

BREEDING CONTRACT - VJ ROYAL HEIR

1. BREEDING FEE:

The undersigned, O	wner ("Mare Owner") of t	he mare:
(Name)		
the Arabian Stallion,	VJ ROYAL HEIR ("Stallic	hereby agrees to breed to on") AHA #637954 standing at
Southern Oaks Farm	LLC (hereafter "SOF") or	its custodian, to pay a breeding
fee of \$3000.00 cov	ering the breedi	ng season.
breeding deposit of	\$500.00 is due at signin	le as follows: a non-refundable ng of this contract to reserve the t be paid before semen is shipped.
Special terms:		

2. CONDITIONS FOR ACCEPTANCE FOR MARES TO BE BRED BY TRANSPORTED SEMEN OR FROZEN SEMEN:

Prior to the semen shipment to the Mare owner, SOF or its custodian shall be furnished with a copy of the Mare's Registration papers. The mare must also have a negative uterine culture (90 days) prior to semen shipment.

3. TRANSPORTED & FROZEN SEMEN AGREEMENT

- 3.1) COLLECTION SCHEDULE Collection of semen for shipment will occur at 11:00 A.M EST on Monday, Wednesday, and Friday throughout the designated breeding season. Shipment will be by priority overnight FedEx unless otherwise designated.
- 3.2) NOTIFICATION FOR SHIPMENT- Mare owners must notify SOF or Custodian 24 hours in advance or up to 11 A.M. Eastern time on the day of a scheduled collection for overnight FedEx. If airline shipment is requested, notifications MUST be 24 hours in advance for proper scheduling. Semen availability will be on a first come first served basis. Purchaser expressly acknowledges that all orders for semen are subject to availability.
- 3.3) SEASONAL LIMITATIONS- A mare owner may not receive more than six (6) semen shipments during a regular breeding season. With proper notice, another mare may be substituted or the original mare may be sent to SOF or its affiliates for on the farm insemination.
- 3.4) DESIGNATED BREEDING SEASON- Breeding season is from February 15 through July 31. The Stallion Owner reserves the right to exhibit Stallion at certain horse shows during breeding season. Semen will not be available at these times. The Stallion's show schedule is available by calling SOF at (561-358-4118).
- 3.5) FROZEN SEMEN \$350. This fee ensures Mare Owner with up to two (2) breeding doses of frozen semen. A frozen semen breeding dose is defined as a single insemination dose containing a minimum of 600 million sperm cells and has a post-thaw motility of greater than 30%. Please note handling charges including dry shipper, FedEx shipping fees and/or courier fees will be billed to mare owner.

4. REBREEDING PRIVILEGE:

SOF and its custodian anticipate a live foal from this mating. A live foal is defined for the purposes hereof as one, which stands and nurses for at least 24 hours. Should the Mare abort at any time after being confirmed in foal to the Stallion, or should her foal be born dead, the Mare Owner is guaranteed a return privilege for the same Mare or a substitute Mare, during the same or next season free of any additional fees except for any unpaid services, expenses, or fees under numbers 1 and 2. If a return privilege is exercised after the same or next season a fee of \$500.00 shall be charged. The return breeding privilege can only be exercised for the two (2) breeding seasons following the initial breeding season. This privilege shall not apply unless SOF or its custodian is notified by registered or certified mail, return receipt requested, within ninety-six (96) hours of delivery of the aborting foal's death and a statement by a licensed Veterinarian follows with in twenty (20) business days setting forth the details thereof and certifying that such abortion or death did not result from any act or omission of the Mare Owner, or any other party subsequent to the Mare being confirmed in foal, and that all due care had been exercised and that said Mare has been afforded all reasonable protection.

5. CONTRACT NULLIFICATION:

It is understood that should the Stallion die or become unfit for service and the Mare does not produce a foal, this contract shall become null and void, in which case, money paid as breeding fees only, shall be refunded as per #8 to the Mare Owner while monies paid for services under #2 shall not be refunded.

Furthermore, in the event the Stallion dies or becomes unfit for service; frozen semen will not be made available to fulfill this contract.

6. REPRESENTATION:

SOF hereby represents to the Mare Owner that any semen transported will be from the Stallion indicated on the Semen Collection Report, and that any other information on the Report shall be accurate. SOF DISCLAIMS ALL OTHER REPRESENTATIONS AND WARRANTIES CONCERNING OR RELATED TO THE TRANSPORTED OR FROZEN SEMEN, INCLUDING WITHOUT LIMITATION ALL REPRESENTATIONS AND WARRANTIES OF MERCHANTABILITY AND/OR FITNESS FOR A PARTICULAR PURPOSE.

SOF hereby represents to that all applicable Mare and personal information is true, complete and correct.

7. WAIVER OF LIABILITY:

Except in the event of gross negligence, recklessness, or willful misconduct by SOF, its agents, servants or employees (the "Parties"), shall not be liable for any sickness, disease, estray, death or injury which may suffer by the Mare, or any foal of the Mare, or for any other cause of action whatsoever arising out of or in any way connected with the breeding or provision of any service to the Mare. Mare Owner understands that SOF does not provide any public liability, accidental injury, theft or equine mortality insurance on the Mare or any foal that may be born to the Mare as a consequence of breeding the Mare to the Stallion, and that all risks connected with connected with breeding or provision of any service to the Mare and such foal shall be born solely by the Mare Owner.

MARE OWNER HEREBY AGREES THAT SOF PARTIES SHALL NOT BE LIABLE FOR ANY SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES ARISING FROM THE TRANSACTIONS COVERED BY THIS AGREEMENT, INCLUDING WITHOUT LIMITATION ANY DAMAGES ARISING FROM THE NON- PERFORMANCE OF OBLIGATIONS WHICH MARE OWNER MAY HAVE UNDERTAKEN TO ANY THIRD PARTY IN RELIANCE UPON ANY PROMISES IN REPRESENTATIONS MADE IN THIS

AGREEMENT, IN NO EVENT SHALL SOF BE LIABLE FOR ANY ACTION OR CAUSE OF ACTION ARISING UNDER THIS AGREEMENT EXCEED THE AMOUNT OF THE FEES PAID BY MARE OWNER HEREUNDER.

8. PAYMENT OF FEES:

Mare owner hereby agrees to pay SOF all applicable charges, fees, services and expenses identified on the agreement. Except for those which require payment in advance, the charges, fees and expenses shall be due and payable upon receipt of any invoice rendered by SOF. Mare owner will pay a late charge of one and one-half percent per month or the greatest charge allowed by law on all past due moneys. All payments shall be paid in lawful money of the United States at the office of SOF.

9. REFUND OF FEES:

The only fees that are refundable under this agreement are the breeding fees. The breeding fees are only refundable should the stallion die or be unfit to breed for any reason. The fees are refundable only as follows:

- 1) Fully refunded if no semen has been shipped or breeding attempted.
- 2) Fifty percent (50%) of the breeding fee will be refunded if semen has been shipped for the first year of breeding or at least one breeding attempt.
- 3) No refund will be made if semen has been shipped or breeding has been attempted.

10. TRANSFERS OR SALE OF BREEDING:

This agreement shall be binding upon and inure to the benefit of the parties hereto and their respective successors. The breeding or re-breed right may only be transferred with the sale of the above Mare. Only if the breeding has been completely paid for, the new Mare Owner executes a new service contract,

and pays 20% of the breeding fee, as a transfer fee, within 30 days of the sale or the breeding becomes nullified. There are no other provisions for the transfer or sale of these rights.

11. MISCELLANEOUS PROVISIONS:

Mare owner hereby agrees to indemnify and hold harmless the SOF parties harmless from and against any and all claims, demands, causes of action, damage, costs, and expenses. Losses or liabilities, at law or in equity, of every kind and nature know or unknown arising out of or in any manner connected with any injury to any third party person or persons or the property of any third party or persons caused by the Mare, or any foal resulting from any breeding of the Mare to the Stallion, and any and all claims, demands, causes of action, damages, costs, expenses, losses or liabilities, at law or in equity, of every kind and nature known or unknown arising out of or in any manner connected with any injury to Mare or any foal of the Mare while they are in custody of SOF parties.

This agreement herein constitutes the entire agreement between the parties and supersedes all prior oral and written negotiations and understandings with respect to the subject matter hereof. Except as otherwise provided herein, this Agreement may be amended or modified only in writing, with 30 days notice, signed by both parties. Any communication or notice made in connection with this Agreement shall be made in writing only. Any notice or communication shall become effective when deposited in the United States mail properly addressed to the addresses at the end of the Agreement with proper for first-class mail.

Mare Owner shall reimburse SOF for all costs, fees and expenses, including reasonable attorney's fees incurred by rights under this Agreement.

In the event of the dispute between the parties concerning this Agreement, the prevailing party, whether or not a suit, action or arbitration is instituted, shall be entitled to recover reasonable attorney's fees, costs, and disbursements

arising from any such dispute including without limitation, at trial, on appeal, in connection with the enforcement of any judgment or in the interest of any voluntary or involuntary bankruptcy proceedings.

This agreement may be executed in counterparts. Any lawful or unenforceable provisions of this Agreement shall be severable without affecting the validity of the balance of the agreement.

This agreement shall be governed by construed in accordance with the laws of the state of Georgia. Any dispute related to this agreement shall be resolved by binding arbitration through the American Arbitration Association in Gordon County, Georgia before a single neutral arbitrator who shall be familiar with the equine industry, and who shall award costs and attorney's fees to the prevailing party.

MARE OWNER HAS READ AND ACCEPTS AI THIS AGREEMENT.	L OF THE TERMS ON EACH PAGE OF
Mare Owner Signature Date	
Mare Owner (Printed)	
Address City State Zip code	
Phone Number Email	
Received by Southern Oaks Farm LLC	Date

SOUTHERN OAKS FARM SUMMARY SHEET VJ ROYAL HEIR

1) () COMPLETE BREEDING CONTRACT, SHIPPING INFORMATION SHEET & CREDIT CARD INFORMATION SHEET. REMIT PAYMENT FOR BREEDING FEE. *CHECKS MADE PAYABLE TO: SOUTHERN OAKS FARM LLC. 211 DARBY RD SW, CALHOUN, GA 30701 Office: 561–358–4118

2) () THE CREDIT CARD AUTHORIZATION FORM MUST BE SIGNED AND RETURNED TO SOUTHERN OAKS FARM BEFORE COLLECTIONS ARE SHIPPED TO COVER THE FOLLOWING EXPENSES:

COLLECTION FEE: \$350.00 + FedEx Shipping Fees
COUNTER TO COUNTER AIR SHIPPING: \$475 + Air Shipping Fees
NO SEMEN WILL BE SHIPPED UNLESS BREEDING FEES HAVE BEEN PAID AND
AGREEMENTS HAVE BEEN SIGNED AND RETURNED.

3) () TO ORDER COLLECTIONS WHEN YOUR MARE COMES IN HEAT AND WHEN YOU WISH TO RECEIVE YOUR SHIPMENT OF SEMEN:

CALL SOUTHERN OAKS FARM – WEEKLY COLLECTIONS ARE 11 A.M.

(EASTERN) MONDAY, WEDNESDAY, AND FRIDAY.

FOR A SATURDAY SHIPMENT, CALL BY 5 PM.(EASTERN) ON FRIDAY.
*REMEMBER 24 HOUR NOTIFICATION IS NECESSARY (FIRST CALL FIRST SERVED)

- 4) () RETURN EQUITAINER AND CONTENTS (WITHIN 72 HOURS) TO: SOUTHERN OAKS FARM LLC., 1 211 DARBY RD SW, CALHOUN, GA 30701.
 - *IF NOT RECEIVED WITHIN 72 HOURS, YOU WILL BE CHARGED \$25.00 PER LATE DAY. *IF NO RETURN, YOU WILL BE CHARGED \$300.00
- 5) () PLEASE NOTIFY SOUTHERN OAKS FARM AT 561–358–4118, WHEN YOUR MARE IS CHECKED IN FOAL.

SHIPPING INFORMATION SHEET

SOUTHERN OAKS FARM - VJ ROYAL HEIR 211 DARBY RD SW, CALHOUN, GA 30701 Office: 561-358-4118

MARE OWNER OR LEASEE:	
PHONE:	CELL:
MARE'S NAME:	
REG#	BREED
MARE MANAGER OR CONTACT:	
PHONE:	CELL:
FAX:	E-MAIL:
FEDEX (next day delivery) SATURDAY DELIVERY:	_ HOLD FOR PICKUP:
OR	
CLOSEST AIRPORT IF SHIPPING BY	AIRPORT INITIALS:
SHIPPING ADDRESS: FEDEX OR SA	

Credit Card Authorization Form

A 4% convenience fee will be added to all credit card charges.

This form is used to authorize Southern Oaks Farm LLC to charge your credit card for ongoing shipments of semen, after the first shipment, via credit card.

Please fill out form completely and return it to us via email or via US Mail at the following address:

211 DARBY RD SW, CALHOUN, GA 30701

Office: 561-358-4118 • southernoaksfarmfl@gmail.com

Credit Card Information	on						
Credit Card type:	AMEX Dise	cover MasterCa	rd VISA				
Card Number:							
Card Security Value: (See back of card for 3 or 4 digit number on signature strip or for AMEX on front above last							
Name on Card:							
Credit Card Billing Ad			it card statements):				
Street:	Chahai	7in Codo:	Country				
EMAIL:			Country:	_			
Southern Oaks Farm L Customer or Farm Na		ormation		_			
Address:							
Horse Name (s):							
<u>Authorization</u>							
I hereby authorize Sou	uthern Oaks Far	m LLC to charge for	r each semen collection	on shipment via			
Fedex or for each ship Charges.	ment via the so	cheduled airlines red	quested or Equitainer	No-Return			
COLLECTION FEE: \$	350.00 + FedEx	Shipping Fees					
COUNTER TO COUN	TER AIR SHIPPIN	NG: \$475 + Air Ship	ping Fees				
RETURN EQUITAINE	R AND CONTEN	TS (WITHIN 72 HOU	RS) TO: SOUTHERN OA	AKS FARM LLC			
*IF NOT RECEI	VED WITHIN 72	HOURS, YOU WILL E	SE CHARGED \$25.00 P	ER LATE DAY.			
		CHARGED \$300.00					
Cardholder Signature:			Date:				