PRESS RELEASE

MARCH 18, 2010

IMMEDIATE RELEASE

PLACE: LITTLE ROCK, ARKANSAS

CONTACT INFORMATION:

SKIP DAVIDSON - DAVIDSON LAW FIRM -

Email: <u>skipd@dlf-ar.com</u>
Office: 501-320-5110
Cell: 501-912-0020

Today Davidson Law Firm filed a suit for Declaratory Judgment to enforce Alpha Marketing's exclusive right to use its registered trademarks "Arkansas Lottery", "Arkansas Lotto", and "Lottery Arkansas".

Suit was filed against the State of Arkansas and the Lottery Commission.

The Plaintiff is Alpha Marketing owned by Ed Dozier, a Little Rock Business and Advertising Executive.

Suit was filed in Pulaski County Circuit Court and has been assigned to Judge Timothy D. Fox, 6th Division, Case Number CV 2010-1458.

Alpha registered and has been using the trademarks "Arkansas Lottery" and "Arkansas Lotto" since 1994. Alpha began using the trademark "Lottery Arkansas" in 2007 and registered the trademark in February 2009.

State of Arkansas has granted Alpha exclusive rights to these names by issuing certificates of trademark registration the earliest being August 12, 1994.

After years of use and registration with the State of Arkansas, now the State of Arkansas has indicated that the Lottery Commission will not honor these well established proprietary trademarks.

According to Skip Davidson of Davidson Law Firm this lawsuit is a routine trademark suit and will take several months to resolve. Alpha expects to prevail in the suit and to obtain a court order which will stop the State of Arkansas and the Lottery Commission from interfering with Alpha's exclusive use of these names.

A copy of the Complaint is attached.

IN THE CIRCUIT COURT OF PULASKI COUNTY, ARKAYSAS 03/18/2010 10: 14:39

DIVISION Pat 0'Region Pulaski 29

6TH DIVISION

Pat O'Brien Pulaski Circuit Clerk

ALPHA MARKETING

CV 2010 1458 PLAINTIFF

v.

Case No. CV:____

ARKANSAS LOTTERY COMMISSION ERNIE PASSAILAIGUE, DIRECTOR

DEFENDANT

COMPLAINT FOR DECLARATORY JUDGMENT

COMES NOW Plaintiff, ALPHA MARKETING, by and through the undersigned attorney, and for its Complaint for Declaratory Judgment states as follows:

Jurisdiction and Venue

- That Alpha Marketing is a sole proprietorship owned and operated by Ed Dozier.
 Alpha Marketing is located at 5100 Lakeview Road, North Little Rock, Pulaski County,
 Arkansas;
- 2. That Alpha Marketing is engaged in the business of advertising, promotion and sales of goods via radio, internet and print media throughout the State of Arkansas;
 - 3. That the Arkansas Lottery Commission is an agency of the State of Arkansas;
 - 4. That Emie Passailaigue is the Director of the Arkansas Lottery Commission;
- 5. That this Declaratory Judgment action involves intellectual property rights granted upon Alpha Marketing by the State of Arkansas;
- 6. That this Court is authorized to declare the rights and obligations of parties in relation to these intellectual property rights pursuant to Arkansas Code Annotated § 16-111-104;

7. That venue is proper in this Court pursuant to Arkansas Code Annotated § 16-55-213, and this Court has jurisdiction over the subject matter and the parties;

Factual Background

- 8. That Alpha Marketing registered, and began use of, the mark "ARKANSAS LOTTERY" in the ordinary course of trade in 1994, and has used the mark since that time;
- 9. That on August 23, 2002 the Arkansas Secretary of State recorded and issued to Alpha Marketing a Certificate of Trademark Registration number TM00002161 (currently identified as "500002161") for the trademark "ARKANSAS LOTTERY". A true and correct copy of this Certificate of Trademark Registration for "ARKANSAS LOTTERY" is attached as exhibit "A";
- 10. That on August 23, 2007 the Arkansas Secretary of State filed Articles of Renewal Registration entitling legal registration of the trademark "ARKANSAS LOTTERY" to Alpha Marketing. A true and correct copy of this Articles of Renewal Registration for the trademark "ARKANSAS LOTTERY" is attached as exhibit "B";
- 11. That Alpha Marketing registered and began use of the mark "ARKANSAS LOTTO" in the ordinary course of trade in 1994, and has used the mark since that time;
- 12. That on August 23, 2002 the Arkansas Secretary of State recorded and issued to Alpha Marketing a Certificate of Trademark Registration number TM00002162 (currently identified as "500002162") for the trademark "ARKANSAS LOTTO". A true and correct copy of this Certificate of Trademark Registration for "ARKANSAS LOTTO" is attached as exhibit "C";
- 13. That on August 23. 2007 the Arkansas Secretary of State filed Articles of Renewal Registration entitling legal registration of the trademark "ARKANSAS LOTTO" to

Alpha Marketing. A true and correct copy of this Articles of Renewal Registration for the trademark "ARKANSAS LOTTO" is attached as exhibit "D";

- 14. That Alpha Marketing registered and began use of the mark "LOTTERY ARKANSAS" in the ordinary course of trade in 2007, and has used the mark since that time;
- 15. That on February 10, 2009 the Arkansas Secretary of State recorded and issued to Alpha Marketing a Certificate of Trademark Registration number 800150273 for the trademark "LOTTERY ARKANSAS". A true and correct copy of this Certificate of Trademark Registration for "LOTTERY ARKANSAS" is attached as exhibit "E";
- 16. That on May 21, 2009 Bradford Phelps, Senior Assistant Attorney General, sent a cease-and-desist letter to Alpha Marketing threatening legal action against Alpha Marketing if it did not immediately cease all marketing efforts. A true and correct copy of this letter from Bradford Phelps to Alpha Marketing is attached as exhibit "F";
- 17. That on June 10, 2009 Mr. Dozier sent an email to Mr. Phelps seeking acknowledgement of relief from the threatened legal action and validity of the trademarks registered to Alpha Marketing. Mr. Phelps responded only by acknowledging that the Attorney General's inquiry was ongoing. A true and correct copy of this email is attached as exhibit"G";
- 18. That on August 19, 2009, Alpha Marketing, through its counsel, notified Mr. Phelps of its intent to continue use of its trademarks, and requested a statement of intent from the Attorney General's office. A true and correct copy of this letter is attached as exhibit "H";
- 19. That on August 21, 2009 Mr. Phelps informed Alpha Marketing only that the Attorney General's office would take no further action "at this time" and was referring the matter to the Arkansas Lottery Commission. A true and correct copy of this letter from Mr. Phelps is attached as exhibit "I";

Declaratory Judgment

20. That since Alpha Marketing holds the Certificates of Trademark Registration on ARKANSAS LOTTERY, ARKANSAS LOTTO, and LOTTERY ARKANSAS it is entitled to the exclusive use of those trademarks throughout the state;

21. That the right of Alpha Marketing to the exclusive use of those trademarks has been challenged by the Arkansas Attorney General's Office and the Arkansas Lottery Commission;

22. That litigation between the parties is highly probable if the court does not make a declaration regarding the ownership and usage rights of the trademarks, ARKANSAS LOTTERY, ARKANSAS LOTTO, and LOTTERY ARKANSAS.

Prayer

WHEREFORE, Plaintiff, Alpha Marketing respectfully requests that this honorable Court determine and declare that the trademarks ARKANSAS LOTTERY, ARKANSAS LOTTO, and LOTTERY ARKANSAS are valid and that Alpha Marketing owns right to exclusive use of those marks throughout the state, and for all other just and proper relief.

Respectfully Submitted, Davidson Law Firm, Ltd. 724 Garland Street

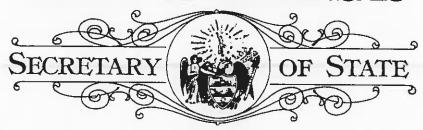
P.O. Box 1300

Little Rock, Arkansas 72203 (501) 374-0977

BY-

Charles Darwin "Skip" Davidson (ABA# 73-026

STATE OF ARKANSAS



Sharon Priest SECRETARY OF STATE

Certificate of Trademark Registration

To All to Whom These Presents Shall Come, Greetings:

I, Sharon Priest, Secretary of State of Arkansas, in accordance with the provisions of Act 81 of the General Assembly of 1967 of the State of Arkansas, do hereby certify that ALPHA MARKETING whose business address is 415 CR 1520, EUREKA SPRINGS, ARKANSAS 72632 has filed in this office the necessary papers and certificates to entitle it to the legal registration, claiming ownership of the following attached Mark, stating that the date claimed for the first use of the Mark anywhere is September 25, 1994 and the date claimed for the first use of the Mark in Arkansas is September 25, 1994.

This Trademark:

ARKANSAS LOTTERY

is granted for and may be used only upon the following classification of goods or services: 38,35,41,16,42, and a brief description of the goods or services on which the Mark is used is: TO ENCOURAGE ARKANSAS RESIDENTS TO PARTICIPATE IN ARKANSAS LOTTERY ADVERTISING AND MARKETING PROMOTIONS.

This mark has been duly recorded and registered as No.
TM00002161 said registration being in effect for a term of five years from the date hereof to August 23, 2007.



In Testimony Whereof, I have hereunto set my hand and affixed my official Seal. Done at my office in the City of Little Rock, this 23rd day of August 2002.

Secretary of State

EXHIBIT

A



or cannot be found in this State.

Arkansas Secretary of State 23 Pil 2:51 Sharon Priest

State Capitol • Little Rock, Arkansas 72201-1094 • 501.682.3409



APPLICATION FOR THE REGISTRATION OF A TRADEMARK OR SERVICE MARK RETURN IN DUPLICATE TO

Corporations Division

	Renewal Trademark	
File Number:	For Office Use C	on Date:
		(Five years from date filed)
) or other (please indicate one) and h mark in Arkansas.	nas hereunto adopted and used a	, is an () individual, () corporation, (4 partnership certain mark and hereby makes application to register said
(a) If partnership, give names and addre	esses of partners: <u>Ed Doz</u>	ver, 415 CR 1520, Euruka Springs
AR.72	632; Gene M'Daniel	112 S, 2nd St., Ozart, AR 72949
Partnership is organized in the state of:		
(b) If corporation, indicate date and state	e of incorporation:	
(c) If other, give explanation:		
(2) Mark being applied for is:	RICHNSAS LOTTE	RY
NOT included in item 2 will not be conside	red as part of the mark.) SPECIMEN	RITTEN description of any and all logos to be included. Anything AS SHOULD BE IDENTIFIABLE BY WRITTEN DESCRIPTION
3) Business address of the applicant: _	415 CR 1520,	Eureka Springs, AR 72632
4) Address where certificate of registrate	tion is to be sent: 415 CR	1520, Eureka Springs, AC 72632
5) Applicant is applying for mark under	the following class number and tit	He: 38 (Telecommunications), 35 (Padvertisin
+ Business), 41 (Education + 1	Entertainment), 16 / Paper 6 (Refer to attached classification of	goods + printed metter) + 42, (Miscellanecus)
6) Describe the goods or services that	this mark represents: <u>An ac</u>	disertising and promotional program
promote husiness products	+ Services. Also a tie	-in to any eventual lottery in Airkanso
7) Indicate how mark will be used to re	present goods or services: 73	emonurage Arkansas residents to
participate in Arkansas	Lottery advertising o	and marketing promotions
8) Date mark applied for was first used	(anywhere) <u> </u>	and the date when it was firs
sed in Arkansas 5-25-		(both dates must be indicated)
		States Patent and Trademark Office. If true, give registration
· ·		
number:	if not, indicate.	NO

(11) Applicant is staling that said applicant is the owner of the mark and that no other person has registered, either federally or in this State or has the right to use the mark in this State either in the identical form thereof or in such a near resemblance thereto as might be calculated to deceive or to be mistaken therefor.
(12) This application shall be signed and verified by the applicant or by a partner of the partnership, or an officer of the corporation or association applying. I Ed Dozfer depose and say that I am applying for said mark on behalf of ANHA MARIETING as the PARTNER of said applicant or myself as an individual. As such I make this altidavit and verification that I have read the above and forgoing application and know the contents hereof, and the facts set out herein are true. I further affirm that the three specimens of facsimiles filled herewith are true and correct. I understand that I am subject to the perjury laws of the State of Arkansas. Signature of applicant or applicant's representative and title
State of ARKANSAS County of CARROLL Subscribed and sworn before me this 22 day of August 1902
EARL C. DYE, JR. Notary Public Carroll County State of Arkansas My Commission Expires Dec. 15, 2009 My commission expires: My Commission Expires Dec. 15, 2009



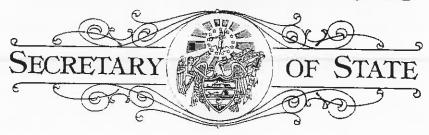
Arkansas LOTTERY

An Advertising & Marketing Program

To build retail store traffic through the excitement of no-cost lottery drawings.

ALPHA Marketing 415 CR 1520, Eureka Springs, AR 72632 Phone 479-253-5452

STATE OF ARKANSAS



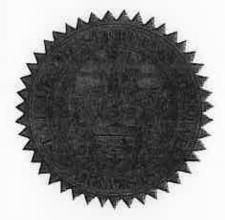
Charlie Daniels

SECRETARY OF STATE

To All to Whom These Presents Shall Come, Greetings:

I, Charlie Daniels, Secretary of State of Arkansas, do hereby certify that a Articles of Renewal Registration was filed in this office entitling legal registration of the attached Mark to the following declared owner(s); ALPHA MARKETING, 2 AINSDALE LANE, BELLA VISTA, ARKANSAS 72714

The date claimed for the first use of the Mark anywhere is September 25, 1994 and the date claimed for the first use of the Mark in Arkansas is September 25, 1994. This Trademark: named "ARKANSAS LOTTERY" is granted for and may be used only upon the following classification of goods or services: 16-Paper Goods & Printed Matter; 35-Advertising & Business; 38-Telecommunications; 41-Education & Entertainment; 45-Personal, and a brief description of the goods or services on which the Mark is used is: An advertising & promotional program to promote a lottery & business products & services. Used in printed materials, television radio and other forms of advertising. This mark has been duly recorded and registered being in effect for a term of five years from the date hereof August 23, 2007.



In Testimony Whereof, I have hereunto set my hand and affixed my official Seal. Done at my office in the City of Little Rock, this August 23, 2007.

Chali Vaniely

Secretary of State





Arkansas Secretary of State

Charlie Daniels

State Capitol • Little Rock, Arkansas 72201-1094 501-682-3409 • www.sos.arkansas.gov

TRAD	EMARKS	AND S	ERVICE MARKS APPLICATION	OR RENEWAL
1. D New A	Application	Renewal	(PLEASE PRINT OR TYPE)	OHILITETIAL
File Number	5000	0.2161	FOR OFFICE USE ONLY	

ALPHA MADICETIAL	1
2. Applicant's Name: TTPHA MARKETING	
Street Address: 2 Ainstale Lane	
City: Bella Vista state: Arkansas zp: >2714	
3. If Applicant is a corporation, give state of incorporation:	
If Applicant is a Partnership, give state of organization and names of general partners: 50/e proprietor	>
4. Applicant is Seeking to Register: 5. What is the classification and title of goods and services connected	•
Prademark D Service Mark with mark: 16, 35, 38, 41, 45	
6. Briefly describe the goods and services used in connection with this mark: An advertising and promotional	
program to promote a lottery and business products and services	
7. Briefly describe how the mark is used in connection with such as a first product of the su	
7. Briefly describe how the mark is used in connection with such goods and services: To encourage Arkansas	
residents to participate in Arkansas Lottery and/or to promote fie in business promote the in business promote the in business promote the in business promote the information band other forms of advertising. B. Mark being applied for is (Include 3 Specimens): Arkansas Lottery	torns
B. Mark being applied for is (Include 3 Specimens): Arkansas Lo Heru of code of sinc.	
9. The mark has been used in business by the applicant (or predecessor) since 9-25-94 and used in the state of Arkansas	
since 9/25/94 . Federal Trademark if applicable and used in the state of Arkansas	
AFFIDAVIT	
Applicant is stating that cold continue to the course of the	
Applicant is stating that said applicant is the owner of the mark and that no other person has registered, either federally or in this State, or as the right to use the mark in this State either in the identical form thereof or in such a near resemblance thereto as might be calculated	
El Daniela	
epresentative of the applicant, that I have real the above application and know its contents and that the facts stated therein are true:	
the above application and know its contents and that the facts stated therein are true:	
and four	
Signature	
to Lozier	
Printed Name Contact Telephone Number	
1. State of Arkansas	
County of Pulask:	
Subscribed and swom to before me, a notary public, on WHITE COUNTY WHITE COUNTY	
41111 = 0001411	
this 215T day of August 2007 My Commission Expires: 8-1-2013	
9/11/2-12	
y commission expires: 9/1/2013 Notary Public Samette Cum	
ng Fee \$50.00	
Day 700	



Arkansas LOTTERY

An Advertising & Marketing Program

To build retail store traffic through the excitement of no-cost lottery drawings.

ALPHA Marketing 415 CR 1520, Eureka Springs, AR 72632 Phone 479-253-5452

STATE OF ARKANSAS



Sharon Priest SECRETARY OF STATE

Certificate of Trademark Registration

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I, Sharon Priest, Secretary of State of Arkansas, in accordance with the provisions of Act 81 of the General Assembly of 1967 of the State of Arkansas, do hereby certify that ALPHA MARKETING whose business address is 415 CR 1520, EUREKA SPRINGS, ARKANSAS 72632 has filed in this office the necessary papers and certificates to entitle it to the legal registration, claiming ownership of the following attached Mark, stating that the date claimed for the first use of the Mark anywhere is October 07, 1994 and the date claimed for the first use of the Mark in Arkansas is October 07, 1994.

This Trademark:

ARKANSAS LOTTO

is granted for and may be used only upon the following classification of goods or services: 38,35,41,16,42, and a brief description of the goods or services on which the Mark is used is: TO ENCOURAGE ARKANSAS RESIDENTS TO PARTICIPATE IN ARKANSAS LOTTO ADVERTISING AND MARKETING PROMITIONS.

This mark has been duly recorded and registered as No. TM00002162 said registration being in effect for a term of five years from the date hereof to August 23, 2007.

In Testimony Whereof, I have hereunto set my hand and affixed my official Seal.

Done at my office in the City of Little Rock, this 23rd day of August 2002.

Secretary of State

EXHIBIT



Arkansas Secretary of State AUG 23 PH 2: 51 Sharon Priest

State Capitol • Little Rock, Arkansas 72201-1094 • 501.682.3409

an

APPLICATION FOR THE REGISTRATION OF A TRADEMARK OR SERVICE MARK RETURN IN DUPLICATE TO

Corporations Division
IMPORTANT Application should be submitted in duplicate and accompanied by three original specimens of the mark. The filing fee is \$50.00, please make checks payable to "the Secretary of State". Application is for: New Application Renewal Trademark Service Mark
File Number: Tmallea For Office Use Only Expiration Date: 9123101
(1) The following Applicant, HLPHA MHQKETING , is an () individual, () corporation, () partnership, mark in Arkansa's.
(a) Il padnership, give names and addresses of partners: Ed Doziev, 415 CR 1520, Eureka Springs AR Gene O'Daniel, 112 5, 2nd St., Ozark, AR 72949 Partnership is organized in the state of: ARKANSAS
(b) If corporation, indicate date and state of incorporation:
(c) If other, give explanation:
(2) Mark being applied for is:ARKANSAS_LOTTO
(Complete with all words to be included, the style print of these words and a WRITTEN description of any and all logos to be included. Anything NOT included in Item 2 will not be considered as part of the mark.) SPECIMENS SHOULD BE IDENTIFIABLE BY WRITTEN DESCRIPTION. (3) Business address of the applicant: 4/5 CR 1528, Euroka Springs, AR 72632
(4) Address where certificate of registration is to be sent: 415 CR 1520, Euroka Springs, HR 72632
(5) Applicant is applying for mark under the following class number and title: 38 (Telecommunications) 35 (Advertising and Business) 41 (Education & Entertainment) 16 (paper souds & printed matter) and 42 (miscellaneous) (Refer to attached classification of goods and services)
1
7) Indicate how mark will be used to represent goods or services: To Encourage Arkansas residents
to participate in Arkansas Lette advertising and marketing and the
to participate in Arkansas Lette advertising and marketing promotions B) Dale mark applied for was first used (anywhere) 10-7-94 and the date when it was first seed in Arkansas 10-7-94
sed in Arkansas 10-7-94 and the date when it was first (both dates must be indicated).
Applicant is the owner of this mark currently registered in the United States Patent and Trademark Office. If true, give registration
0) Applicant appoints the Secretary of State as agent for service of process in any action relating only to the registration which may be issued the applicant is or shall become a non-resident individual, person, association, or foreign corporation not licensed to do business in this State.

'11) Applicant is stating to or has the right to use the to deceive or to be mistal	e mark in this State either in tr	of the mark and le identical form to	that no other person h nereof or in such a nea	as registered, either federally or in this State or resemblance thereto as might be calculated
applying. I	a Dozier		dei	o, or an officer of the corporation or association pose and say that I am applying for saic mark
on behalf of ALPH) individual. As such I mak the facts set out herein a	THREETINE e this affidavit and verification to re true. I further affirm that the	as theas the	TRIVIER ne above and torgoing a of tacsimiles filed herey	of said applicant or myself as an
		-	Signature of appi	ccant or applicant's representative and title
State of Ankans	43	AFFIDA	AVIT CAARA	/
Subscribed and swo	m before me this <u>22</u>			2002
My commission expires:	Carroll County State	Notary Public	SIGNATURE OF NOT	ARY PUBLIC (PLEASE APPLY SEAL BELOW).

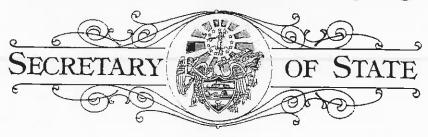


Arkansas LOTTO

An Advertising & Marketing Program

To build retail store traffic through the excitement of no-cost lottery drawings.

STATE OF ARKANSAS



Charlie Daniels

SECRETARY OF STATE

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The date claimed for the first use of the Mark anywhere is September 25, 1994 and the date claimed for the first use of the Mark in Arkansas is September 25, 1994. This Trademark: named "ARKANSAS LOTTO" is granted for and may be used only upon the following classification of goods or services: 16-Paper Goods & Printed Matter; 35-Advertising & Business; 38-Telecommunications; 41-Education & Entertainment; 45-Personal, and a brief description of the goods or services on which the Mark is used is: An advertising & promotional program to promote a lottery & business products & services. Used in printed materials, television, radio and other forms of advertising. This mark has been duly recorded and registered being in effect for a term of five years from the date hereof August 23, 2007.



In Testimony Whereof, I have hereunto set my hand and affixed my official Seal. Done at my office in the City of Little Rock, this August 23, 2007.

Chali Varial

Secretary of State





Arkansas Secretary of State

Charlie Daniels

State Capitol • Little Rock, Arkansas 72201-1094 501-682-3409 • www.sos.arkansas.gov

TRADEMARKS	AND SERVICE	MARKS	APPLICATI	ON OR R	ENEWAL

1. ☐ New Application ☐ Renewal (PLEASE PRINT OR TYP	A PEICATION OR RENEWAL
File Number: 500002162 Expiration Date:	8/23/2012
2. Applicant's Name: ALPHA MARKETING	
Street Address: 2 Ainsdale Lane	
City: Sella Vista State: Ark	Lansas zip: 72714
3. If Applicant is a corporation, give state of incorporation:	2F: 77-719
ff Applicant is α Partnership, give state of organization and names of general partners;	sole proprietardin
4. Applicant is Seeking to Register: 5. What is the classific	ation and title of goods and services connected
☐ Trademark ☐ Service Mark with mark: 16,	35, 38, 41, 45
6. Briefly describe the goods and services used in connection with this mark: program to promote a lottery and busin	An advertising and promotional
7. Briefly describe how the mark is used in connection with such goods and s Le participate in Arkansas Lotta and/or st Utilizing printed materials, television, rad B. Mark being spelled to be leveled to be such as a serial	services: To encourage Artansas ruside promote tiezin business promotion in and other tarne
8. Mark being applied for is (Include 3 Specimens):ARKANS/	45 LOTTO
9. The mark has been used in business by the applicant (or predecessor) since 9-25-94 . Federal Trademark if applicable	ce 9-21-94 and used in the state of Arkansas
AFFIDAVIT	
- 50 V):	resemblance mereto as might be calculated
Signature	Title
Printed Name	Contact Telephone Number
11. State of Arkansas	Grida Sea
County of Pulask:	KENNETH CUMMINGS NOTARY PUBLIC - ARKANSAS
Subscribed and swom to before me, a notary public, on this 21 >+ day of August 2007	MH. TE COUNTY My Cammilia to Express S-1-2013
My commission expires: 9/1 /2013 Notary Public	Kenneth Cumi +
Filing Fee \$50.00	

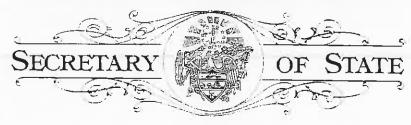


Arkansas

An Advertising & Marketing Program

To build retail store traffic through the excitement of no-cost lottery drawings.

STATE OF ARKANSAS



Charlie Daniels

SECRETARY OF STATE

To All to Whom These Presents Shall Come, Greetings:

I, Charlie Daniels, Secretary of State of Arkansas, do hereby certify that a Certificate of Trademark Registration was filed in this office entitling legal registration of the attached Mark to the following declared owner(s); ALPHA MARKETING,5100 LAKEVIEW ROAD,NORTH LITTLE ROCK, ARKANSAS, 72116

The date claimed for the first use of the Mark anywhere is December 3, 2007 and the date claimed for the first use of the Mark in Arkansas is December 3, 2007. This Mark: named "LOTTERY ARKANSAS" is granted for and may be used only upon the following classification of goods or services: 16-Paper Goods & Printed Matter;35-Advertising & Business;38-Telecommunications;41-Education & Entertainment;45-Personal, and a brief description of the goods or services on which the Mark is used is: ADVERTISING AND PROMOTIONAL PROGRAM TO PROMOTE A LOTTERY AND BUSINESS PRODUCTS AND SERVICES AND/OR TO PROMOTE TIE-IN BUSINESS PROMOTIONS UTILIZING PRINTED MATERIALS, TEVEVISION, RADIO, THE INTERNET AND OTHER FORMS OF ADVERTISING. This mark has been duly recorded and registered being in effect for a term of five years from the date hereof February 10, 2009.



In Testimony Whereof, I have hereunto set my hand and affixed my official Seal. Done at my office in the City of Little Rock, this February 10, 2009.

Chali Danial

Secretary of State





Arkansas Secretary of State

Charlie Daniels

State Capitol • Little Rock, Arkansas 72201-1094 501-682-3409 • www.sos.arkansas.gov

Business & Commercial Services, 250 Victory Building, 1401 W. Capitol, Little Rock

. New Application	☐ Renewal	RVICE MARKS APPLICATION OR RENE	
ile Number: 800150	222	FOR OFFICE USE ONLY	
	11	Expiration Date: 2/10/2014	
Street Address:	topha Marke		
City: North	5100 Lak	ceview Kd	_
	ALTIP KOCK	State: Arkansas ZIP:	
It Applicant is a corporation,	give size of incorporation;		
Applicant is a Parmership,	give state of organization and	names of general partners: Solo proprietor	
	to Register:	and services connected	
☐ Trademark ☐ Se		with mark: 16, 35, 38, 41, 45	
. Briefly describe the go	oods and services used	in connection with this mark: An Advertising and promo	tion
program to	promoto a	lottery and business products and service	
Briefly describe how the	he mark is used in conn	pection with such goods and services: To encourage Artam M triculas state Lettery and/or to promote to inf, printed interials, television, radio, the site and): and other forms of advertising.	
husines mo	participate is	in Arkoneas syste Lattery and/or to promote	505 1
Mark hoise application		and other former at the rice, radio, the inte	rne
Mark being abbied to	is (Include 3 Specime	ans):	
The mark has been us	ed in business by the a	policant (or predecessor) since	
The mark has been us since 12/3/or	ed in business by the al	policant (or predecessor) since and used in the state of emark if applicable	
SINCE	∠ Federal Trade	emark if applicableAFFIDAVIT	Arkans
colleant is stating that so	/ Federal Trade	emark if applicableAFFIDAVIT	Arkan
colleant is stating that so	/ Federal Trade	policant (or predecessor) since and used in the state of emark if applicable	Arkan
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Filing Fee \$50.00

LOTTERY

Arkansas™

ALPHA MARKETING

5100 Lakeview Road North Little Rock, AR 501.812.6560 bkdozier@att.net



STATE OF ARKANSAS OFFICE OF THE ATTORNEY GENERAL

Dustin McDaniel Attorney General Bradford J. Phelps Senior Assistant Attorney General Direct dial: (501) 682-3625 E-mail: bradford.phelps@arkansasag.gov

May 21, 2009

Alpha Marketing 5100 Lakeview Road North Little Rock, AR 72116

Re: Arkansas Lottery

To Whom It May Concern:

Our office recently received a packet of materials purportedly prepared by your company. The materials invite the recipient to register to play the Arkansas Lottery, Arkansas Lotto and Arkansas Powerball. In addition, the materials reference an active website (www.arkansaslottery.net). The website contains more information about the "Arkansas Lottery" and also offers for sale several T-shirts. One of the shirts reads, "Arkansas Lottery: My New 401 (k) Retirement Plan."

The materials, website, as well as the T-Shirts offered for sale are misleading and deceptive. The Arkansas Lottery is not affiliated with the Arkansas Lottery Commission and your marketing materials imply that there is some kind of relationship. At this time, there is no government approved lottery in place. Your materials suggest the contrary. This entire promotion violates the Arkansas Deceptive Trade Practices Act (See Ark. Code Ann. §4-88-101).

We demand that you immediately take the website down and immediately cease any marketing efforts that you are currently pursuing. Furthermore, we request a verification in writing within 5 days of the date of this letter that you have in fact taken these steps. If the website is not pulled down, and the marketing efforts have not ended, the odds are very good that a lawsuit will be filed against you.

If you have any questions, do not hesitate to contact me. My telephone number is 501 - 682-3625.



Sincerely,

Bradford J. Phelps Senior Assistant Attorney General



Alpha Marketing

From: 4

Wednesday, June 10, 2009 9:00 AM

Bradford Phelps Arkansas Attorney General's Office

To: bradford.phelps@arkansasag.gov

Dear Mr. Phelps:

It has been three weeks since you sent my company, Alpha Marketing, a cease and desist order (5/21/09) regarding the statewide promotion of our state-approved, registered, trademarked "Arkansas Lottery", "Arkansas Powerball" and "Arkansas Lotto" merchandise and radio station/retailer marketing programs.

In our face to face meeting a week after that order, also attended by your associate, James DePriest, you both seemed to be surprised to learn we have owned those registered trademarks for over 15 years. As I told you, we acquired those trade names after KSSN-FM, the state's #1 radio station at the time, did not renew its "Arkansas Lottery" registration. KSSN held and promoted the trade name widely for some time.

Now, we have continued to actively promote the same in various statewide media and by direct mail, person-to-person sales calls and on the internet.

As interest in the state's new Scholarship Lottery heightens, Alpha Marketing respectfully asks you to lift the cloud over our marketing efforts as soon as possible as we have temporarily suspended our advertising in the spirit of full cooperation with your office.

In the meantime, we are preparing to resume our marketing efforts sometime in late July or early August, unless, of course, your office determines to our satisfaction that we are in some way operating unlawfully.

The threat of your lawsuit against our small business necessitates that we hold off on any purchases of thousands of dollars of merchandise inventory for obvious reasons. And, naturally under the circumstances, we do not feel free to negotiate with retailers and radio stations at this time.

We desperately need to have your final position on this matter as all this prolonged delay could be very costly to us.

As I pointed out to you and Mr. DePriest, I have an unblemished record in several Arkansas enterprises since the 1960's and I would do nothing to tarnish that record.

At the end of the day, it should be clear to all that we lawfully registered, held and used

EXHIBIT

these names well before the state voted in its Scholarship Lottery and well before the "Arkansas Lottery Commission" was even formed.

Hopefully, you will give us relief with a letter of clearance.

Sincerely,

Ed Dozier Alpha Marketing

Davidson Law Firm, Ltd.

ATTORNEYS AND COUNSELORS AT LAW

CHARLES DARWIN "SKIP" DAVIDSON, J.D STEPHEN L. GERSHNER, J.D. DARWIN DAVIDSON, J.D., L.L.M MATTHEW D. WELLS, J.D PAUL DAVIDSON, J.D. 724 GARLAND STREET CANTRELL AT STATE P.O. BOX 1300 LITTLE ROCK, ARKANSAS 72203 (501) 374-9977 OFFICE (501) 374-5917 FACSIMILE (800) 353-9466

1422 Caldwell Conway, AR 72032 (501) 329-0666

385 Belvedere Hot Springs, AR 71901 (501) 620-4242 KIM BENNEFELD, OFFICE ADMINISTRATOR

WRITERS EMAIL skipd@dlf-ar.com

WRITERS DIRECT TELEPHONE: (501) 320-5110

August 19, 2009

Bradford J. Phelps Senior Assistant, Attorney General 323 Center Street, Suite 200 Little Rock, AR 72201

Re.

Arkansas Lottery, Registered Trademark Arkansas Lotto, Registered Trademark Arkansas Powerball, Registered Trademark

Dear Mr. Phelps:

This is to advise you that I represent the owner of the above referenced trademarks. I am attaching copies of the relevant trademark registrations.

In May, you wrote to my client, Alpha Marketing, and suggested that the use of the name of Arkansas Lottery was a deceptive practice.

He wrote to you in June stating that he was the owner of these registered trademarks and requested that you advise him further regarding your claim of deceptive practice.

He has not heard further from you and therefore it is his intent to continue the use of his registered trademarks. As you know, these trademarks have been registered and used for over 15 years.

The use of the Arkansas Scholarship Lottery Commission name may even infringe on my client's registered trademarks.

Please advise me immediately of your intentions regarding this matter.



Sincerely,

Charles Darwin "Skip" Davidson

CDD: amf Enclosures



STATE OF ARKANSAS OFFICE OF THE ATTORNEY GENERAL

Dustin McDaniel Attorney General Bradford J. Phelps Senior Assistant Attorney General Direct dial: (501) 682-3625 E-mail: bradford.phelps@arkansasag.gov

August 21, 2009

Mr. Skip Davidson Davidson Law Firm 724 Garland Street Little Rock, AR 72203

Dear. Mr. Davidson,

Thank you for your letter concerning your client, Alpha Marketing. As I explained to you on the telephone when we last spoke, I have nothing further to add to this matter.

I have referred your client's letter to the Arkansas Lottery Commission. While I disagree with many of the assertions in your letter, I will tell you that my office will not be taking any further action against Alpha Marketing at this time. Should that position change, I will of course let you know.

Cordially, yours,

Bradford J. Phelps

Senior Assistant Attorney General

