

Stallion Contract

This contract made by and between Cerulean Farm, LLC (Stallion owner) and

(Purchaser) for the breeding of the Mare named: _______, with registration number: ______to Bridon Belfrey, RID, the Stallion) for the ______breeding season ("Present breeding season"); subject to the following terms and conditions:

- 1. PURCHASER DESIRES TO USE: FRESH CHILLED SEMEN
- 2. THE MARE: The Mare to be so bred is (breed of Mare):

The purchaser may not substitute another mare for breeding without prior written consent of the Stallion Owner. Embryo Transplants and ICSI procedures are also prohibited without written permission of the Stallion Owner and unless purchaser signs embryo transfer/ICSI agreement.

3. FEES: Purchaser agrees to pay the Stallion Owner the following fees:

FRESH COOLED SEMEN: The Stallion Service Fee of \$1600.00 US, which includes a non-refundable booking fee of \$400.00 US is due at the signing of this contract and is payable before the Mare is bred or semen is shipped. If more than 2 collection attempts are required, a trip charge fee of \$50-\$250 must be paid to Cerulean Farm before each additional collection is booked. Every attempt will be made to secure the least expensive collection facility option for the mare owner.

All collection and shipping fees are at Mare Owner's expense to be paid directly to collection facility.

FROZEN SEMEN: The Stallion Service Fee of \$1000.00 US/dose for Frozen Semen which is payable via Paypal or wire transfer before semen is shipped. Shipping, vapor shipper rental and semen processing costs are the responsibility of the Mare Owner and are paid directly to Storage Facility. NO Live Foal Guarantee is offered with Frozen Semen. For ICSI procedures, a Stallion Service Fee of \$1000 US per viable embryo recovered is required.

LIVE COVER: The Stallion Service Fee of \$1600.00 US for Live Cover, which includes a non-refundable booking fee of \$400.00, a Chute Fee of \$350 US plus one month of mare care fees are due at the signing of this contract and is payable before the Mare arrives on the premises. Mare must be well-nourished and have appropriate body weight with good flesh over ribs and a recent photo of mare must be submitted and approved before mare arrives on premises.

A 2-Consecutive-year Return for Service Live Foal Guarantee is offered with Live Cover and Fresh Cooled Semen so long as Stallion is fit for service. A return of service fee of \$400 is payable before mare is covered or semen is shipped. If Stallion dies or becomes unfit for service within the 2-Consecutive-year Return for Service Live Foal Guarantee period, Mare Owner has the option for service to any other Cerulean Farm Stallion. Whether or not Mare Owner breeds to another Cerulean Farm Stallion, this contract is considered complete and fulfilled.

ALL FEES AND COSTS MUST BE PAID BEFORE SEMEN WILL BE SHIPPED OR MARE IS BRED.

4. RESERVATIONS FOR SEMEN (ON THE FARM OR SHIPPED):

The Farm's receipt of the above Booking Fee confirms the Mare's reservation to breed to the Stallion for the Present Breeding Season. Breeding orders will be filled upon receipt of full payment of Stallion Service Fee and will be dependent upon collection facility scheduling.

5. CONDITIONS:

Stallion service will be provided only to healthy mares in sound breeding condition, as determined by a veterinarian acceptable to the Stallion Owner. The Stallion Owner may require the submission of a recent negative intrauterine culture certificate (within 60 days). In some cases, the form may also require a uterine biopsy and/or Progesterone assay. In all cases, the veterinarian must certify that the Mare's immunizations for equine rhinopneumonitis (equine herpes type 1) have been kept current. If mare fails to settle and the aforementioned documentation is not received prior to insemination, STALLION OWNER reserves the right to refuse the mare. If the mare is refused, the booking fee shall constitute liquidated damages. The MARE OWNER may substitute another mare within that breeding season with STALLION OWNER approval.

6. RETURN OF SERVICE:

Purchaser shall not be entitled to a refund of fees paid. However, the MARE OWNER shall have the right of return of Stallion's service within the 2-Consecutive-Years only, the first year upon entering this contract, under the following circumstances:

• If the Mare does not settle during the present Breeding Season, she is eligible for return of service to the Stallion in the following year breeding season if the Purchaser submits a veterinarian's certificate to that effect. The Purchaser recognizes the Farm's right to require a negative intrauterine culture prior to the Mare's return to service.

• If the Mare is examined in foal, but becomes barren during gestation, the Mare is eligible for return service to the Stallion if the Stallion Owner receives a veterinary certificate of barrenness within 5 days of the examination.

• If the Mare subsequently produces a live foal that is unable to stand alone and nurse, and subsequently dies, a veterinary certificate must be provided within 5 days from the date of the death.

In all cases, a booking fee of \$400 per calendar year will be due prior to return of service. The required veterinary certificate shall affirm that the Mare had been immunized for equine rhinopneumonitis (equine herpes type 1) during pregnancy and the date of such vaccination. Where appropriate, the certificate shall confirm that the Mare was properly cared for during gestation and was attended by veterinarian at foaling. The Stallion Owner's timely receipt of the required veterinary certificates is a condition precedent to any right of return.

If the purchaser's Mare becomes unfit for breeding or otherwise unbreedable, purchaser may substitute another Mare within the 2-Consecutive-Years upon approval of Stallion Owner. Purchaser must request this change in writing.

All rights of return to the Stallion are Subject to prepayment of costs as set forth in 3(c) above.

7. REFUND OF FEES:

This contract shall remain intact and the purchaser shall be entitled to a breeding of another Cerulean Farm Stallion if the Stallion should die or become unfit for service prior to serving the Mare in the Breeding Season when this contract was signed. The Purchaser shall not be entitled to any refund if the Stallion should die or become unfit for service after the semen has been shipped or in any subsequent breeding season. No refund is available if Stallion is sold; however, all reasonable attempts will be made with new owners to secure breeding to said mare.

8. NON-ASSIGNMENT:

This contract cannot be assigned or transferred by Purchaser without written permission by stallion owner. There shall be no right of return to the Stallion if the Mare is sold or otherwise changes ownership after having been serviced by the Stallion.

9. WARRANTY:

The Stallion Owner is not responsible for lost, delayed, or damaged semen and makes no representations or warranties of any kind with respect to any semen furnished hereunder except that it is the Stallion's. ALL WARRANTIES OR MERCHANTABILITY AND FITNESS FOR PURPOSE ARE HEREBY EXCLUDED.

The Purchaser hereby releases the Stallion Owner & the Farm (Cerulean Farm, LLC) from any liability for any disease, injury or accident to the Mare or accompanying foal resulting from any negligence.

10. CERTIFICATE OF COVERING BY STALLION:

The Stallion will provide the Purchaser with a covering certificate with Mare Details. Covering Certificates will be submitted to the I.D.H.S.N.A. at the end of the breeding season.

11. EMBRYO TRANSFERS, ICSI and TWINS

Embryo Transfers, ICSI procedures and Twins are subject to all the conditions of this contract per embryo transferred, frozen and second viable Twin. If two or more embryos or viable twins result, the Stallion Owner must be notified; the Mare Owner is responsible for an additional stud fee per viable embryo transferred, frozen and twin. The Mare Owner agrees that Stallion Owner retains full ownership of second and all subsequent embryos recovered and/or viable twin produced if the Mare Owner fails to remit a stud fee per embryo and one twin. No additional booking fees or collection fees apply. When payment is received in full, a covering certificate from the Stallion Owner will be issued to the Mare Owner upon registration of each foal. For ICSI contracts, a copy of this contract must be submitted to ICSI Veterinarian as well as a separate contract provided by Cerulean Farm between

the ICSI Veterinarian and Cerulean Farm agreeing to the above aforementioned terms. Any unused portion of the frozen straw used in the ICSI procedure must be returned to Cerulean Farm's storage facility at Mare Owner's expense.

12. SALES TAX:

All fees are subject to applicable Kentucky Sales tax. Purchaser is responsible for payment of tax.

13. GOVERNING LAW:

This contract shall be governed by the laws of the Commonwealth of Kentucky and shall be binding upon the parties hereto and their personal representatives.

The parties hereby agree that any legal action under this contract shall be brought in Shelby County, Kentucky. The parties further hereby agree to have any disputes be resolved thought mediation and arbitration by a licensed mediator chosen by the Stallion Owner.

IN WITNESS WHEREOF, the Parties hereto have hereunto set their hands and seals.

MARE OWNER (or Authorized Agent) MARE OWNER Printed Name	· • <u> </u>		
Street:			
City:			
Phone:			
Email:			
STALLION OWNER (or Authorized A	nent) Signature: X		
STALLION OWNER Printed Name:			
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AL REGISTRATION INFORMATION:			
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Service Date(s) to be completed by stallion owner: