State of Arizona  
Department of Liquor Licenses and Control

2012 RANDOM SELECTION DRAWING RULES  
Revised March 26, 2012

PLEASE REVIEW CAREFULLY

<table>
<thead>
<tr>
<th>License Series</th>
<th>Fair Market Value</th>
<th>50% Deposit</th>
<th>50% Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bar (series 6)</td>
<td>$71,500</td>
<td>$35,750</td>
<td>$35,750</td>
</tr>
<tr>
<td>Beer/Wine Bar (series 7)</td>
<td>$9,950</td>
<td>$4,975</td>
<td>$4,975</td>
</tr>
<tr>
<td>Liquor Store (series 9)</td>
<td>$170,000</td>
<td>$85,000</td>
<td>$85,000</td>
</tr>
</tbody>
</table>

Entry Forms/Applications will be accepted from 8:00 a.m. on Thursday, April 5th through 3:00 p.m. on Wednesday, May 2nd, 2012. A Random Selection Drawing will be held on Monday, May 14, 2012 at 10:00 a.m. at 800 West Washington, Phoenix, AZ 85007, in the 1st Floor Auditorium.

There are two different types of lottery entry forms:
1) Disclosed Location Form – for applicants that have selected a location
2) Undisclosed Location Form – for applicants that have not selected a location

**Fees:**

**Disclosed Locations:** A non-refundable deposit of 50 percent (50%) of the Fair Market Value (FMV) of the license is due by Monday, August 27, 2012 (105 days after the date that the random selection drawing was held) with the balance of the FMV due within 5 days after notification that the license is ready for issuance. Failure to submit required fees will result in disqualification and an alternate applicant will be chosen.

**Undisclosed Location:** A non-refundable deposit of 50 percent (50%) of the Fair Market Value (FMV) of the license is due by Monday, August 27, 2012 (105 days after the date that the random selection drawing was held). The balance of the FMV due with five days after notification that the license is ready for issuance or no later than Thursday, May 14, 2015 (within 36 months after the random selection drawing was conducted), whichever date occurs first. Failure to submit required fees will result in disqualification and an alternate applicant will be chosen.

**Disclosed Location:**

I. **Random Selection Criteria**
   a. Each applicant will be required to meet the qualifications of licensure under A.R.S. §4-202 and 203 before obtaining the license.
   b. Pursuant to A.R.S. §4-203, every application for an active liquor license must establish a location to meet license issuance requirements.
c. No person shall submit more applications than the number of licenses available for each series in a county.

d. No person shall submit more than one entry form per location per liquor license series.

e. If the number of applicants for entry into the drawing does not equal the number of a license series that may be issued in a county, the department shall issue a number of licenses equal to the number of entries received for that license series in that county.

f. An independent accounting firm will assign an ID number to each entry. These numbers will be mailed to applicants by the firm prior to the date of the random selection.

g. Alternate applicants will be drawn for each license series in each county if applicable. An alternate list of applicants will be maintained until all new licenses have been issued.

h. Alternates shall be eligible for consideration as licensees in the event a successful applicant chooses not to be considered or is disqualified. Such consideration shall be determined by the numerical order in which the alternates were drawn.

**Undisclosed Location:**

II. **Random Selection Criteria**

a. Each applicant will be required to meet the qualifications of licensure under A.R.S. §4-202 and 203 before the license will be activated.

b. Every undisclosed location entry must establish a location by Thursday, May 14, 2015 (36 months after the date the random selection drawing was held).

c. No person shall submit more applications than the number of licenses available for each series in a county.

d. The rights to the license cannot be sold or transferred at any time between May 14, 2012 and June 14, 2015.

e. If the number of applicants for entry into the drawing is less than the number of a license series that may be issued in a county, the department shall issue a number of licenses equal to the number of entries received for that license series in that county.

f. The independent accounting firm will assign an ID number to each entry. These numbers will be mailed to applicants by the firm prior to the date of the random selection.

g. Alternate applicants will be drawn for each license series in each county if applicable. An alternate list of applicants will be maintained until all new licenses have been issued.

h. Alternates shall be eligible for consideration as licensees in the event a successful applicant chooses not to be considered or is disqualified. Such consideration shall be determined by the numerical order in which the alternates were drawn.