



Stallion Enrollment Terms

1. The stallion incentive will allow up to and no more than 100 listed stallions each year. Once the list is full, a waiting list will be put in place and made viewable on the website. Stallions on the waiting list may elect to enroll in the Fast Pass program for a 3 year minimum commitment. Upon completion of the 3 year commitment, stallion owners may continue to enroll the stallion for \$10,000.00 per the terms of payment and contract execution noted in section 7.
2. Should a stallion be removed from the listing, the slot may not be sold, transferred, partnered on, or held for another stallion. Should a stallion die or be gelded while enrolled, the owner may substitute another stallion under their ownership but must do so within 7 business days of notifying the The Breeders Challenge in writing to maintain their enrollment status. Offspring sired by the replacement stallion would be grandfathered in under the same guidelines of the offspring enrollment.
3. Enrolled Stallions that are deceased offering frozen semen to fulfill the contractual commitment will be upheld. Should the stallion be removed from the listing, the owner may substitute another stallion under their ownership but must do so in writing to The Breeders Challenge prior to the next years enrollment deadline to maintain enrollment status. Offspring sired by the replacement stallion would be grandfathered in under the same guidelines of the offspring enrollment effective the year the contract is in place for. These stallions may not be replaced during an active contractual year.
4. Should a stallion be sold while enrolled, it is the seller's responsibility to provide the incentive program with a notarized statement disclosing the buyer's full contact information, co-signed contract agreeing to the terms of the incentive program no later than 7 business days from transaction completion. Should the buyer fail to honor the terms of the contract, the stallion will be removed from the program and the next stallion on the waiting list will be given the opportunity for enrollment.
5. Stallions that are removed from the program can be re-enrolled, by being placed at the end of the waiting list. Stallion Owners will receive 30% of all payouts while enrolled, once a stallion is removed from the program they forfeit their 30%. The offspring in the year immediately following the stallions enrollment will be the final foal crop eligible for enrollment if the stallion is removed. All offspring must be nominated by the deadline of the following year once the stallion is removed.
6. Stallion offspring will be eligible for nomination for each breeding season the stallion is enrolled, ie: stallion paid in for 2021 eligible offspring born in 2022.
7. The stallion enrollment fee is required for each breeding year the stallion is enrolled. Stallions must be enrolled and either be paid in full or have the first installment paid by November 15 prior to the breeding year. Stallion enrollment fees are non-refundable. The executed contract and first payment or full payment are required by November 15. Contracts received by November 15 will be granted a 5 business day grace period for payment receipt with a \$1,000.00 non refundable late fee penalty in addition to the enrollment fee. The late fee will apply to a singular paid in full November 15 or individually November 15/February 1 if the stallion owner elects to pay in installments. Failure to receive payment by the 5th business day following the deadline will result in stallion

removal from the program effective immediately and the next stallion on the waiting list will be given the opportunity for enrollment. Accepted payment methods:

- a. UPS, USPS, Fedex – postmarked by deadline/s
 - i. Credit Card; will include an office processing fee
 - ii. Check; returned checks will incur a \$150.00 processing fee and payment will be required in the form of credit card on the date of return to maintain eligibility
 - iii. Cashiers Check

A. The annual enrollment fee will be \$7,500.00 for the first 100 enrolled stallions in the program. Should a stallion be replaced with another stallion, the substituting stallions annual enrollment fee will be \$10,000.00.

Payment Options

Stallion Owner will be invoiced their annual enrollment fee at time of contract execution.

Option #1

\$2,500.00 due by November 15

\$5,000.00 due by February 1

Option #2

\$7,500.00 paid in full November 15

B. The annual enrolment fee will be \$10,000.00 for stallions enrolled beyond the first 100 enrolled stallions in the program.

Payment Options

Stallion Owners will be invoiced their annual enrollment fee at time of contract execution.

Option #1

\$2,500.00 due by November 15

\$7,500.00 due by February 1

Option #2

\$10,000.00 paid in full November 15

8. The stallion's current year breeding report must be submitted by November 31 each year. The listing of mares is NOT required. Proof of stallion report submission from AQHA &/or APHA is acceptable should a stallion owner elect to not share the listing of mares. Failure of stallion report submission will result in ineligibility and the stallion will be removed from the incentive program.
9. Enrolled stallions must breed no less than 20 mares each year to remain eligible for enrollment. Should a stallion not breed 20 mares, the stallion owner will be responsible for the difference in enrollment fees of \$250.00 per delinquent mare. An invoice will be submitted to the stallion owner by management and the amount due will be required 30 days from receipt to avoid ineligibility and removal from the incentive program.
10. Stallion enrollment will automatically allow for enrollment of stallion offspring so long as offspring enrollment fees are paid in full per the terms of the offspring enrollment. The first year a stallion is in the program, all offspring regardless of age may enroll for the weanling rate. Offspring must be paid into the program prior to any eligibility to compete at Qualifier Races, Challenger Races, and The Breeders Challenge Finale.
11. The stallion enrollment fee will guarantee an 85% payout to The Breeders Challenge Finale Purse. The remaining 15% will be reserved for administrative expenses and advertising.

12. Stallion Owners will be paid on a tiered schedule of 30% of the purse. Checks will be mailed within 7 business days of each event.
13. Stallion Owners will be required to conduct themselves in a professional manner at all times. There will be zero tolerance for unprofessional conduct toward any member of management, show management or representation, and all associated members of the program.
14. Stallion Owners will have their stallion showcased by The Breeders Challenge at all associated Breeders Challenge events: Qualifiers, Challenger, and The Finale.
15. Enrolled and Fast Pass Stallions are eligible to compete at all Breeders Challenge events while enrolled. Stallions earning a check will be paid 60% for the Owner portion of the 100% unless they are also nominated and then they would also have 10% paid to the Nominator. If enrolled as a stallions offspring, the stallions sire would receive 30% of the payout.

I have read and understand the terms and conditions of The Breeders Challenge Enrollment Program. I hereby agree to abide by the terms and conditions associated herein.

Stallion Owner Signature

Stallion Owner Printed Name

Date