



III. Pull Tab Innovations:

- **Web-fed printing**
 - Same basic process used by state lotteries
 - Finite deals are created electronically, encrypted, randomized and printed in sequence
- **Tracking**
 - Tickets are numbered and dispensed sequentially allowing tracking by shift or day
 - Dispensers networked to an accounting system, validating tickets and tracking sales
 - The accounting system offers extensive reporting on: Tab sales, revenue, machine activity, cashier activity, deal status and much more



III. Pull Tab Innovations:

A Modern pull tab dispenser

- **Significantly reduces labor**
 - Single roll of tabs makes restocking fast and easy
 - Dispenser accepts cash, accumulates credits, dispenses tabs, validates tabs, prints credit vouchers
 - Retailer validates and redeems credit vouchers only
 - Accounting reports can be automatically generated
 - State has access to reports for audit purposes
- **Adds security**
 - To counter act counterfeit pull tabs, collusion, peeking tickets, "watching the pot"
 - The system validates every tab and credit voucher



III. Pull Tab Innovations:

To better compete. . .

A
Modern
Paper
Pull tab
Dispenser



That uses:

- High definition screens
- Stereo surround sound
- and an interactive touch screen to accept player input and display pull tab results



III. Pull Tab Innovations: Legal Review

North Dakota definitions:

Slot Machine

- A coin-operated machine which by application of chance may deliver something of value

Electronic Video Gaming Device

- An electronic video machine that simulates the play of a game of chance.
 - Games of chance include pull tabs, among others
 - In April 2008 the AG concluded that International Gameco's Oasis System and Planet Bingo's E-tabs electronic pull tab dispensers were electronic video gaming devices



III. Pull Tab Innovations: Legal Review

The Lucky Tab II

- Element of chance contained in the tickets
- Does not simulate the play of a pull tab
 - "We agree . . . the machines do not replicate pull-tabs; rather, the player using the machines *is playing* pull-tabs."
- 8th, 10th and D.C. Circuit Court of Appeals determined:
 - Reads, dispenses and displays instant tickets
 - NOT a slot machine or a Johnson Act Device
- Maryland State Supreme Court and AG concur



III. Pull Tab Innovations: Legal Review



Video ticket dispenser reads

- Pre-printed, pre-determined paper pull tabs
- Thus, the *game* is in the pull tabs, not the machine
- The machine has no effect on the outcome
- In fact, the machine *cannot* function without the paper tickets
- The paper tab result governs any discrepancy between the tab and the display



III. Pull Tab Innovations: Product Review

The Lucky Tab II dispenser

- Kiosk or Contemporary gaming cabinet design
- Offers no element of chance
- Does not simulate a pull tab
- Dispenses a pull tab
- Displays the pull tab results on the screen- if conflict, paper tab governs



Diamond Games

III. Pull Tab Innovations: Product Review

The Lucky Tab II screens

- Accept player input
- Present game information
- Provide Flare information
- Show pull tab results
- Add entertainment to every pull tab (win or lose)
- Offer players a variety of themes



Diamond Games





IV. Summary

The Lucky Tab II pull tab dispenser

- Maintains the traditional game of pull tabs
- Adds entertainment and accountability
- Helps charities reduce labor costs and compete with modern games
- Has proven product performance
- Can generate significant revenue for the state
- Can be customized for North Dakota

