

STATE OF DELAWARE

DIVISION OF GAMING ENFORCEMENT



**INTERACTIVE FANTASY
SPORTS OPERATOR
REGISTRATION
APPLICATION**

Introduction Page

For the purpose of this application, "enterprise" includes any corporation, association, operation, firm, partnership, trust or other form of business association as well as a natural person.

On or before applicant submits the registration application, applicant shall complete and remit to the Delaware Division of Revenue the State of Delaware Form CRA (Combined Registration Application for State of Delaware Business License and/or Withholding Agent). This form can be found at the following: http://revenue.delaware.gov/services/current_bt/cra.pdf

When completing the registration application all statements must be accurate and include all material facts. Any misrepresentations, or the failure to provide requested information, may result in the denial of the registration application. Any statement that is not true or not disclosed, which becomes known at a later date, is cause for revocation of the Interactive Fantasy Sports Contest Registration.

The completed registration application must be delivered to the:

**Delaware Division of Gaming Enforcement
600 South Bay Road
Dover, DE 19901**

FEES:

The annual licensing fee of \$50,000 shall be paid before the applicant may conduct Interactive Fantasy Sports Contests in Delaware. If the applicant is approved to begin operations any time after the 1st of January said fee shall be prorated for the remainder of the calendar year. The full annual licensing fee shall be due on or before January 1st thereafter. The licensing fee must be paid by check or money order, payable to:

**Delaware Division of Revenue
Carvel State Office Building
820 N French St.
Wilmington, De 19801**

Upon approval of this registration application, the operating fee will begin to accrue and be due on a quarterly basis. Registrant will be provided with a quarterly remittance document in the form of a coupon for submitting the operating fee.

All fees are nonrefundable.

Section 1: APPLICANT INFORMATION

Name of Business:

Doing Business As/ Trading As Name:

Date Enterprise Established:

Place Enterprise Established:

Principal Physical Address:

Street Location(Number/Street):

City, State:

Zip Code:

Country:

Location Telephone Number:

Location Fax Number:

Website Address:

Mailing Address (If Different than Principal address):

Street Location(Number/Street):

City, State:

Zip Code:

Country:

Section 2: PRIMARY CONTACT INFORMATION

The primary contact person will be the point of contact for the Delaware Division of Gaming Enforcement on all matters pertaining to this application.

Last Name:
(include Sr., Jr., Etc
if applicable)

First Name:

Middle Name:

Street Location(Number/Street):

City, State:

Zip Code:

Country:

Title:

Telephone: (Area Code) Number

FAX: (Area Code) Number

E-mail Address:

AUTHORIZATION:

Attach copies of documents which designate the person(s) authorized to act on the Applicant's behalf.

Add as Attachment 2-1.

Section 3: ENTERPRISE INFORMATION

Check the type of Enterprise below:

Corporation

Limited Liability Company

Individual

Fiduciary

Association

Other Business Entity

Please Specify:

Enterprise's Business Information and Documents to be attached to application. Identify attachments as 3-1 through 3-6 for below responses (if document requested does not apply indicate N/A and attach blank page with attachment number):

Certificate of Good Standing from State Where Incorporated Yes-Attachment Included No N/A

Documents establishing existence of enterprise as a business entity, such as a partnership or trust agreement.

Yes-Attachment Included No N/A

Articles of Incorporation

Yes-Attachment Included No N/A

By-laws or other documentation establishing the day to day operating rules of enterprise.

Yes-Attachment Included No N/A

Current State of Delaware business license

Yes-Attachment Included No N/A

Provide an Organizational Chart which includes position descriptions and names of persons holding such positions

SECURITIES OPTIONS* (Corporation)

Describe in detail any options existing or to be created with the respect to securities issued by the corporation which description shall include, but not be limited to, the title of securities subject to option, the year or years during which the options were or will be granted, the conditions under which the options were or will be granted, the consideration for granting the option and the year or years during, and the terms under which optionees became or will become entitled to execute the options and when such options expire.

*For the purpose of this application, option shall mean right, warrant or option to subscribe to or purchase any Securities issued by the corporation.

Identify all persons holding the options described, above, and include the market value of the option at the time of issuance.

Add as Attachment 3-7.

STOCK DESCRIPTION (CORPORATION)

Describe the nature, type, terms, conditions, rights and privileges of voting, non-voting and other stock issued, or to be issued, by the corporation including the number of shares of each class of stock authorized or to be authorized and the number of shares of each class of stock outstanding (i.e., not held by or on behalf of the issuer) as of this date. If the right of holders of any class of stock may be modified otherwise than by vote of a majority or more of the outstanding shares so affected, voting as a class, so state and explain briefly.

Add as Attachment 3-8.

List of all physical locations that are owned or leased by the operator and from which the operator conducts business.

For each location, please include the full corporate/subsidiary name, physical address, city, state, zip code, country and a detailed explanation of what business is conducted at each of these locations.

Add as Attachment 3-9.

Section 3: ENTERPRISE INFORMATION (Continued)

Provide a list of all aliases/business names used by the applicant to conduct business, provide time periods during which the aliases/business names were used by the applicant and if applicable, the state of incorporation.

Add as Attachment 3-10.

Provide the name and addresses for all contractors or vendors which provide support, services or maintain the systems which are used for tracking players, their accounts or have direct access to servers which are used to store the data of authorized players and their accounts.

Add as Attachment 3-11.

In the past ten years, has the operator been party to any material acquisition, reorganization, merger, consolidation, readjustment or succession of its business? If yes, please attach an explanation sheet detailing the fact and circumstances concerning this matter.

Add as Attachment 3-12.

Identify the enterprise's designated agent in Delaware

If no such agent is designated, the operator shall be deemed to have designated the Director of the Delaware Division of Gaming Enforcement.

Name of Registered Agent:

Street Location(Number/Street):

City, State:

Zip Code:

Location Telephone Number:

Location Fax Number:

Indicate whether the applicant files information and reports with the United States Securities and Exchange Commission as required by section thirteen(15 U.S.C.§ 78m) of the Securities Exchange Act of 1934, 15 U.S.C. § § 78a-78qq; or whether the securities of the corporation or entity are regularly traded on an established securities market in the United States. Yes No

ANTITRUST, TRADE REGULATION and SECURITIES JUDGEMENTS; STATUTORY and REGULATORY VIOLATIONS

Has the enterprise ever had a judgement, order, consent decree or consent order pertaining to a violation or alleged violation of the federal antitrust, trade regulation or securities laws or similar laws of any statute, province or country entered against it?

Yes No

In the past ten years has the corporation had a judgement, order, consent decree or consent order pertaining to any state or federal statute, regulation or code that resulted in a fine ?

Yes No

If you answer yes to any of the above questions attach an explanation sheet.

Add as Attachment 3-13.

Section 3: ENTERPRISE INFORMATION (Continued)

CIVIL LAWSUIT

List all civil lawsuits, excluding divorce or child custody proceedings, to which the applicant or any person identified in section 4 of this application has been or is a defendant within the previous ten years, including the name and address of the court involved, the date and disposition.

Add as Attachment 3-14.

INSOLVENCY PROCEEDINGS & APPOINTED RECEIVER, AGENT OR TRUSTEE

A. Has the enterprise, its parent or any intermediary company had any petition under any provision of the Federal Bankruptcy Act or under any state insolvency law filed by or against it in the last ten year period?

Yes No

B. Has the enterprise, its parent or any intermediary company sought relief under any provision of the Federal Bankruptcy Act under any state insolvency law in the last ten-year period?

Yes No

C. Has any receiver, fiscal agent, trustee, reorganization trustee, or similar officer been appointed, in the last ten-year period, by a court for the business or property of the enterprise or its parent, holding, intermediary or subsidiary companies?

Yes No

If you answer yes to any of the above questions attach an explanation sheet.

Add as Attachment 3-15.

Section 4: PERSONNEL INFORMATION

Corporations: For all partners, officer, director, shareholders holding 10 Percent or more equity and ultimate equitable owners as defined in regulation 2.5 provide the following information below in tabular form.

Add as Attachment 4-1.

NAME	Date of Birth	Address					Title/Position or Association	% of Ownership
		Street Address	City	State	Zip Code	Country		

Business Entity Other Than Corporation: For all principals, partners, members and other types of equity holders holding 5 percent or more and ultimate equitable owners as defined in regulation 2.5 provide the following information below in tabular form.

Add as Attachment 4-2.

NAME	Date of Birth	Address					Title/Position or Association	% of Ownership
		Street Address	City	State	Zip Code	Country		

Section 5: CRIMINAL HISTORY

Criminal History

This section must be completed by those individuals that are involved in the day-to-day management of interactive fantasy sports contests or operations and are one of the following (as it applies to the entity's business structure):

- Partner of partnership holding 10% or more
- Members of a limited liability company holding 10% or more
- Directors and officers of a non-publicly held corporation
- Directors and officers of a publicly held corporation
- Each stockholder holding 10% or more of a corporation
- Ultimate Equitable Owners

For those individuals identified above each must disclose whether they have been convicted of a crime (other than traffic violations and convictions that have been expunged) and if so, provide the criminal charge/nature of the crime, the date and place of the conviction and the legal disposition of the case. Attach as exhibit 5.

Individuals identified above shall be required to submit to fingerprints and other necessary information in order for DGE to obtain a report of the individual's entire criminal history record or a statement that no such information exists relating to that individual from the Delaware State Bureau of Identification and a report of the individual's entire federal criminal history record.

**Individuals identified above who have submitted to a criminal background check in this or any state within the previous 12 months are not required to submit to another criminal background check if the individual submits the results of such previous criminal background check, including any previous federal criminal background check.

Section 6: ASSETS AND LIABILITIES OF OPERATOR

FINANCIAL STATEMENTS

- A. Attach to this form an audited financial statement which shall include but not limited to an income statement, balance sheet, statement of sources and application of funds and all notes to such statements and related financial schedules, for the last fiscal year.
- B. Attach to this form copies of all financial statements prepared in the last 3 years with respect to the enterprise and any exceptions taken to such statements by any management response thereto.
- C. If the enterprise does not normally have its financial statement audited, attach as an appendix to this form all unaudited financial statements prepared in the last 3 years with respect to the enterprise. (If the enterprise has neither audited nor unaudited financial statements prepared, please note same below this paragraph.)
- D. Copies of all reports and correspondence submitted in the three years preceding the application by any independent auditor for the applicant pertaining to the issuance of financial statements, managerial advisory services or internal control recommendations.

Check this box if the enterprise has neither audited nor unaudited financial statements prepared.

Add as Attachment 6-1.

Stock Held By Enterprise

Furnish the information called for the table below with respect to each company in which the enterprise holds stock: Please provide the information in the following Tabular form:

Add as Attachment 6-2.

Name	Address					Type of Stock Held	Purchase Price Per Share	Number of Shares Held	Percentage of 5% or more of the Ownership
	Street	City	State	Zip Code	Country				

Has applicant ever been delinquent in the payment of any debt or tax owned to a government agency in the past 10 years? If yes, explain. Yes No

Add as Attachment 6-3. (if answer is no attach a blank page labeled Exhibit 6-3.)

INDEBTEDNESS

For those liabilities of the enterprise exceeding \$100,000 provide the full names and addresses of the officers and directors of any creditor of the applicant, and of those stockholders, members, partners or other equity holders who hold more than ten percent of the stock, interest, or equity of the creditor.

Please provide the information in the following Tabular form:

Add as Attachment 6-4.

Name of Entity or Individual Holding Debt	Address of Debt Holder					Type of Debt	Original Amount of Debt	Original Interest Rate	Points and Direct Cost of Issuing Debt
	Street	City	State	Zip Code	Country				

TAX RETURNS

Provide a copy of all 1120 Forms (U.S. Corporate Income Tax Return), or all 1065 Forms (Partnership Return), for the last 3 years. Be sure to include copies of all schedules and attachments for these returns.

Add as Attachment 6-5.

Section 7: OTHER FANTASY SPORTS CONTESTS LICENSES/REGISTRATIONS

Provide the name and address of any licensing or regulatory agency with which the Applicant or personnel identified in section 4 of this application have filed an application for a license/registration relating to Fantasy Sports Contests, whether or not such a license/registration was ever granted or has been subject to suspension, revocation or other sanctions.

For each jurisdiction the applicant is currently licensed attach a certificate of good standing.

Has the the Applicant or personnel identified in section 4 ever had any license/registration issued by a government agency in any other jurisdiction, denied, suspended, revoked or otherwise sanctioned? Yes No

If yes, state which jurisdiction, specifying the name of the government agency taking such action, and provide the type of action taken, the date of the action and reason for such action.

Add as Attachment 7-1 through 7-3. (if answer is no attach a blank page labeled Add as Attachment 7-3.)

Section 8: PLATFORMS AND CONTESTS

Platforms

Disclose all platforms to be used by the applicant in Delaware:

Add as Attachment 8-1.

Contests

A. Statement of the type and estimated number of contests to be conducted annually in Delaware.

B. A statement of the type and number of contests conducted in Delaware for the previous three years.

Add as Attachment 8-2.

Section 9: INFORMATION CONCERNING OPERATIONAL COMPLIANCE

Applicant shall provide the following information and Documents concerning Operational Compliance:

Policies and procedures for limiting each player to one continuous and active account.

(Add as Attachment 9-1)

Information regarding verification of identity. A copy of the policies and procedures adopted to verify the identity of players seeking to establish accounts.**(Add as Attachment 9-2)**

Policies and procedures related to the prevention of minor participation in interactive fantasy sports contests.

(Add as Attachment 9-3)

Policies and procedures related to advertisements, including the applicant's policies and procedures related to accurate representations concerning chances of winning and the number of persons winning.

(Add as Attachment 9-4)

Policies and procedures related to assistance available to those authorized players that exhibit compulsive play behavior.**(Add as Attachment 9-5)**

Policies and procedures relating to implementation and enforcement of self-exclusions requested by authorized players.**(Add as Attachment 9-6)**

Policies and procedures related to protection of authorized players' deposits, including policies and procedures related to the following:

Prevention of unauthorized withdrawals from player accounts by registrant;

Reporting and responding to complaints by an authorized player regarding the handling of the authorized player's account; and Closure of authorized player accounts.

(Add as Attachment 9-7)

Policies and procedures related to account monitoring to prevent misuse of accounts, including policies and procedures related to the following:

Detection and prevention of misuse of proxy servers;

Location verification; and Prevention of third-party scripts or scripting programs.

(Add as Attachment 9-8)

Policies and procedures related to the prevention of unauthorized play by prohibited players.

(Add as Attachment 9-9)

Information and documentation regarding either the current trust holding authorized players' funds or the current special purpose segregated account required by Regulation 9.5.1. **(Add as Attachment 9-10)**

Policies and procedures related to cybersecurity. **(Add as Attachment 9-11)**

Information regarding verification of authorized players location in Delaware, including the name of any geo-location services. **(Add as Attachment 9-12)**

(Please Tab each Item in the Exhibit)

Section 10: AFFIDAVIT

By completing this section and affixing my signature, I hereby state that I am authorized to sign this application on behalf of the applicant, and, to the best of my knowledge, information and belief, there has been no misrepresentation or failure to disclose. I am aware that later discovery of an omission or misrepresentation made in this application, or made on any statement, document, or information may be grounds for denial of the applicant's registration application, or revocation of the applicant's registration.

I agree that I will notify the Delaware Division of Gaming Enforcement of any circumstance that necessitates amending any response provided in this application within ten days of such new or changed facts or circumstances occurring.

I agree that I will abide by the laws governing interactive fantasy sports contests in Delaware.

Signature _____

Date _____

Print Name _____

Title _____

Section 11: RELEASE FORM

AUTHORITY TO RELEASE INFORMATION FORM

I, _____ authorize and grant my consent to permit any government agency which regulates fantasy sports contests (includes federal, state and local, both foreign and domestic) to release information requested by the Delaware Division of Gaming Enforcement.

This information is for the express purpose of determining my eligibility to register as an Interactive Fantasy Sports Operator as defined under the authority of the Delaware Interactive Fantasy Contests Act.

Full Name of Enterprise _____

Doing Business As/Trading Name _____

Signature _____ Title _____ Date _____

Notary Statement

Sworn and subscribed before me this ____ day of _____, 20____ in the (county/city) _____ in the state of _____.

Notary's signature _____ Notary's printed name _____

Notary's Commission Number _____ Notary's Commission Expiration Date _____