

John A. Crotty, Commissioner
Peter J. Moschetti, Jr., Commissioner
John J. Poklemba, Commissioner
Barry Sample, Commissioner
Todd R. Snyder, Commissioner

Robert Williams, Executive Director **Edmund C. Burns,** General Counsel

August 22, 2016

Stephen Krombolz Chief Operating Officer FantasyDraft, LLC. 19620 W. Catawba Ave, Suite 200 Cornelius, NC 28078

Re: Temporary Permit

Dear Mr. Krombolz:

On August 22, 2016, the New York State Gaming Commission ("Commission"), having determined that FantasyDraft, LLC ("Applicant") meets each of the requirements set forth in sections 1402 and 1404 of the Racing, Pari-Mutuel Wagering and Breeding Law to hold a temporary permit to offer interactive fantasy sports contests, hereby provides this temporary permit for Applicant to offer interactive fantasy sports contests in New York State, on a provisional basis, subject to the following conditions:

- 1. The material submitted in connection with Applicant's Interactive Fantasy Sports Contest Application for a Temporary Permit is accurate and not misleading.
- 2. Applicant shall comply with all applicable provisions of Article 14 of the Racing, Pari-Mutuel Wagering and Breeding Law and any amendments thereto, as determined by Commission;
- Applicant shall remit all payments to the State pursuant to Article 14 of the Racing, Pari-Mutuel Wagering and Breeding Law according to any instruction or direction of the Gaming Commission;
- 4. Applicant shall file an application for registration within 90 days of the promulgation of regulations to effectuate the registration process, as required by paragraph (b) of subdivision 1 of section 1402 of the Racing, Pari-Mutuel Wagering and Breeding Law; and

5. Applicant is permitted to offer in New York State only those types of games and contests, as set forth in the Appendix attached hereto, that Applicant offered to the public in New York State prior to November 10, 2015.

This temporary permit is not assignable and shall be effective until 90 days following the promulgation of regulations to effectuate the registration process to offer interactive fantasy sports in New York State or, if Applicant applies to be an interactive fantasy sports registrant in New York State, then this temporary permit shall be effective until Applicant is registered as an interactive fantasy sports operator pursuant to Racing, Pari-Mutuel Wagering and Breeding Law section 1402 or Applicant's application for registration as an interactive fantasy sports operator pursuant to Racing, Pari-Mutuel Wagering and Breeding Law section 1402 is denied.

Sincerely,

Kristen M. Buckley

Acting Secretary to the Commission

Krister M. Buckley

cc: Robert Williams Bradley Fischer Edmund Burns

Appendix

For each of Major League Baseball, the National Basketball Association, the National Football League and the National Hockey League, contests in which contestants select a roster of players and, pursuant to announced scoring rules, use the aggregated statistics for selected players to determine contest outcomes, in the following formats:

- (a) Leagues—Leagues may include multiple types of contests with varying entry fees, sizes and payouts.
- (b) Head to Head—One-on-one contests with one winner and one loser.
- (c) Tournaments—Tournaments that may feature multiple types of contests with a varying number of contestants. Most tournaments feature multiple qualifying contests leading to a final contest awarding a large prize. Contestants may advance to the main event by winning earlier rounds or, in some cases, contestants may pay an entry fee to enter.
- (d) Qualifiers—Contests in which winning contestants advance or gain entry into future contests
- **(e) 50/50:** Contests in which contestants compete to finish in the top half of the field to win a prize, which is divided equally among the winners.
- (f) Double Up—Contests that award double a winning contestant's entry fee.
- **(g) Triple Up**—Contests that award triple a winning contestant's entry fee.
- (h) Winner Take All—Small, three-person contests.