

# SCIENTIFIC GAMES SCORES NEW SIX-YEAR CONTRACT WITH COLORDO LOTTERY

## **Company Chosen as Colorado's Primary Instant Game Provider**

LAS VEGAS and ATLANTA – July 17, 2017 – Scientific Games Corporation (NASDAQ: SGMS) ("Scientific Games" or the "Company") today announced that the Company won a new, six-year contract as the primary instant games provider for the Colorado Lottery (the "Lottery").

The Company's new contract began July 1, 2017 and includes instant game planning, research and analysis, marketing services and sales support. The Colorado Lottery has two options to extend the contract two additional years.

"The Colorado Lottery has proudly re-invested more than \$3 billion to Colorado's great outdoors, and Scientific Games has been instrumental in helping us achieve our proceeds goals," said Colorado Lottery Director Laura Solano. "They've been a great partner for more than 30 years, and continue to demonstrate a commitment to the integrity and quality of our Scratch games."

Under Scientific Games' previous contract, the Colorado Lottery's annual profits from instant game sales grew by 19 percent (FY2011-FY2016). Successes from the Colorado Lottery and Scientific Games instant game partnership include Crossword extended play games, which have represented more than \$819.4 million in retail sales for the Colorado Lottery, and licensed brands from Scientific Games extensive portfolio, including *The Walking Dead*® and *Atari*®, which have generated more than \$183.2 million in revenue. The Company's *Colorado Spotlight*® games surpassed more than \$135.7 million in revenues for the Lottery.

John Schulz, Scientific Games' Senior Vice President, Instant Products said, "We have collaborated with the Colorado Lottery to develop a very strong portfolio of instant games, and we are honored to have the opportunity to continue our great work together for another six years. We remain focused on the research and analysis that help us create games Coloradans love, and on the Lottery's mission to grow returns to the state for programs that protect its most valuable resources."

Scientific Games currently supplies more than 70 percent of lottery instant games in the U.S. and provides lottery games, technology and services to more than 150 lotteries worldwide, including nearly every North American lottery.

All ® notices signify marks registered in the United States. © 2017 Scientific Games Corporation. All Rights Reserved.

#### **About Scientific Games**

Scientific Games Corporation (NASDAQ: SGMS) is a leading developer of technology-based products and services and associated content for worldwide gaming, lottery and interactive markets. The Company's portfolio includes gaming machines, game content and systems; table games products and utilities; instant and draw-based lottery games; server-based lottery and gaming systems, sports betting technology; loyalty and rewards programs; and interactive content and services. For more information, please visit us at www.scientificgames.com.

#### **Lottery Communications**

Therese Minella +1 770-825-4219

## **Corporate Communications**

Susan Cartwright +1 702-532-7981

### **Investor Relations**

Bill Pfund +1 702-532-7981

## **Forward-Looking Statements**

In this press release. Scientific Games makes "forward-looking statements" within the meaning of the U.S. Private Securities Litigation Reform Act of 1995. Forward-looking statements describe future expectations, plans, results or strategies and can often be identified by the use of terminology such as "may," "will," "estimate," "intend," "plan," "continue," "believe," "expect," "anticipate," "target," "should," "could," "potential," "opportunity," "goal," or similar terminology. These statements are based upon management's current expectations, assumptions and estimates and are not guarantees of timing, future results or performance. Therefore, you should not rely on any of these forward-looking statements as predictions of future events. Actual results may differ materially from those contemplated in these statements due to a variety of risks and uncertainties and other factors, including, among other things: competition; U.S. and international economic and industry conditions, including slow growth of new gaming jurisdictions, slow addition of casinos in existing jurisdictions, and declines in the replacement cycle of gaming machines; ownership changes and consolidation in the gaming industry; opposition to legalized gaming or the expansion thereof; inability to adapt to, and offer products that keep pace with, evolving technology, including any failure of our investment of significant resources in our R&D efforts; inability to develop successful products and services and capitalize on trends and changes in our industries, including the expansion of internet and other forms of interactive gaming; laws and government regulations, including those relating to gaming licenses and environmental laws; dependence upon key providers in our social gaming business; inability to retain or renew, or unfavorable revisions of, existing contracts, and the inability to enter into new contracts; level of our indebtedness, higher interest rates, availability or adequacy of cash flows and liquidity to satisfy indebtedness, other obligations or future cash needs; inability to reduce or refinance our indebtedness; restrictions and covenants in debt agreements, including those that could result in acceleration of the maturity of our indebtedness; protection of our intellectual property, inability to license third party intellectual property, and the intellectual property rights of others; security and integrity of our products and systems and reliance on or failures in information technology and other systems; challenges or disruptions relating to the implementation of a new global enterprise resource planning system; failure to maintain internal control over financial reporting; natural events that disrupt our operations or those of our customers, suppliers or regulators; inability to benefit from, and risks associated with, strategic equity investments and relationships; failure to achieve the intended benefits of our acquisitions; incurrence of restructuring costs; implementation of complex revenue recognition standards or other new accounting standards; changes in estimates or judgments related to our impairment analysis of goodwill or other intangible assets; fluctuations in our results due to seasonality and other factors; dependence on suppliers and manufacturers; risks relating to foreign operations, including fluctuations in foreign currency exchange rates, restrictions on the payment of dividends from earnings, restrictions on the import of products and financial instability, including the potential impact to our business resulting from the affirmative vote in the U.K. to withdraw from the EU, and the potential impact to our instant lottery game concession or VLT lease arrangements resulting from the recent economic and political conditions in Greece; changes in tax laws or tax rulings, or the examination of our tax positions; dependence on key employees; litigation and other liabilities relating to our business, including litigation and liabilities relating to our contracts and licenses, our products and systems, our employees (including labor disputes), intellectual property, environmental laws and our strategic relationships; influence of certain stockholders; and stock price volatility.

Additional information regarding risks, uncertainties and other factors that could cause actual results to differ materially from those contemplated in forward-looking statements is included from time to time in our filings with the SEC, including the Company's current reports on Form 8-K, quarterly reports on Form 10-Q and its latest annual report on Form 10-K filed with the SEC on March 3, 2017 (including under the headings "Forward Looking Statements" and "Risk Factors"). Forward-looking statements speak only as of the date they are made and, except for Scientific Games' ongoing obligations under the U.S. federal securities laws, Scientific Games undertakes no obligation to publicly update any forward-looking statements whether as a result of new information, future events or otherwise.