
MARYLAND LOTTERY and GAMING CONTROL COMMISSION

1800 Washington Blvd., Suite 330, Baltimore, Maryland 21230

COMMISSION REPORT



**Giesecke & Devrient Currency Technology
America, Inc.**

MANUFACTURER LICENSE RENEWAL APPLICANT

Report Date: June 3, 2021

“Commission Presentation”

Manufacturer License Renewal Commission Report

GIESECKE & DEVRIENT CURRENCY TECHNOLOGY AMERICA, INC.

We are conducting a hearing on the manufacturer renewal license application submitted by Giesecke & Devrient Currency Technology America, Inc. (G&D). The Maryland Lottery and Gaming Control Agency is required by “The Gaming Law” to conduct an investigation to determine if G&D is qualified to be awarded a manufacturer license.

You (the commissioners) have been provided with the complete investigative report on G&D. You have also received a copy of the public report that was in your packets and made available to everyone on the agency website. I will summarize the reports that have been given to you.

G & D was last approved for a manufacturer license by the Commission on August 17, 2016. G & D has maintained its manufacturer license in good standing and has not been subject to any disciplinary sanctions by the Commission.

Background

Giesecke & Devrient America, Inc. was incorporated in Delaware on October 10, 1990, and subsequently changed its legal name to Giesecke & Devrient Currency Technology America, Inc. effective August 7, 2017. The Company sells, installs and services banknote processing system hardware, software, and related peripherals. Its main offices and manufacturing facility

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are located at 45925 Horseshoe Drive in Dulles, Virginia. The Company also has offices located in Nevada and Ontario, Canada. G&D is currently licensed by 12 state gaming regulatory authorities, 38 tribal gaming agencies and commissions and by gaming regulatory authorities in Ontario and Quebec, Canada.

Ownership of Applicant

In 2016, G&D's parent company, Giesecke & Devrient GmbH, began to restructure its organization. As a result of the restructure, Giesecke & Devrient Currency Technology America, Inc. spun off its Cards and Services division to its parent company. In addition, Giesecke & Devrient Currency Technology America, Inc. became a wholly-owned subsidiary of Giesecke & Devrient Currency Technology GmbH, a newly created holding company, effective July 1, 2017. Giesecke & Devrient Currency Technology GmbH is located in Munich, Germany and is a wholly-owned subsidiary of Giesecke & Devrient GmbH, which in turn is wholly owned by MC Familiengesellschaft mbH (MCF), a holding company. MC Familiengesellschaft mbH currently has 2,000 shares of capital stock issued and outstanding. The following individuals hold more than 5% of the economic benefit of the outstanding capital stock of MC Familiengesellschaft mbH:

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- Celia von Mitschke-Collande – 495 shares owned (24.75%)
- Gabriel von Mitschke-Collande – 495 shares owned (24.75%)
- Marian von Mitschke-Collande – 495 shares owned (24.75%)
- Sylvius von Mitschke-Collande – 495 shares owned (24.75%)

Each of these individuals has filed a Principal Employee Renewal Application with the Maryland Lottery and Gaming Control Commission. Giesecke & Devrient Currency Technology GmbH, Giesecke & Devrient GmbH and MC Familiengesellschaft mbH have all filed Principal Entity Disclosure Forms with the Commission.

Discussion of Recent Financial Performance

We performed a detailed analysis of G&D's operating performance and financial condition for the fiscal years ending December 31, 2015, through December 31, 2019, and we offer the following comments:

- 1) G&D was found to have financial stability, integrity and responsibility
- 2) There were no material issues involving the known financial backers

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- 3) G&D possesses the requisite good character, honesty and integrity
- 4) G&D has sufficient business ability and experience
- 5) There were no potential disqualifying factors

CONCLUSIONS and OPINION

MLGCA's investigation has confirmed that the Applicant has sufficient financial resources and found no derogatory information regarding the Applicant's qualifications. Based on the criteria in SG §§ 9-1A-07(c)(7) and 9-1A-08(d), we conclude that the Applicant has established by clear and convincing evidence the qualifications required for the renewal of its manufacturer license.