



BREEDING CONTRACT

This contract, made and entered into this ____ day of _____, 2010, by and among Gumz Farms, LLC (“Owner”) for _____, and Mare Owner or Lessee (“Mare Owner”) _____ . All rights and responsibilities between the parties for the 2010 breeding season are set forth in this contract.

1. Mare Owner agrees to breed the mare named _____, Registration # _____, Breed _____, (the “Mare”), to the Stallion, _____, Registration # _____, Breed **AQHA**, (“Stallion”), during the 2010 breeding season (commencing February 1, 2010 and ending on July 1, 2010).
2. Mare Owner shall pay a breeding fee of \$ _____ (USD) to have mare bred to Stallion in 2010 upon signing of this contract. Mare Owner shall pay the breeding fee and all other fees in full prior to receiving shipped semen or prior to the mare departing the farm.
3. Mare Owner agrees to pay for care and feeding while in the custody of Farm at \$18.00 per day for dry mares and \$22.00 for wet mares. Show mares may be boarded for breeding purposes at \$25.00 per day which includes daily grooming, exercise and/or turnout. A foaling fee of \$375.00 shall be charged if mare delivers a foal at the Farm. Invoices shall be sent on a monthly basis. Mare owner has inspected the Farm and is satisfied with same as evidenced by signing below.
4. If a rebreed occurs, a \$250 rebreed fee will occur
5. *The following charges apply to Domestic Cooled Shipped Semen. International charges by quote.*
 - A. FedEx or UPS per next day shipment: \$275.00
 - B. Counter to Counter per shipment: \$375.00
 - C. Container deposit of \$300.00 for use of all Equitainers.
 - * These rates include all outbound FedEx or UPS fees, container rental or disposable containers.
 - * All semen that is shipped by whatever method shall be fully tested and a control sample shall be maintained at the farm.
6. If mare is to be bred utilizing cooled, shipped semen, the first shipment of semen shall be **free** with each paid breeding. If subsequent collections and shipments are required, standard fees apply as described above.
7. Mare Owner warrants that the mare is healthy, in sound breeding condition, is halter broken and registered with the breed association shown above. Owner retains the right to require a negative uterine culture or equine cytology with sensitivity test for maiden and/or barren mares or any a mare requiring more than three (3) semen shipments in a breeding season. A current, legible copy of the mare’s registration papers must be attached to, and will become a part of, this Agreement.
8. All parties agree to diligently try to settle Mare. Should Mare not settle, Mare Owner will hold Owner and Farm harmless from any resulting loss or damages. Farm shall not be liable for any injury, sickness, disease or death of Mare or her offspring arising from the exercise of the breeding rights and privileges granted herein. Insurance is the responsibility of the respective parties to this Agreement. Also, Mare Owner agrees by signing below that Owner is authorized to consult with and obtain direction of a licensed veterinarian with regard to the care of the mare. Further, Mare Owner hereby authorizes Owner to obtain and follow a licensed veterinarian’s directions with

regard to the mare and fully releases and holds harmless Agent, the Farm, their respective officers, directors, employees, agents representatives, assigns affiliated persons, and/or others acting on their behalf.

9. Unless approved by Stallion Owner in writing, the LFG "Live Foal Guarantee" shall be void and Stallion Owner released from liability if Mare is sold prior to foaling. Contractual guarantees can only be extended by Stallion Owner in writing to third parties. The LFG shall be conditioned upon compliance by Mare owner of all conditions set forth in this Contract. Stallion Owner hereby guarantees to Mare Owner that a single, live foal will result from the privileges granted herein. "Live Foal" means that the foal will stand and nurse. It is further agreed that should the mare die, prove barren, abort the foal, or if the foal is stillborn, Mare Owner is entitled to a return service for the subsequent breeding season only to Stallion, provided that Mare Owner has remained in compliance with the terms and conditions set forth herein and all outstanding accounts with regard to the rights and privileges granted herein are paid in full. If Stallion dies, sells or becomes unfit to breed before mare is bred, Stallion Owner shall have no liability to Mare Owner except notification of its occurrence. Should Stallion die, sell or become unfit to breed before mare is bred, then frozen semen, if available, shall be used to fulfill the contract. Refunds will be given at the sole discretion of Stallion Owner. If The Mare dies during breeding season, Mare Owner may substitute another mare upon written approval of alternate mare by both parties to this Contract. Stallion Owner shall be released from the LFG and the LFG shall be void if :

- a. Mare Owner fails to notify Gumz Farms, LLC within forty-eight (48) hours after the time of foaling that a live foal was not produced; and
- b. Within fourteen (14) days after such event, Mare Owner has not provided certification that foaling was properly attended and produce a veterinarian's statement substantiating the failure of the mare to produce a live foal; or
- c. The Mare is sold without notice to Stallion Owner.

9. Mare Owner shall not sell or assign this breeding contract without prior written consent of Stallion Owner. There shall be no substitution of mares without the express written consent of Stallion Owner. Any attempt to assign or substitute without prior written consent of Stallion Owner will terminate this Agreement and release Stallion Owner from all obligations contained herein.

10. If more than one embryo results from a breeding during embryo harvesting, Mare Owner must pay an additional Stallion Service fee within sixty (60) days of confirmed pregnancy in order to receive a certificate for the additional foal(s). However, if Mare has a twin birth resulting in two foals that stand and nurse an additional breeding certificate will be issued.

11. **WARRANTY.** NO WARRANTIES WHATSOEVER, EXPRESS OR IMPLIED, SHALL ACCOMPANY A BREEDING TRANSFERRED BY THIS AGREEMENT. NO GUARANTEE OF DELIVERY OF SHIPPED SEMEN WITHIN A CERTAIN TIME PERIOD OR GUARANTEE THAT SHIPPED SEMEN WILL SAFELY REACH THE INSEMINATION POINT OR WILL BE THAWED WITHOUT LOSING SOME OF ITS INTEGRITY, QUALITY OR CHARACTERISTICS IS GIVEN BY THIS AGREEMENT.

12. **INDEMNIFICATION:** Mare Owner shall be solely responsible for all acts and behavior of Mare at all times during this Agreement. In no case shall Gumz Farms, LLC or any of its respective officers, directors, employees, agents representatives, assigns affiliated persons, and/or others acting on their behalf be liable for the acts and behavior of Mare other than in the exercise of gross negligence or willful and wanton misconduct on the part of Owner in breeding, handling and/or keeping of the Mare. Mare Owner also hereby agrees to indemnify and hold Owner harmless against all damages sustained or suffered by any third person that were caused by the acts of the Mare or her foal.

13. **RELEASE AND HOLD HARMLESS:** Mare Owner understands that every reasonable effort to ensure a safe delivery will be utilized. Mare Owner agrees to release and hold harmless Owner and their respective agents, employees, representatives, assigns, affiliated persons, and/or others acting on their behalf from liability for ordinary negligence relating to any and all injuries, damages, personal property damages or losses that Mare Owner may sustain arising out of being on the premises (unless Stallion Owner caused the injury, damage or loss intentionally or in reckless disregard for the safety of the Mare Owner).

Mare Owner understands that every reasonable effort to ensure a safe delivery will be utilized. Mare Owner agrees to release and hold harmless Gumz Farms, LLC, Owner and their respective agents, employees, representatives, assigns, affiliated persons, and/or others acting on their behalf from liability for ordinary negligence relating to any and all injuries, damages, personal property damages or losses that Mare Owner may sustain arising out of the breeding, handling, foaling or keeping of the Mare on the premises that may accrue from any cause whatsoever including, but not limited to, theft, fire, escape, running away, accidents, illness, injuries or death during the term of this Agreement or while mare is in the care and custody of Gumz Farms, LLC.

14. This Agreement shall be construed in accordance with the laws of the State of Kentucky and will inure to the benefit of the heirs, personal representatives, successors and permitted assigns of the parties. Mare Owner irrevocably and unconditionally submits to the personal and subject matter jurisdiction of Kentucky. All venue objections are waived. Should Gumz Farms, LLC resort to legal action to enforce the terms of this agreement, Gumz Farms, LLC shall be entitled to all legal fees, costs and expenses should a dispute arise between the parties.

15. This Agreement represents and constitutes the entire agreement between the parties. This Agreement shall not be altered except in writing and accompanied by the signature of both parties. The parties signing below represent that they are fully authorized to execute this Agreement.

16. The Mare will not be bred to the Stallion without a fully signed copy of this Agreement as well as the appropriate documentation having been received and approved by Agent.

17. Mare Owner understands and agrees that Farm shall assert a lien pursuant to Kentucky law and other applicable provisions of law. Mare will not be released from Farm's custody until fees are paid in full.

_____	_____	_____	_____
Stallion Owner or Agent	Date	Mare Owner/Agent	Date

NOTE: A Copy of Both Sides of Registration Papers MUST accompany this Agreement.

Name:	_____
Address:	_____
City, State/Province:	_____
Zip:	_____
Daytime/Work Phone:	_____
Home/Evening Phone:	_____
Fax:	_____
Cell/Mobile:	_____
e-mail address:	_____