>	<b>80,753,016.60</b>	<b>12,587,541.32</b>	<b>93,340,557.92</b>	<b>80,753,016.60</b>	<b>12,587,541.32</b>
<b>TOTAL OPERATING INCOME</b>	<b>31,566,841.85</b>	<b>26,904,815.40</b>	<b>4,662,026.45</b>	<b>31,566,841.85</b>	<b>26,904,815.40</b>	<b>4,662,026.45</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Other revenue	13,661.87	30,447.40	(16,785.53)	13,661.87	30,447.40	(16,785.53)
Interest revenue	531,492.93	610,677.53	(79,184.60)	531,492.93	610,677.53	(79,184.60)
Interest expense	(10,747.38)	(13,123.95)	2,376.57	(10,747.38)	(13,123.95)	2,376.57
Proceeds to State of Mississippi	(32,101,249.27)	(27,532,816.38)	(4,568,432.89)	(32,101,249.27)	(27,532,816.38)	(4,568,432.89)
Total nonoperating revenues (expenses)	(31,566,841.85)	(26,904,815.40)	(4,662,026.45)	(31,566,841.85)	(26,904,815.40)	(4,662,026.45)
<b>CHANGE IN NET POSITION</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>NET POSITION</b>						
Net position, Beginning of Year	0.00	0.00	0.00	0.00	0.00	0.00
Net Position, End of Year	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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**MISSISSIPPI LOTTERY CORPORATION**  
**PRIZE EXPENSE % CALCULATION**  
**For the First Quarter Ending September 30, 2025**

	<b>1st Qtr</b>			
	<b>July 1-September 30, 2025</b>	<b>%</b>	<b>YTD</b>	<b>%</b>
<b>OPERATING REVENUES</b>				
Instant ticket sales	\$73,533,308.00	58.61%	\$73,533,308.00	58.61%
Draw ticket sales	\$51,925,065.50	41.39%	\$51,925,065.50	41.39%
Gross ticket revenue	125,458,373.50	100.00%	125,458,373.50	100.00%
<b>TOTAL PRIZES</b>				
Prize Expense	79,458,783.26	63.33%	79,458,783.26	63.33%
Tickets provided as prizes	1,019,768.00	0.81%	1,019,768.00	0.81%
Total Prizes	80,478,551.26	64.15%	80,478,551.26	64.15%

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