

MISSISSIPPI LOTTERY CORPORATION
STATEMENT OF NET POSITION
For the Fourth Quarter Ending June 30, 2026

ASSETS

Current Assets:

Cash	\$52,791,895.14
Retailer accounts receivable	10,991,608.37
Prepaid insurance	272,948.43
Other current assets	372,967.50
Total current assets	<u>64,429,419.44</u>

Noncurrent assets:

Restricted prize reserve on deposit	2,247,652.85
Capital assets, net	818,805.81
Right-to-use lease assets, net	742,823.02
Total noncurrent assets	<u>3,809,281.68</u>

Total assets	<u><u>68,238,701.12</u></u>
--------------	-----------------------------

LIABILITIES

Current liabilities:

Due to State of MS Lottery Proceeds Fund	8,658,897.54
Prizes payable	55,421,219.28
Accounts payable	1,555,987.14
Accrued liabilities	1,299,279.10
Unearned revenues	453,763.50
Lease liability	237,331.85
Total current liabilities	<u>67,626,478.41</u>

Noncurrent liabilities:

Lease liability	612,222.71
Total noncurrent liabilities	<u>612,222.71</u>

Total liabilities	<u><u>68,238,701.12</u></u>
-------------------	-----------------------------

NET POSITION

Net investment in capital assets	712,074.27
Restricted for prize reserve on deposit	2,247,652.85
Unrestricted (deficit)	<u>(2,959,727.12)</u>
Total net position	<u>0.00</u>

Total liabilities and net position	<u><u>\$68,238,701.12</u></u>
------------------------------------	-------------------------------

These financial statements are unaudited and prepared for

MISSISSIPPI LOTTERY CORPORATION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Fourth Quarter Ending June 30, 2026

	April	%	May	%	June	%	4th Qtr April-June 30, 2026	%
OPERATING REVENUES								
Instant ticket sales	\$27,019,354.00	66.35%	\$25,950,226.00	63.16%	\$23,541,685.00	62.53%	\$76,511,265.00	64.05%
Draw style game sales	13,700,247.00	33.65%	15,135,946.50	36.84%	14,105,945.00	37.47%	42,942,138.50	35.95%
Gross ticket sales	40,719,601.00	100.00%	41,086,172.50	100.00%	37,647,630.00	100.00%	119,453,403.50	100.00%
Less tickets provided as prizes	(277,824.00)	(0.68%)	(448,440.00)	(1.09%)	(237,672.00)	(0.63%)	(963,936.00)	(0.81%)
Net ticket sales	40,441,777.00	99.32%	40,637,732.50	98.91%	37,409,958.00	99.37%	118,489,467.50	99.19%
Other operating revenues	143,978.63	0.35%	177,695.00	0.43%	145,189.00	0.39%	466,862.63	0.39%
TOTAL OPERATING REVENUES	40,585,755.63	99.67%	40,815,427.50	99.34%	37,555,147.00	99.75%	118,956,330.13	99.58%
OPERATING PRIZE EXPENSE								
Prize expense, net	26,173,982.11	64.28%	26,608,777.32	64.76%	24,522,614.20	65.14%	77,305,373.63	64.72%
OTHER ADMINISTRATIVE OPERATING EXPENSES								
Retailer commissions	2,442,917.58	6.00%	2,464,905.57	6.00%	2,258,581.92	6.00%	7,166,405.07	6.00%
Gaming vendor fees	1,182,233.18	2.90%	1,178,709.08	2.87%	1,062,004.34	2.82%	3,422,946.60	2.87%
Contractor Fees	3,100.00	0.01%	3,375.00	0.01%	3,850.00	0.01%	10,325.00	0.01%
Advertising	248,341.57	0.61%	256,558.35	0.62%	251,021.74	0.67%	755,921.66	0.63%
Other gaming expense	22,785.77	0.06%	85,147.84	0.21%	83,980.86	0.22%	191,914.47	0.16%
Salaries and benefits	767,496.06	1.88%	532,551.57	1.30%	667,777.71	1.77%	1,967,825.34	1.65%
Retailer merchandising and marketing	6,038.98	0.01%	8,734.93	0.02%	42,240.21	0.11%	57,014.12	0.05%
Rent, utilities, and maintenance	11,029.76	0.03%	10,979.81	0.03%	9,831.49	0.03%	31,841.06	0.03%
Depreciation	50,725.80	0.12%	51,794.00	0.13%	51,661.62	0.14%	154,181.42	0.13%
Professional fees	38,308.85	0.09%	37,117.75	0.09%	159,500.63	0.42%	234,927.23	0.20%
General, administrative, and other operating	90,937.74	0.22%	90,214.37	0.22%	84,104.56	0.22%	265,256.67	0.22%
Total other administrative operating expenses	4,863,915.29	11.94%	4,720,088.27	11.49%	4,674,555.08	12.42%	14,258,558.64	11.94%
TOTAL OPERATING EXPENSES (inclusive of prize expense, net)	31,037,897.40	76.22%	31,328,865.59	76.25%	29,197,169.28	77.55%	91,563,932.27	76.65%
TOTAL OPERATING INCOME	9,547,858.23	23.45%	9,486,561.91	23.09%	8,357,977.72	22.20%	27,392,397.86	22.93%
NONOPERATING REVENUES (EXPENSES)								
Other revenue	1,268.38	0.00%	10,195.74	0.02%	182,768.38	0.49%	194,232.50	0.16%
Interest revenue	117,362.34	0.29%	124,879.45	0.30%	121,733.91	0.32%	363,975.70	0.30%
Interest expense	(3,582.46)	(0.01%)	(3,582.46)	(0.01%)	(3,582.47)	(0.01%)	(10,747.39)	(0.01%)
Proceeds to State of Mississippi	(9,662,906.49)	(23.73%)	(9,618,054.64)	(23.41%)	(8,658,897.54)	(23.00%)	(27,939,858.67)	(23.39%)
Total nonoperating revenues (expenses)	(9,547,858.23)	(23.45%)	(9,486,561.91)	(23.09%)	(8,357,977.72)	(22.20%)	(27,392,397.86)	(22.93%)
CHANGE IN NET POSITION	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%
NET POSITION								
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%

These financial statements are unaudited and prepared for informational purposes

MISSISSIPPI LOTTERY CORPORATION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Fourth Quarter Ending June 30, 2026

	4th Qtr			
	April-June 30, 2026	%	YTD	%
OPERATING REVENUES				
Instant ticket sales	\$76,511,265.00	64.05%	\$306,288,834.00	61.32%
Draw style game sales	42,942,138.50	35.95%	193,206,074.00	38.68%
Gross ticket sales	119,453,403.50	100.00%	499,494,908.00	100.00%
Less tickets provided as prizes	(963,936.00)	(0.81%)	(3,728,528.00)	(0.75%)
Net ticket sales	118,489,467.50	99.19%	495,766,380.00	99.25%
Other operating revenues	466,862.63	0.39%	1,860,039.60	0.37%
TOTAL OPERATING REVENUES	118,956,330.13	99.58%	497,626,419.60	99.63%
OPERATING PRIZE EXPENSE				
Prize expense, net	77,305,373.63	64.72%	316,081,475.47	63.28%
OTHER ADMINISTRATIVE OPERATING EXPENSES				
Retailer commissions	7,166,405.07	6.00%	29,966,111.70	6.00%
Gaming vendor fees	3,422,946.60	2.87%	14,111,349.95	2.83%
Contractor Fees	10,325.00	0.01%	46,983.00	0.01%
Advertising	755,921.66	0.63%	2,815,232.94	0.56%
Other gaming expense	191,914.47	0.16%	312,125.39	0.06%
Salaries and benefits	1,967,825.34	1.65%	7,029,453.91	1.41%
Retailer merchandising and marketing	57,014.12	0.05%	109,273.72	0.02%
Rent, utilities, and maintenance	31,841.06	0.03%	130,426.00	0.03%
Depreciation	154,181.42	0.13%	641,008.91	0.13%
Professional fees	234,927.23	0.20%	689,726.52	0.14%
General, administrative, and other operating	265,256.67	0.22%	1,118,127.90	0.22%
Total other administrative operating expenses	14,258,558.64	11.94%	56,969,819.94	11.41%
TOTAL OPERATING EXPENSES (inclusive of prize expense, net)	91,563,932.27	76.65%	373,051,295.41	74.69%
TOTAL OPERATING INCOME	27,392,397.86	22.93%	124,575,124.19	24.94%
NONOPERATING REVENUES (EXPENSES)				
Other revenue	194,232.50	0.16%	255,811.75	0.05%
Interest revenue	363,975.70	0.30%	1,810,484.16	0.36%
Interest expense	(10,747.39)	(0.01%)	(42,989.53)	(0.01%)
Proceeds to State of Mississippi	(27,939,858.67)	(23.39%)	(126,598,430.57)	(25.35%)
Total nonoperating revenues (expenses)	(27,392,397.86)	(22.93%)	(124,575,124.19)	(24.94%)
CHANGE IN NET POSITION	0.00	0.00%	0.00	0.00%
NET POSITION				
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%

These financial statements are unaudited and prepared for informational purposes

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

	4th Qtr FY2026	4th Qtr FY2025	Over/(Under) 4th Qtr Variance	YTD FY2026	YTD FY2025	Over/(Under) YTD Variance
OPERATING REVENUES						
Instant ticket sales	\$76,511,265.00	\$74,436,352.00	\$2,074,913.00	\$306,288,834.00	\$294,930,315.00	\$11,358,519.00
Draw style game sales	42,942,138.50	37,008,584.00	5,933,554.50	193,206,074.00	149,447,932.50	43,758,141.50
Gross ticket sales	119,453,403.50	111,444,936.00	8,008,467.50	499,494,908.00	444,378,247.50	55,116,660.50
Less tickets provided as prizes	(963,936.00)	(1,203,610.00)	239,674.00	(3,728,528.00)	(3,918,435.00)	189,907.00
Net ticket sales	118,489,467.50	110,241,326.00	8,248,141.50	495,766,380.00	440,459,812.50	55,306,567.50
Other operating revenues	466,862.63	468,313.07	(1,450.44)	1,860,039.60	1,855,089.97	4,949.63
TOTAL OPERATING REVENUES	118,956,330.13	110,709,639.07	8,246,691.06	497,626,419.60	442,314,902.47	55,311,517.13
OPERATING PRIZE EXPENSE						
Prize expense, net	77,305,373.63	70,540,070.08	6,765,303.55	316,081,475.47	279,723,312.53	36,358,162.94
OTHER ADMINISTRATIVE OPERATING EXPENSES						
Retailer commissions	7,166,405.07	6,685,825.38	480,579.69	29,966,111.70	26,659,699.81	3,306,411.89
Gaming vendor fees	3,422,946.60	3,234,576.34	188,370.26	14,111,349.95	12,878,159.63	1,233,190.32
Contractor Fees	10,325.00	13,412.50	(3,087.50)	46,983.00	46,629.10	353.90
Advertising	755,921.66	725,460.30	30,461.36	2,815,232.94	2,924,762.69	(109,529.75)
Other gaming expense	191,914.47	179,949.42	11,965.05	312,125.39	718,600.11	(406,474.72)
Salaries and benefits	1,967,825.34	1,693,568.72	274,256.62	7,029,453.91	6,555,772.79	473,681.12
Retailer merchandising and marketing	57,014.12	31,292.57	25,721.55	109,273.72	94,806.17	14,467.55
Rent, utilities, and maintenance	31,841.06	34,156.29	(2,315.23)	130,426.00	134,911.17	(4,485.17)
Depreciation	154,181.42	165,239.47	(11,058.05)	641,008.91	672,835.81	(31,826.90)
Professional fees	234,927.23	132,953.87	101,973.36	689,726.52	545,002.40	144,724.12
General, administrative, and other operating	265,256.67	265,663.20	(406.53)	1,118,127.90	1,020,110.67	98,017.23
Total other administrative operating expenses	14,258,558.64	13,162,098.06	1,096,460.58	56,969,819.94	52,251,290.35	4,718,529.59
TOTAL OPERATING EXPENSES (inclusive of prize expense, net)	91,563,932.27	83,702,168.14	7,861,764.13	373,051,295.41	331,974,602.88	41,076,692.53
TOTAL OPERATING INCOME	27,392,397.86	27,007,470.93	384,926.93	124,575,124.19	110,340,299.59	14,234,824.60
NONOPERATING REVENUES (EXPENSES)						
Other revenue	194,232.50	291,622.76	(97,390.26)	255,811.75	540,116.15	(284,304.40)
Interest revenue	363,975.70	514,142.68	(150,166.98)	1,810,484.16	2,173,185.88	(362,701.72)
Interest expense	(10,747.39)	(13,123.95)	2,376.56	(42,989.53)	(52,495.80)	9,506.27
Proceeds to State of Mississippi	(27,939,858.67)	(27,800,112.42)	(139,746.25)	(126,598,430.57)	(113,001,105.82)	(13,597,324.75)
Total nonoperating revenues (expenses)	(27,392,397.86)	(27,007,470.93)	(384,926.93)	(124,575,124.19)	(110,340,299.59)	(14,234,824.60)
CHANGE IN NET POSITION	0.00	0.00	0.00	0.00	0.00	0.00
NET POSITION						
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

These financial statements are unaudited and prepared for informational purposes

MISSISSIPPI LOTTERY CORPORATION
PRIZE EXPENSE % CALCULATION
For the Fourth Quarter Ending June 30, 2026

	4th Qtr			
	April-June 30, 2026	%	YTD	%
OPERATING REVENUES				
Instant ticket sales	\$76,511,265.00	64.05%	\$306,288,834.00	61.32%
Draw ticket sales	\$42,942,138.50	35.95%	\$193,206,074.00	38.68%
Gross ticket revenue	119,453,403.50	100.00%	499,494,908.00	100.00%
TOTAL PRIZES				
Prize Expense	77,305,373.63	64.72%	316,081,475.47	63.28%
Tickets provided as prizes	963,936.00	0.81%	3,728,528.00	0.75%
Total Prizes	78,269,309.63	65.52%	319,810,003.47	64.03%

These financial statements are unaudited and prepared for informational purposes