Larry Hogan, Governor • Gordon Medenica, Director

Montgomery Park Business Center 1800 Washington Blvd., Suite 330 Baltimore, Maryland 21230



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TO:	Maryland Lottery and Gaming Control Commission Gordon Medenica, Director
FROM:	Leo Mamorsky, Managing Director, Chief Marketing Officer
DIVISIONS:	Product Development and Creative Services
DATE:	February 16, 2021
SUBJECT:	Report for the February 2021 Commission Meeting

Following is the status update of ongoing and special projects in Product Development and Creative Services, for February.

1. Product Development

a) Scratch-Off Products and Promotions

- i. Key accomplishments last period:
 - 1. February Scratch-Off Launch (2/22/21):
 - a. \$2 Bonu\$ Cash
 - b. \$3 Bonus Crossword 3rd Edition
 - c. \$5 Double Your Money
 - d. \$10 CASH
 - e. \$30 *VIP Club*
 - 2. Game Closing Activity:

Game	Price	Game Name	Total Sales	Prize Expense	Gross Margin	Final Claim Date
468	\$10	50X The Cash	\$28,931,000.00	\$20,836,611.08	8,094,389	1/20/2021
Game	Price	Game Name	Total Sales	Prize Expense	Gross Margin	Final Claim Date
Game 422	Price \$1	Game Name Cloud 9	Total Sales \$4,077,400.00		Gross Margin 1,729,279	

- 3. *Raven's Second-Chance Contest*: The sixth drawing was held 1/19/21; 539,621 entries were received.
- 4. *Multiplier Second-Chance Contest:* The first drawing was held 2/10/21; 2,723,338 entries were received. The first Bonus Drawing was to be held 2/23/21; as of 2/14/21, 3,332,632 entries have been received.

ii. Upcoming tasks for this period:

- 1. March Scratch-Off Launch (3/22/21):
 - a. \$1 7-11-21® Tripler
 - b. \$3 *Super Tic-Tac-Toe*
 - c. \$5 Win Win Win
 - d. \$10 Willy Wonka Golden Ticket™

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- 2. *Multiplier Second-Chance Contest:* The second drawing will be held 3/3/21; as of 2/14/21, 3,332,632 entries have been received.
- 3. Willy Wonka Golden Ticket[™] Second-Chance Contest: Players may enter nonwinning Willy Wonka Golden Ticket[™] tickets into My Lottery Rewards to win a trip for two to Las Vegas and \$1,000 cash (8 drawings = 8 winners). In Las Vegas, the winner will be admitted into the EVERLASTING MILLION CHALLENGE[™] where they will have the chance to win a cash prize from one thousand dollars (\$1,000) up to a lifetime prize of one million dollars (\$1,000,000) a year. Entries will not be cumulative.

b) FAST PLAY Products and Promotions

i. Upcoming tasks for this period:

- March FAST PLAY Launch (3/8/21)
 a. \$5 Home Run Riches
- 2. Home Run Riches FAST PLAY Contestant of the Game Second-Chance Promotion: Beginning 3/8/21, players may enter winning and non-winning Home Run Riches FAST PLAY tickets into My Lottery Rewards and receive one (1) entry into the second chance promotion. There will be 6 drawings. The winners will be chosen for prizes of \$500 cash and become a Contestant of the Game and win an additional \$500 for every home run scored by an Orioles player.
- 3. *FAST PLAY Game Closing*: The first batch of FAST PLAY games are planned to close on Monday, March 8th. Six (6) games are scheduled to close at system shut down on 3/8/21. One additional game, due to its progressive top prize, will close after the next top prize is won after 3/8/21.

2. Creative Services

a) Traditional Advertising

i. <u>Key accomplishments:</u>

- 1. *X the Cash Family of Games*: Completed production of all *X the Cash Family of Games* creative assets, including television and radio spots, digital and social, and out-of-home. The statewide media plan began running on 1/25 and will continue through 2/28.
- \$10 Cash and \$30 VIP Club: Approved a media plan that will support the launch of \$10 CASH and \$30 VIP Club. The media will run from 2/22 3/28 and consists of digital out-of-home, pre-roll video, large digital units, and social. Creative development for all materials has been completed.
- 3. *Home Run Riches FAST PLAY:* Working with GKV and 9Rooftops to develop plans to launch the *Home Run Riches FAST PLAY* game on 3/8. The primary support for this game will come through the *Orioles* and *MASN-TV* sponsorships, but other market-wide assets are being considered.
- 4. *Willy Wonka*: Finalized the *Willy Wonka* point-of-sale as well as the 30-second and 15-second television spots. Continuing to work on all other creative assets and the development of the media plan.

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- 5. *FAST PLAY April Launch*: Working with GKV and 9Rooftops to develop a campaign that will support the *FAST PLAY* games scheduled to launch on 4/5.
- 6. *Play Responsibly*: Working with GKV to produce new *Play Responsibly* creative materials that will debut in March 2021 in support of *Problem Gambling Awareness Month*. The new creative materials deliver the "Play Responsibly" message in a positive tone.

ii. Upcoming tasks:

- 1. *\$10 Cash* and *\$30 VIP Club*: Complete production of the digital units, pre-roll video and social media posts for the *\$10 Cash* and *\$30 VIP Club* campaign.
- 2. *Home Run Riches FAST PLAY:* Finalize marketing materials needed to support the launch of the *Home Run Riches FAST PLAY* game.
- 3. *Willy Wonka*: Finalize the media plan and a few remaining creative assets (radio and digital OOH) for the launch of *Willy Wonka*.
- 4. *FAST PLAY April Launch:* Finalize the media plan that will support the launch of the *FAST PLAY* games on 4/5. Continue to work with GKV to develop a new *FAST PLAY* creative campaign.
- 5. *Play Responsibly*: Finalize production of all *Play Responsibly* creative materials and the media plan for the March effort.
- 6. *Loaded Family of Games Scratch-Offs*: Work with GKV and 9Rooftops to begin planning for the launch of the *Loaded FOG Scratch-Offs*.
- 7. *Orioles and MASN*-TV: Continue working with the *Orioles* and *MASN*-TV to implement sponsorships for the 2021 *Orioles* season. The Lottery plans to continue with the *Contestant of the Game* second-chance promotion in 2021.

b) My Lottery Rewards

i. <u>Key accomplishments</u>:

- 1. 54,594 players engaged with *My Lottery Rewards* during January 2021; up 20% vs. December 2020.
- 2. Fueled by the large jackpots, the MLR program had 49,746 new registrants in January 2021; up 105% vs. December 2020.
- 3. We saw 83,075 MLR App users in January 2021; 29,696 of these were new users.
- 4. When compared to December of 2020, the number of players entering their first ticket increased 86% across all demographics.
- 5. Implemented and/or maintained three second chance promotions and twelve points-for-drawings promotions in December.

ii. <u>Upcoming Tasks:</u>

- 1. Implement new prize reveal graphics for players reaching MLR achievements.
- 2. Continue to implement push notifications and emails in line with the CRM strategy.
- 3. Maintain player communication for Prize Point conversion to Draw Points.

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c) Web, Digital and Social

i. <u>Key accomplishments:</u>

- 1. Promoted *X Multiplier Family of Games* scratch-offs and second-chance promotion, new *FAST PLAY* games and the *Mega Millions* and *Powerball* jackpots and winners through social media and website assets.
- 2. Created printable lottery-themed Valentine's Day cards and virtual backgrounds.
- 3. Established procedures for closing *FAST PLAY* games and created a "closed games" web page.

ii. <u>Upcoming Tasks</u>

- *1.* Execute social and digital plans for the *\$10 CASH* and *\$30 VIP Club* scratch-offs.
- 2. Create social and digital plans for the *Willy Wonka* scratch-off and second-chance promotion.
- 3. Continue pursuing a move to a new and more robust email marketing platform.

d) Research

1. Reviewed results of Ipsos Q2 Player Tracking Study and coordinated presentation to management team.