

Kentucky Historical Horse Racing Report for October, 2016

| | October-16 | October-15 | % Change | FYTD-2017 | FYTD-2016 | % Change |
|---|---------------------|---------------------|--------------|----------------------|----------------------|--------------|
| Total Handle | \$ 71,971,483 | \$ 47,505,256 | 51.5% | \$ 282,571,122 | \$ 165,692,438 | 70.5% |
| Less: Returned to Public | \$ 66,146,193 | \$ 43,581,588 | 51.8% | \$ 260,381,058 | \$ 152,100,556 | 71.2% |
| Less: Breakage | \$ 22,988 | \$ 14,216 | | \$ 90,068 | \$ 39,041 | |
| Less: Settlement | \$ 212,416 | \$ 75,081 | | \$ 89,204 | \$ 142,415 | |
| Gross Commission | \$ 5,589,885 | \$ 3,834,371 | 45.8% | \$ 22,010,792 | \$ 13,410,424 | 64.1% |
| TB Development Fund (See Note 1) | \$ 455,367 | \$ 312,942 | 45.5% | \$ 1,799,929 | \$ 1,180,139 | 52.5% |
| SB Development Fund (See Note 2) | \$ 112,559 | \$ 57,796 | 94.8% | \$ 425,806 | \$ 83,374 | 410.7% |
| Equine Industry Program (See Note 3) | \$ 121,431 | \$ 95,011 | 27.8% | \$ 479,981 | \$ 331,385 | 44.8% |
| Equine Drug Research (See Note 4) | \$ 60,716 | \$ 47,505 | 27.8% | \$ 239,990 | \$ 165,692 | 44.8% |
| Higher Education Fund (See Note 4) | \$ 60,716 | \$ 47,505 | 27.8% | \$ 239,990 | \$ 165,692 | 44.8% |
| Kentucky General Fund (Note 5) | \$ 268,784 | \$ 151,819 | 77.0% | \$ 1,052,870 | \$ 559,104 | 88.3% |
| Total KY Excise Tax (1.5% of Total Handle) | \$ 1,079,572 | \$ 712,579 | 51.5% | \$ 4,238,567 | \$ 2,485,387 | 70.5% |
| % of Gross Commission | 19.3% | 18.6% | | 19.3% | 18.5% | |
| Net Commission | \$ 4,510,313 | \$ 3,121,793 | 44.5% | \$ 17,772,225 | \$ 10,925,038 | 62.7% |
| % of Total Handle | 6.27% | 6.57% | | 6.29% | 6.59% | |
| Number of HHR Terminals | 1,706 | 1,581 | 7.9% | 1,706 | 1,581 | 7.9% |
| Average Daily Handle | \$ 2,321,661 | \$ 1,532,428 | 51.5% | \$ 2,297,326 | \$ 1,347,093 | 70.5% |
| Handle / Day / Machine | \$ 1,361 | \$ 969 | 40.4% | \$ 1,347 | \$ 852 | 58.0% |
| Gross Commission / Day / Machine | \$ 106 | \$ 78 | 35.1% | \$ 105 | \$ 69 | 52.1% |

| | October-16 | Sep-16 | % Change | Since Inception | |
|---------------------------|---------------|---------------|----------|---------------------------|-----------------|
| Total Handle | \$ 71,971,483 | \$ 71,600,455 | 0.5% | Total Handle | \$2,021,449,426 |
| Total Kentucky Excise Tax | \$ 1,079,572 | \$ 1,074,007 | 0.5% | Total Kentucky Excise Tax | \$30,321,741 |
| Average Daily Handle | \$ 2,321,661 | \$ 2,386,682 | -2.7% | Total KY General Fund | \$8,421,315 |

Note 1: Thoroughbred Development Fund receives .75% of Total Handle at Kentucky Downs and Ellis Park. The rate applies to half of the Total Handle at KRM.

Note 2: The Standardbred Development Fund receives 1.0% of half of the Total Handle at KRM.

Note 3: EIP receives .2% of TH with a fiscal year cap of \$650,000.

Note 4: EDR and HEF each receive .1% of TH with a fiscal year cap of \$320,000.

Note 5: Kentucky General Fund receives 1.5% of TH less Notes 1, 2, 3 and 4.

Ellis Park Historical Horse Racing Report for October, 2016

| | October-16 | October-15 | % Change | FYTD-2017 | FYTD-2016 | % Change |
|---|-------------------|-------------------|----------|-----------------------------------|---------------------|---------------|
| Total Handle | \$ 7,313,252 | \$ 5,352,993 | 36.6% | \$ 31,783,299 | \$ 22,091,547 | 43.9% |
| Less: Returned to Public | \$ 6,575,918 | \$ 4,978,287 | 32.1% | \$ 29,162,459 | \$ 20,411,322 | 42.9% |
| Less: Breakage | \$ 4,788 | \$ 3,802 | | \$ 19,438 | \$ 16,433 | |
| Less: Settlement | \$ 170,491 | \$ (51,355) | | \$ 162,641 | \$ (58,889) | |
| Gross Commission | <u>\$ 562,054</u> | <u>\$ 422,259</u> | 33.1% | <u>\$ 2,438,761</u> | <u>\$ 1,722,681</u> | 41.6% |
| TB Development Fund (See Note 1) | \$ 54,849 | \$ 40,147 | 36.6% | \$ 238,375 | \$ 165,663 | 43.9% |
| SB Development Fund (See Note 2) | - | - | - | - | - | - |
| Equine Industry Program (See Note 3) | \$ 14,627 | \$ 10,706 | 36.6% | \$ 63,567 | \$ 44,183 | 43.9% |
| Equine Drug Research (See Note 4) | \$ 7,313 | \$ 5,353 | 36.6% | \$ 31,783 | \$ 22,092 | 43.9% |
| Higher Education Fund (See Note 4) | \$ 7,313 | \$ 5,353 | 36.6% | \$ 31,783 | \$ 22,092 | 43.9% |
| Kentucky General Fund (Note 5) | \$ 25,596 | \$ 18,735 | 36.6% | \$ 111,242 | \$ 77,344 | 43.8% |
| Total KY Excise Tax (1.5% of Total Handle) | <u>\$ 109,699</u> | <u>\$ 80,295</u> | 36.6% | <u>\$ 476,749</u> | <u>\$ 331,373</u> | 43.9% |
| % of Gross Commission | 19.5% | 19.0% | | 19.5% | 19.2% | |
| Net Commission | \$ 452,355 | \$ 341,964 | 32.3% | \$ 1,962,012 | \$ 1,391,308 | 41.0% |
| % of Total Handle | 6.19% | 6.39% | | 6.17% | 6.30% | |
| Number of HHR Terminals | 179 | 179 | 0.0% | 179 | 179 | 0.0% |
| Average Daily Handle | \$ 235,911 | \$ 172,677 | 36.6% | \$ 258,401 | \$ 179,606 | 43.9% |
| Handle / Day / Machine | \$ 1,318 | \$ 965 | 36.6% | \$ 1,444 | \$ 1,003 | 43.9% |
| Gross Commission / Day / Machine | \$ 101 | \$ 76 | 33.1% | \$ 111 | \$ 78 | 41.6% |
| | October-16 | Sep-16 | % Change | Since Inception (August 31, 2012) | | |
| Total Handle | \$ 7,313,252 | \$ 8,329,875 | -12.2% | Total Handle | | \$207,607,501 |
| Total Kentucky Excise Tax | \$ 109,699 | \$ 124,948 | -12.2% | Total Kentucky Excise Tax | | \$3,114,113 |
| Average Daily Handle | \$ 235,911 | \$ 277,662 | -15.0% | Total KY General Fund | | \$897,966 |

Note 1: Thoroughbred Development Fund receives .75% of Total Handle at Kentucky Downs and Ellis Park. The rate applies to half of the Total Handle at KRM.

Note 2: The Standardbred Development Fund receives 1.0% of half of the Total Handle at KRM.

Note 3: EIP receives .2% of TH with a fiscal year cap of \$650,000.

Note 4: EDR and HEF each receive .1% of TH with a fiscal year cap of \$320,000.

Keeneland/Red Mile Historical Horse Racing Report for October, 2016

| | October-16 | October-15 | % Change | FYTD-2017 | FYTD-2016 | % Change |
|---|---------------------|-------------------|----------|-------------------------------------|---------------------|----------|
| Total Handle | \$ 22,511,896 | \$ 11,559,287 | 94.8% | \$ 85,161,286 | \$ 16,674,811 | 410.7% |
| Less: Returned to Public | \$ 20,822,007 | \$ 10,549,213 | 97.4% | \$ 78,769,898 | \$ 15,257,516 | 416.3% |
| Less: Breakage | \$ 14,481 | \$ 8,052 | | \$ 54,615 | \$ 11,852 | |
| Less: Settlement | \$ 17,107 | \$ 90,006 | | \$ 17,076 | \$ 83,181 | |
| Gross Commission | <u>\$ 1,658,300</u> | <u>\$ 912,015</u> | 81.8% | <u>\$ 6,319,697</u> | <u>\$ 1,322,262</u> | 377.9% |
| TB Development Fund (See Note 1) | \$ 84,420 | \$ 43,347 | 94.8% | \$ 319,355 | \$ 62,531 | 410.7% |
| SB Development Fund (See Note 2) | \$ 112,559 | \$ 57,796 | 94.8% | \$ 425,806 | \$ 83,374 | 410.7% |
| Equine Industry Program (See Note 3) | \$ 22,512 | \$ 23,119 | -2.6% | \$ 85,161 | \$ 33,350 | 155.4% |
| Equine Drug Research (See Note 4) | \$ 11,256 | \$ 11,559 | -2.6% | \$ 42,581 | \$ 16,675 | 155.4% |
| Higher Education Fund (See Note 4) | \$ 11,256 | \$ 11,559 | -2.6% | \$ 42,581 | \$ 16,675 | 155.4% |
| Kentucky General Fund (Note 5) | \$ 95,676 | \$ 26,008 | 267.9% | \$ 361,935 | \$ 37,518 | 864.7% |
| Total KY Excise Tax (1.5% of Total Handle) | <u>\$ 337,678</u> | <u>\$ 173,389</u> | 94.8% | <u>\$ 1,277,419</u> | <u>\$ 250,122</u> | 410.7% |
| % of Gross Commission | 20.4% | 19.0% | | 20.2% | 18.9% | |
| Net Commission | \$ 1,320,622 | \$ 738,626 | 78.8% | \$ 5,042,277 | \$ 1,072,140 | 370.3% |
| % of Total Handle | 5.87% | 6.39% | | 5.92% | 6.43% | |
| Number of HHR Terminals | 902 | 902 | 0.0% | 902 | 902 | 0.0% |
| Average Daily Handle | \$ 726,190 | \$ 372,880 | 94.8% | \$ 692,368 | \$ 273,358 | 153.3% |
| Handle / Day / Machine | \$ 805 | \$ 413 | 94.8% | \$ 768 | \$ 303 | 153.3% |
| Gross Commission / Day / Machine | \$ 59 | \$ 33 | 81.8% | \$ 57 | \$ 12 | 377.9% |
| | October-16 | Sep-16 | % Change | Since Inception (September 8, 2015) | | |
| Total Handle | \$ 22,511,896 | \$ 21,144,925 | 6.5% | Total Handle | \$240,593,171 | |
| Total Kentucky Excise Tax | \$ 337,678 | \$ 317,174 | 6.5% | Total Kentucky Excise Tax | \$3,608,898 | |
| Average Daily Handle | \$ 726,190 | \$ 704,831 | 3.0% | Total KY General Fund | \$1,105,039 | |

Note 1: Thoroughbred Development Fund receives .75% of Total Handle at Kentucky Downs and Ellis Park. The rate applies to half of the Total Handle at KRM.

Note 2: The Standardbred Development Fund receives 1.0% of half of the Total Handle at KRM.

Note 3: EIP receives .2% of TH with a fiscal year cap of \$650,000.

Note 4: EDR and HEF each receive .1% of TH with a fiscal year cap of \$320,000.

Kentucky Downs Historical Horse Racing Report for October, 2016

| | October-16 | October-15 | % Change | FYTD-2017 | FYTD-2016 | % Change |
|---|---------------------|---------------------|----------|-------------------------------------|----------------------|----------|
| Total Handle | \$ 42,146,335 | \$ 30,592,976 | 37.8% | \$ 165,626,538 | \$ 126,926,080 | 30.5% |
| Less: Returned to Public | \$ 38,748,267 | \$ 28,054,088 | 38.1% | \$ 152,448,701 | \$ 116,431,719 | 30.9% |
| Less: Breakage | \$ 3,719 | \$ 2,362 | | \$ 16,015 | \$ 10,757 | |
| Less: Settlement | \$ 24,818 | \$ 36,430 | | \$ (90,513) | \$ 118,123 | |
| Gross Commission | <u>\$ 3,369,531</u> | <u>\$ 2,500,097</u> | 34.8% | <u>\$ 13,252,334</u> | <u>\$ 10,365,481</u> | 27.9% |
| TB Development Fund (See Note 1) | \$ 316,098 | \$ 229,447 | 37.8% | \$ 1,242,199 | \$ 951,946 | 30.5% |
| SB Development Fund (See Note 2) | - | - | - | - | - | - |
| Equine Industry Program (See Note 3) | \$ 84,293 | \$ 61,186 | 37.8% | \$ 331,253 | \$ 253,852 | 30.5% |
| Equine Drug Research (See Note 4) | \$ 42,146 | \$ 30,593 | 37.8% | \$ 165,627 | \$ 126,926 | 30.5% |
| Higher Education Fund (See Note 4) | \$ 42,146 | \$ 30,593 | 37.8% | \$ 165,627 | \$ 126,926 | 30.5% |
| Kentucky General Fund (Note 5) | \$ 147,512 | \$ 107,075 | 37.8% | \$ 579,693 | \$ 444,241 | 30.5% |
| Total KY Excise Tax (1.5% of Total Handle) | <u>\$ 632,195</u> | <u>\$ 458,895</u> | 37.8% | <u>\$ 2,484,398</u> | <u>\$ 1,903,891</u> | 30.5% |
| % of Gross Commission | 18.8% | 18.4% | | 18.7% | 18.4% | |
| Net Commission | \$ 2,737,336 | \$ 2,041,202 | 34.1% | \$ 10,767,936 | \$ 8,461,590 | 27.3% |
| % of Total Handle | 6.49% | 6.67% | | 6.50% | 6.67% | |
| Number of HHR Terminals | 625 | 500 | 25.0% | 625 | 500 | 25.0% |
| Average Daily Handle | \$ 1,359,559 | \$ 986,870 | 37.8% | \$ 1,346,557 | \$ 1,031,919 | 30.5% |
| Handle / Day / Machine | \$ 2,175 | \$ 1,974 | 10.2% | \$ 2,154 | \$ 2,064 | 4.4% |
| Gross Commission / Day / Machine | \$ 174 | \$ 161 | 7.8% | \$ 172 | \$ 169 | 2.3% |
| | October-16 | Sep-16 | % Change | Since Inception (September 1, 2011) | | |
| Total Handle | \$ 42,146,335 | \$ 42,125,656 | 0.0% | Total Handle | \$1,573,248,754 | |
| Total Kentucky Excise Tax | \$ 632,195 | \$ 631,885 | 0.0% | Total Kentucky Excise Tax | \$23,598,731 | |
| Average Daily Handle | \$ 1,359,559 | \$ 1,404,189 | -3.2% | Total KY General Fund | \$6,418,310 | |

Note 1: Thoroughbred Development Fund receives .75% of Total Handle at Kentucky Downs and Ellis Park. The rate applies to half of the Total Handle at KRM.

Note 2: The Standardbred Development Fund receives 1.0% of half of the Total Handle at KRM.

Note 3: EIP receives .2% of TH with a fiscal year cap of \$650,000.

Note 4: EDR and HEF each receive .1% of TH with a fiscal year cap of \$320,000.