

IN RE:**DECLARATORY RULING
BY THE SOUTH DAKOTA
LOTTERY COMMISSION****RULING 07-1
ARSD 48:03:14:09
Dakota Raffle Game Parameters**

Ruling: Pursuant to Chapter 48:03:14 the Lottery may offer a raffle game called Dakota Raffle.

Dakota Raffle shall consist of 100,000 sequentially numbered plays. Each play shall be exclusively numbered from 00000001 to 00100000.

The prizes to be paid in the Dakota Raffle and estimated odds of winning are:

| <u>Match</u> | <u>Prize</u> | <u>Odds</u> | <u>Number of winners</u> |
|-------------------------|--------------|-------------|--------------------------|
| First number drawn | \$250,000 | 1:100,000 | 1 |
| Next five numbers drawn | \$25,000 | 1:20,000 | 5 |
| Next 250 numbers drawn | \$500 | 1:400 | 250 |

The estimated overall odds of winning any prize are 1:390.63. These odds of winning are based on the sale of 100,000 Dakota Raffle tickets. Actual odds will be determined by the number of tickets sold.

Each play shall cost \$10. Sales of Dakota Raffle shall begin on September 30, 2007 and close at 11:00 p.m. (CT) on December 30, 2007 or when all plays have been sold, whichever comes first.

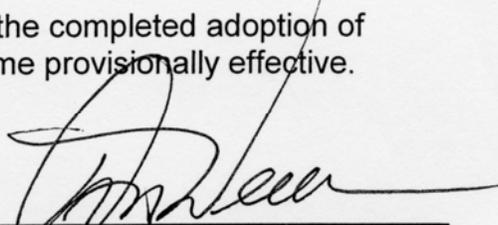
Winning numbers shall be randomly selected at a drawing date to be held not later than 2:00 p.m. (CT) on December 31, 2007 at the Lottery office in Pierre pursuant to Chapter 48:03:04.

The following incentive commissions are authorized pursuant to 48:03:02:10 for on-line retailers who sell certain winning tickets for the Dakota Raffle. Retailers must be actively engaged in the sale of on-line tickets and current in Lottery obligations to qualify. Incentive commissions will be paid only after winning tickets have been claimed and paid.

| <u>Prize</u> | <u>Commission</u> |
|--------------|-------------------|
| \$250,000 | \$10,000 |
| \$25,000 | \$2,500 |

Effective Date: This ruling shall become effective upon the completed adoption of Chapter 48:03:14 when the rules contained therein become provisionally effective.

Dated this 15th day of June, 2007.



Dick Werner, Chairman