



national lottery
regulatory commission

**SPORTS LOTTERY PERMIT (SLP)
TERMS & CONDITIONS**

Revised 2017

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SPORTS LOTTERY PERMIT (SLP)

INTRODUCTION

The National Lottery Regulatory Commission shall issue a five (5) year Sports Lottery Permit (SLP) to a fit and proper body corporate (as defined in Section 19 (1) of the National Lottery Act) with the objective of operating a lottery business based on the outcome of sporting events. The Permit shall be subject to the following terms and conditions.

Definition of Terms:

SLO:	Sports Lottery Operator
SLP:	Sports Lottery Permit
NLRC or Commission:	National Lottery Regulatory Commission

**** All prospective Sports Lottery (Betting) operators must submit a formal enquiry letter to which the NLRC will forward these Terms & Conditions forthwith****

PRE Sports Lottery Permit Terms & Conditions:

Note:

****** The NLRC will conduct a due diligence exercise to ensure all information provided is complete and accurate before issuing a letter of approval.***

The applicant must:

1. Submit a written application to the National Lottery Regulatory Commission (NLRC), requesting an “approval-in-principle” to register a sports lottery business in Nigeria. Such application should be accompanied with the following:
 - i. A TEN THOUSAND NAIRA (₦10,000.00) non-refundable bank draft made payable to the National Lottery Regulatory Commission.
 - ii. A copy of the proof of the “name reservation” from the Corporate Affairs Commission (CAC).
2. Register Company with a minimum share capital of **TWENTY MILLION NAIRA (₦20,000,000.00)** with it’s core objectives as the operation of sports lottery in Nigeria.
3. Upon completion of registration with CAC, submit a written application for a licence accompanied with the following:
 - i. A non-refundable application and processing fee of TWO MILLION NAIRA (₦2,000,000.00) in bank draft made payable to the National Lottery Regulatory Commission.
 - ii. Proof of registration (CAC certificate of incorporation)
4. Complete and return permit application form with the following:
 - a. Memorandum and Articles of Association
 - b. Statement of Guarantee from a reputable Commercial Bank of Twenty Five Hundred Million Naira(₦25,000,000.00).

Stating its readiness to provide facility to the tune of Twenty-Five Hundred Million Naira (₦25,000,000.00] in eventuality of such a need)

- c. Evidence of domain name registration ***with .ng url to site***

- d. Business Plan detailing but not limited to the following: (marketing plan, lottery industry analysis of the types of games to be played, price structure of tickets, number of draws, applicant's game rules, capital budget, and financing plan).

- e. Address of Registered Office, Branches, Planned locations, and Agents.

- f. If the applicant is a foreign entity, then the applicant must provide an address in Nigeria at which documents can be served and must also provide evidence of compliance with the following agencies:
 - i. Nigerian Investment Promotion Commission (NIPC)
 - ii. Security and Exchange Commission (SEC)
 - iii. Corporate Affairs Commission (CAC)

- g. Description of Operations and Management Structure.

- h. All third-party Agreements/Contracts to be reviewed, which may be approved or rejected by the NLRC (*SLA agreements, Software agreements, Joint venture Agreements*)

- i. The Terms and Conditions for participation in all games.

- j. A 3-year Tax Clearance Certificate of all its directors.
 - k. All schemes/games/ activities to the NLRC for test run before launch.
5. Provide qualification information of key staff (ICT MANAGER, ACCOUNT MANAGER, HUMAN RESOURCES MANAGER, CUSTOMER CARE MANAGER)
6. Pay the Sports Lottery Permit fee of ONE HUNDRED MILLION NAIRA (₦100,000,000.00), **within 90-days of receipt of notification by the NLRC.**
- a. **The Lottery Commission recognises the Association of Nigerian Bookmakers(ANB) and grants a concession on the Sports Permit fee of Fifty Million Naira Only(₦50,000,000.00) to its members.**
7. Sign the Sports Lottery agreement to abide by the rules and regulations governing Sports Lottery operation in Nigeria.
8. All existing **Lottery licensees** who wish to obtain a Sports Lottery Permit must in addition to requirements 3 to 6 above, also:
- a. Submit bank statements of the last 2 years.
 - b. **Submit evidence of increase of share capital to ONE HUNDRED MILLION NAIRA (₦100,000,000.00). and FIFTY MILLION paid up capital**
 - c. Submit evidence of up-to-date annual returns.

POST Sports Lottery Permit Terms & Conditions:

The Sport Lottery Operator (SLO) must:

1. Ensure participation age is 18 years and above.
2. Provide:
 - a. SLO website URL and advert material(s) in hard and soft copy for upload to the commissions website
 - b. Ensure the Commissions' URL is present on SLOs' website
3. Submit to the NLRC central server:

Daily data detailing total entries, wins, losses and pay-out(s). Where the applicant has an external technical consultant managing the operation/transaction, the consultant must be authorised to submit daily data.

*****In the event of a manual process, the daily scheme activity reports must be submitted to the NLRC. *****

4. Pay a Sports Permit annual subscription fee of ₦2,000,000.00
5. Pay an Operating fee of 4.5% of monthly gross proceeds to the NLRC.

This is defined to mean same as the summation following:

- a. ***4.5% NET Proceeds (admin and monitoring fee) payable to the National Lottery Regulatory Commission***
 - b. ***20% NET proceeds (Statutory Contribution) payable to the National Lottery Trust Fund***
6. Ensure to meet all obligations to players on your platform.
 7. Submit evidence of monthly Operating fee remittance.
 8. Submit evidence of remittance of proceeds to National Lottery Trust Fund for good causes.
 9. Submit an Annual Audited Financial Report.

10. Submit an Annual report not later than 6 months after the end of each reporting year; *the SLP will be suspended if this annual report is not submitted by the stipulated period.*
 - a. If new agreements are entered under the period under review. All third-party Agreements/Contracts to be reviewed, which may be approved or rejected by the NLRC (*SLA agreements, Software agreements, Joint venture Agreements*)
11. Ensure that the Sports Lottery Permit (SLP) shall not be used to commit fraud or support any criminal act.

NOTE

*****SLO must always revert to the Commission before entering into any form of Agency/Franchise agreement(s)**

*****SLO must ensure office location is a minimum of 400 meters away from the office an existing SLO**

*****To ensure the interest of the stakeholders and participants are protected, the NLRC review and duly approve any franchise agreement before it is implemented.**

*****This is subject to change from time to time subject to the prevailing lottery conditions and approval of the Commission.**