

ARKANSAS LOTTERY COMMISSION

Responses to Scientific Games International (“SGI”) Questions for the ALC Instant Ticket Lottery Game Services RFP

ALC Response to Page 2 Question 1: This is acceptable.

ALC Response to Page 2 Question 2a: The ALC will provide the requested information as it becomes available.

ALC Response to Page 2 Question 2b: The ALC response to this question is “no.”

ALC Response to Page 2 Question 3: Calendar days.

ALC Response to Page 2 Question 4: Please refer to section 1.6 “Type of Contract” on Page 5 of the Instant Ticket Lottery Game Services RFP, which states that “The ALC will have the option to renegotiate at time of renewal.”

ALC Response to Page 2 Question 5: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 2 Question 6: Please refer to the Section 5.4 “Program Options” on Page 24 of the Instant Ticket Lottery Game Services RFP and the Official Price Proposal Sheet in the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 3 Question 7 a., b. and c.: For each sub question, please refer to Section 3.3.5 “Ticket Testing” on Page 14 of the Instant Ticket Lottery Game Services RFP.

(ALC note: The questions submitted by SGI are out of sequence beginning on this page. The numbers on Page 3 go from “7” to “5”. For the purpose of avoiding confusion, the ALC will follow the sequence of numbers provided by SGI with this note to clarify any confusion.)

ALC Response to Page 3 Question 5 a., b. and c.:

a. The ALC is not a tax exempt organization.

b. Please refer to ALC response to sub question a.

c. According to an opinion issued by the Department of Finance and Administration on July 9, 2009, "the sale of lottery tickets by a retailer to a consumer will be exempt from the Arkansas Gross Receipts Tax. The purchase of tickets by the Arkansas Lottery Commission, however,

will be subject to the Arkansas Gross Receipts or Compensating (Use) Tax."

ALC Response to Page 3 Question 6a & b: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 3 Question 7 a., b. and c.: For each sub questions, please refer to Section 3.7 "Distribution of Tickets From Other Vendors" on Page 16 of the Instant Ticket Lottery Game Services RFP.

ALC Response to Page 4 Question 8 a. and b.: For each sub question, please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 4 Question 9: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 4 Question 10:

Response to Sub question a.: Please refer to Section 3.7 'Distribution of Tickets From Other Vendors', on Page 16 of the Instant Ticket Lottery Games Services RFP.

Response to Sub question b.: The ALC response is "no."

ALC Response to Page 4 Question 11 a. and b.:

Response to Sub question a: Please refer to Section 3.8 "Instant Ticket Distribution" on Page 17 of the Instant Ticket Lottery Game Services RFP.

Response to Sub question b: ALC response to this question is "no."

ALC Response to Page 4 Question 12: Please refer to Section 3.9 "Instant Ticket Distribution" on Page 17 of the Instant Ticket Lottery Game Services RFP and to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 5 Question 13: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 5 Question 14: Please refer to the Official Price Proposal Sheet in the Second Addendum to the Instant Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 5 Question 15 a. and b.: For each sub question, please refer to the Official Price Proposal Sheet in the Second Addendum to the Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 5 Question 16: Please refer to the Official Price Proposal Sheet in the Second Addendum to the Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 5 Question 17 a. and b.: For each sub question, please refer to the Official Price Proposal Sheet in the Second Addendum to the Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 5 Question 18: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 6 Question 19: Please refer back to Section 5.1.1 "Pricing Formula" on Page 23 of the Instant Ticket Lottery Game Services RFP and the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 6 Question 20: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 6 Question 21: This is acceptable. Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 6 Question 22: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 6 Question 23: This question is deleted per instructions from Scientific Games International.

ALC Response to Page 6 Question 24: This is acceptable. Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 6 Questions 25: Please refer to the ALC website for the original Request for Proposal approved on June 19, 2009, the Addendum to the Request for Proposal approved on June 30, 2009, the Second Addendum to the Request for Proposal approved on July 15, 2009, and the Official Instant Lottery Game Services Proposal Price Sheet to be used in relation to the RFP. Please specifically refer to Section 1.19 – Ownership of Materials and Rights of Use in the original RFP and the Second Addendum. The website address is www.lotterycommission.arkansas.gov/.

ALC Response to Page 6 Question 26: Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 7 Question 27: This is acceptable. Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.

ALC Response to Page 7 Question 28: This is acceptable. Please refer to the Second Addendum to the ALC Instant Ticket Lottery Game Services RFP approved on July 15, 2009.