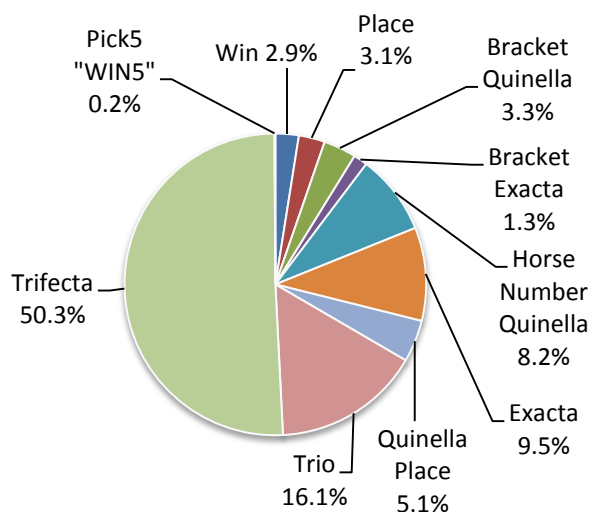


# Betting

## Type of Bets

Types of bets offered differ according to local racing venue. As of 2013, each organizer offers from eight to 10 varieties.

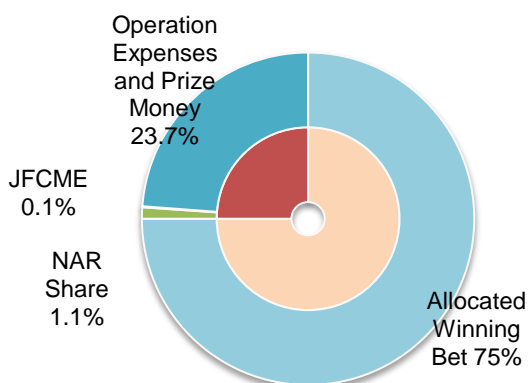
**2013 Betting Turnover by Racing by Local Governments**  
(total turnover ¥353,570,596,200)



## Deduction Rate

Racing by local governments deducts 25.0% of the total betting turnover, and the remaining 75.0% is allocated proportionally among winning bettors. Of this 25.0%, 1.1% is disbursed to NAR and around 0.1% to the Japan Finance Corporation for Municipal Enterprises (JFCME), a Japanese government agency. The remaining 23.7% is allocated to local governments for the administrative budget (0.9%), operating expenses and prize money.

**NAR House Take Percentages**



## Off-Course Betting Facilities

As of 2012, wagers can be placed at 92 off-course betting facilities (including 18 tracks not hosting races).

## Telephone Betting

Racing by local governments began offering telephone wagering in 1984. Telephone betting systems offered to fans vary according to local racing authority but are divided into two types: ARS and Internet betting (cell phones, smart phone or personal computers).

Similar to JRA's figures, local government racing also relies heavily on off-track sales. In 2001, the ratio of on-track/off-track sales was 50:50, but in 2013, the ratio drastically changed to 15:85. Sales at racecourses are decreasing year by year, but off-track sales are conversely in an increasing trend.

## NAR Racing Education Center

Most of the active NAR licensed jockeys have completed the jockey course at the NAR Racing Education Center in Nasu, Tochigi Prefecture. Each year, the Center accepts some 15 students who have passed the examinations, ranging from 15-year-old junior high school graduates to 20-years-old adults. The training period lasts two years and includes a five-month practical training period under the guidance of a trainer with whom the candidate will become affiliated with upon graduation. Upon completion of the two-year course at the facility, jockeys make their debut after passing the jockey license examination.

The 30,000-square meter Center includes a 1,100-meter dirt track with four riding paddocks in the infield, an uphill training track, stable area with a capacity of 160 horses, veterinary clinic, farriery, etc. In 2010, the international quarantine stables were newly built for horses entering and leaving Japan.