

**MISSISSIPPI LOTTERY CORPORATION**  
**STATEMENT OF NET POSITION**  
**For the Third Quarter Ending March 31, 2026**

**ASSETS**

Current Assets:

Cash	\$51,793,992.37
Retailer accounts receivable	12,880,546.39
Prepaid insurance	410,829.27
Other current assets	400,093.98
Total current assets	<u>65,485,462.01</u>

Noncurrent assets:

Restricted prize reserve on deposit	2,363,682.97
Capital assets, net	819,292.42
Right-to-use lease assets, net	797,175.93
Total noncurrent assets	<u>3,980,151.32</u>

Total assets	<u><u>69,465,613.33</u></u>
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**LIABILITIES**

Current liabilities:

Due to State of MS Lottery Proceeds Fund	10,435,751.39
Prizes payable	55,971,593.88
Accounts payable	584,491.30
Accrued liabilities	1,122,761.15
Unearned revenues	445,165.00
Lease liability	234,294.95
Total current liabilities	<u>68,794,057.67</u>

Noncurrent liabilities:

Lease liability	671,555.66
Total noncurrent liabilities	<u>671,555.66</u>

Total liabilities	<u><u>69,465,613.33</u></u>
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**NET POSITION**

Net investment in capital assets	710,617.74
Restricted for prize reserve on deposit	2,363,682.97
Unrestricted (deficit)	<u>(3,074,300.71)</u>
Total net position	<u>0.00</u>

Total liabilities and net position	<u><u>\$69,465,613.33</u></u>
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These financial statements are unaudited and prepared for

**MISSISSIPPI LOTTERY CORPORATION**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**For the Third Quarter Ending March 31, 2026**

	January	%	February	%	March	%	3rd Qtr Jan. 1-March 31, 2026	%
<b>OPERATING REVENUES</b>								
Instant ticket sales	\$26,835,438.00	65.98%	\$26,489,774.00	64.78%	\$29,481,236.00	66.34%	\$82,806,448.00	65.72%
Draw style game sales	13,837,416.50	34.02%	14,401,259.00	35.22%	14,960,936.00	33.66%	43,199,611.50	34.28%
Gross ticket sales	40,672,854.50	100.00%	40,891,033.00	100.00%	44,442,172.00	100.00%	126,006,059.50	100.00%
Less tickets provided as prizes	(258,570.00)	(0.64%)	(367,530.00)	(0.90%)	(285,814.00)	(0.64%)	(911,914.00)	(0.72%)
Net ticket sales	40,414,284.50	99.36%	40,523,503.00	99.10%	44,156,358.00	99.36%	125,094,145.50	99.28%
Other operating revenues	177,213.76	0.44%	142,527.95	0.35%	142,814.49	0.32%	462,556.20	0.37%
<b>TOTAL OPERATING REVENUES</b>	<b>40,591,498.26</b>	<b>99.80%</b>	<b>40,666,030.95</b>	<b>99.45%</b>	<b>44,299,172.49</b>	<b>99.68%</b>	<b>125,556,701.70</b>	<b>99.64%</b>
<b>OPERATING PRIZE EXPENSE</b>								
Prize expense, net	23,257,575.00	57.18%	26,550,496.20	64.93%	29,021,273.22	65.30%	78,829,344.42	62.56%
<b>OTHER ADMINISTRATIVE OPERATING EXPENSES</b>								
Retailer commissions	2,440,015.50	6.00%	2,453,116.38	6.00%	2,666,225.49	6.00%	7,559,357.37	6.00%
Gaming vendor fees	1,506,435.55	3.70%	1,176,221.23	2.88%	1,287,367.53	2.90%	3,970,024.31	3.15%
Contractor Fees	3,175.00	0.01%	8,950.00	0.02%	3,675.00	0.01%	15,800.00	0.01%
Advertising	220,530.71	0.54%	227,244.83	0.56%	231,686.83	0.52%	679,462.37	0.54%
Other gaming expense	14,728.54	0.04%	35,411.00	0.09%	53,505.98	0.12%	103,645.52	0.08%
Salaries and benefits	1,048,747.47	2.58%	569,719.97	1.39%	529,322.97	1.19%	2,147,790.41	1.70%
Retailer merchandising and marketing	11,579.37	0.03%	5,702.33	0.01%	16,539.33	0.04%	33,821.03	0.03%
Rent, utilities, and maintenance	10,401.02	0.03%	7,888.19	0.02%	17,021.65	0.04%	35,310.86	0.03%
Depreciation	50,680.26	0.12%	52,981.83	0.13%	52,981.85	0.12%	156,643.94	0.12%
Professional fees	47,290.95	0.12%	38,445.14	0.09%	40,858.45	0.09%	126,594.54	0.10%
General, administrative, and other operating	83,855.61	0.21%	83,967.90	0.21%	91,773.54	0.21%	259,597.05	0.21%
<b>Total other administrative operating expenses</b>	<b>5,437,439.98</b>	<b>13.37%</b>	<b>4,659,648.80</b>	<b>11.40%</b>	<b>4,990,958.62</b>	<b>11.23%</b>	<b>15,088,047.40</b>	<b>11.97%</b>
<b>TOTAL OPERATING EXPENSES (inclusive of prize expense, net)</b>	<b>28,695,014.98</b>	<b>70.55%</b>	<b>31,210,145.00</b>	<b>76.33%</b>	<b>34,012,231.84</b>	<b>76.53%</b>	<b>93,917,391.82</b>	<b>74.53%</b>
<b>TOTAL OPERATING INCOME</b>	<b>11,896,483.28</b>	<b>29.25%</b>	<b>9,455,885.95</b>	<b>23.12%</b>	<b>10,286,940.65</b>	<b>23.15%</b>	<b>31,639,309.88</b>	<b>25.11%</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>								
Other revenue	1,269.38	0.00%	4,051.16	0.01%	30,820.45	0.07%	36,140.99	0.03%
Interest revenue	165,846.51	0.41%	111,483.55	0.27%	121,572.75	0.27%	398,902.81	0.32%
Interest expense	(3,582.46)	(0.01%)	(3,582.46)	(0.01%)	(3,582.46)	(0.01%)	(10,747.38)	(0.01%)
Proceeds to State of Mississippi	(12,060,016.71)	(29.65%)	(9,567,838.20)	(23.40%)	(10,435,751.39)	(23.48%)	(32,063,606.30)	(25.45%)
Total nonoperating revenues (expenses)	(11,896,483.28)	(29.25%)	(9,455,885.95)	(23.12%)	(10,286,940.65)	(23.15%)	(31,639,309.88)	(25.11%)
<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>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%	0.00	0.00%
Net Position, End of Year	\$0.00	0.00%	\$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 Third Quarter Ending March 31, 2026**

	3rd Qtr			
	Jan. 1-March 31, 2026	%	YTD	%
<b>OPERATING REVENUES</b>				
Instant ticket sales	\$82,806,448.00	65.72%	\$229,777,569.00	60.46%
Draw style game sales	43,199,611.50	34.28%	150,263,935.50	39.54%
Gross ticket sales	126,006,059.50	100.00%	380,041,504.50	100.00%
Less tickets provided as prizes	(911,914.00)	(0.72%)	(2,764,592.00)	(0.73%)
Net ticket sales	125,094,145.50	99.28%	377,276,912.50	99.27%
Other operating revenues	462,556.20	0.37%	1,393,176.97	0.37%
<b>TOTAL OPERATING REVENUES</b>	<b>125,556,701.70</b>	<b>99.64%</b>	<b>378,670,089.47</b>	<b>99.64%</b>
<b>OPERATING PRIZE EXPENSE</b>				
Prize expense, net	78,829,344.42	62.56%	238,776,101.84	62.83%
<b>OTHER ADMINISTRATIVE OPERATING EXPENSES</b>				
Retailer commissions	7,559,357.37	6.00%	22,799,706.63	6.00%
Gaming vendor fees	3,970,024.31	3.15%	10,688,403.35	2.81%
Contractor Fees	15,800.00	0.01%	36,658.00	0.01%
Advertising	679,462.37	0.54%	2,059,311.28	0.54%
Other gaming expense	103,645.52	0.08%	120,210.92	0.03%
Salaries and benefits	2,147,790.41	1.70%	5,061,628.57	1.33%
Retailer merchandising and marketing	33,821.03	0.03%	52,259.60	0.01%
Rent, utilities, and maintenance	35,310.86	0.03%	98,584.94	0.03%
Depreciation	156,643.94	0.12%	486,827.49	0.13%
Professional fees	126,594.54	0.10%	454,799.29	0.12%
General, administrative, and other operating	259,597.05	0.21%	852,871.23	0.22%
<b>Total other administrative operating expenses</b>	<b>15,088,047.40</b>	<b>11.97%</b>	<b>42,711,261.30</b>	<b>11.24%</b>
<b>TOTAL OPERATING EXPENSES (inclusive of prize expense, net)</b>	<b>93,917,391.82</b>	<b>74.53%</b>	<b>281,487,363.14</b>	<b>74.07%</b>
<b>TOTAL OPERATING INCOME</b>	<b>31,639,309.88</b>	<b>25.11%</b>	<b>97,182,726.33</b>	<b>25.57%</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Other revenue	36,140.99	0.03%	61,579.25	0.02%
Interest revenue	398,902.81	0.32%	1,446,508.46	0.38%
Interest expense	(10,747.38)	(0.01%)	(32,242.14)	(0.01%)
Proceeds to State of Mississippi	(32,063,606.30)	(25.45%)	(98,658,571.90)	(25.96%)
Total nonoperating revenues (expenses)	(31,639,309.88)	(25.11%)	(97,182,726.33)	(25.57%)
<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**

	3rd Qtr FY2026	3rd Qtr FY2025	Over/(Under) 3rd Qtr Variance	YTD FY2026	YTD FY2025	Over/(Under) YTD Variance
<b>OPERATING REVENUES</b>						
Instant ticket sales	\$82,806,448.00	\$75,752,129.00	\$7,054,319.00	\$229,777,569.00	\$220,493,963.00	\$9,283,606.00
Draw style game sales	43,199,611.50	36,323,260.50	6,876,351.00	150,263,935.50	112,439,348.50	37,824,587.00
Gross ticket sales	126,006,059.50	112,075,389.50	13,930,670.00	380,041,504.50	332,933,311.50	47,108,193.00
Less tickets provided as prizes	(911,914.00)	(1,052,440.00)	140,526.00	(2,764,592.00)	(2,714,825.00)	(49,767.00)
Net ticket sales	125,094,145.50	111,022,949.50	14,071,196.00	377,276,912.50	330,218,486.50	47,058,426.00
Other operating revenues	462,556.20	469,707.99	(7,151.79)	1,393,176.97	1,386,776.90	6,400.07
<b>TOTAL OPERATING REVENUES</b>	<b>125,556,701.70</b>	<b>111,492,657.49</b>	<b>14,064,044.21</b>	<b>378,670,089.47</b>	<b>331,605,263.40</b>	<b>47,064,826.07</b>
<b>OPERATING PRIZE EXPENSE</b>						
Prize expense, net	78,829,344.42	70,250,406.79	8,578,937.63	238,776,101.84	209,183,242.45	29,592,859.39
<b>OTHER ADMINISTRATIVE OPERATING EXPENSES</b>						
Retailer commissions	7,559,357.37	6,723,809.85	835,547.52	22,799,706.63	19,973,874.43	2,825,832.20
Gaming vendor fees	3,970,024.31	3,261,943.24	708,081.07	10,688,403.35	9,643,583.29	1,044,820.06
Contractor Fees	15,800.00	12,525.00	3,275.00	36,658.00	33,216.60	3,441.40
Advertising	679,462.37	691,943.82	(12,481.45)	2,059,311.28	2,199,302.39	(139,991.11)
Other gaming expense	103,645.52	305,818.55	(202,173.03)	120,210.92	538,650.69	(418,439.77)
Salaries and benefits	2,147,790.41	1,973,862.71	173,927.70	5,061,628.57	4,862,204.07	199,424.50
Retailer merchandising and marketing	33,821.03	32,472.26	1,348.77	52,259.60	63,513.60	(11,254.00)
Rent, utilities, and maintenance	35,310.86	33,776.96	1,533.90	98,584.94	100,754.88	(2,169.94)
Depreciation	156,643.94	165,738.06	(9,094.12)	486,827.49	507,596.34	(20,768.85)
Professional fees	126,594.54	115,974.06	10,620.48	454,799.29	412,048.53	42,750.76
General, administrative, and other operating	259,597.05	261,104.00	(1,506.95)	852,871.23	754,447.47	98,423.76
<b>Total other administrative operating expenses</b>	<b>15,088,047.40</b>	<b>13,578,968.51</b>	<b>1,509,078.89</b>	<b>42,711,261.30</b>	<b>39,089,192.29</b>	<b>3,622,069.01</b>
<b>TOTAL OPERATING EXPENSES (inclusive of prize expense, net)</b>	<b>93,917,391.82</b>	<b>83,829,375.30</b>	<b>10,088,016.52</b>	<b>281,487,363.14</b>	<b>248,272,434.74</b>	<b>33,214,928.40</b>
<b>TOTAL OPERATING INCOME</b>	<b>31,639,309.88</b>	<b>27,663,282.19</b>	<b>3,976,027.69</b>	<b>97,182,726.33</b>	<b>83,332,828.66</b>	<b>13,849,897.67</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Other revenue	36,140.99	5,073.52	31,067.47	61,579.25	248,493.39	(186,914.14)
Interest revenue	398,902.81	511,638.75	(112,735.94)	1,446,508.46	1,659,043.20	(212,534.74)
Interest expense	(10,747.38)	(13,123.95)	2,376.57	(32,242.14)	(39,371.85)	7,129.71
Proceeds to State of Mississippi	(32,063,606.30)	(28,166,870.51)	(3,896,735.79)	(98,658,571.90)	(85,200,993.40)	(13,457,578.50)
Total nonoperating revenues (expenses)	(31,639,309.88)	(27,663,282.19)	(3,976,027.69)	(97,182,726.33)	(83,332,828.66)	(13,849,897.67)
<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 Third Quarter Ending March 31, 2026**

	3rd Qtr			
	Jan. 1-March 31, 2026	%	YTD	%
<b>OPERATING REVENUES</b>				
Instant ticket sales	\$82,806,448.00	65.72%	\$229,777,569.00	60.46%
Draw ticket sales	\$43,199,611.50	34.28%	\$150,263,935.50	39.54%
Gross ticket revenue	<u>126,006,059.50</u>	<u>100.00%</u>	<u>380,041,504.50</u>	<u>100.00%</u>
<b>TOTAL PRIZES</b>				
Prize Expense	78,829,344.42	62.56%	238,776,101.84	62.83%
Tickets provided as prizes	911,914.00	0.72%	2,764,592.00	0.73%
Total Prizes	<u>79,741,258.42</u>	<u>63.28%</u>	<u>241,540,693.84</u>	<u>63.56%</u>

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