

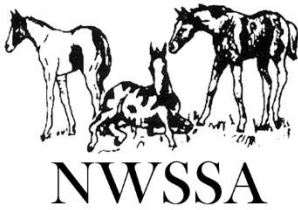


2016 Northwest Stallion Service Auction 2018 Paint Weanling Futurity Northwest Stallion Service Auction Rules

1. Stallions will be selected from those located in APHA Zone One. The NWSSA Committee may also accept donated stallion services that reside outside of the Zone One area. These stallions must have a least a Superior rating with selection preference to World or Reserve World Champion(s) and/or the producers of World Champions.
2. Bidding MUST start at \$475. The stallion services are for the 2017 breeding season and the resultant 2018 Futurities ONLY. Stallion services not sold the week of the online auction will still be available and then be offered for a minimum of \$500 post auction.
3. Online bids will be accepted, by Cash, Paypal, VISA or MasterCard ONLY. Bids can be paid in full or minimum of ½ of the full amount of the final bid, as awarded. There is a 2.7% fee on Credit Card Purchases.
4. Payment Options:
NOTE: CURRENT YEAR FUTURITY WINNINGS MAY BE APPLIED TO PURCHASES.
 - a. The purchaser agrees to pay the full amount of the bid at the end of auction.
 - b. The purchaser agrees to pay 50% of the bid at the time of the auction and the remaining balance no later than November 15th, 2016.
 - c. Acceptable forms of payment are check, Visa & MasterCard to purchase a breeding service. A \$25 NSF fee will be assessed to all payments not clearing the bank.NOTE: Current year Futurity winnings may be applied to balance of breeding service purchase.
5. If payment option (b) is selected, and default should occur on the remaining balance, then the purchaser agrees to forfeit all moneys paid and his rights to the breeding service. The stallion owner has the option to purchase their breeding service for the balance due of the defaulted bid. In the event the preceding option is not taken, the Northwest Stallion Service Auction Committee will attempt to sell the service. The service MUST sell in order for get by the stallion to be eligible for the 2018 futurities.
6. If money is refunded to the mare owner because the stallion moves, or for any reason cannot render service, the following will apply. 100% refund if NO breeding or shipment has been provided. If breeding or shipment has started and problem arise then only 80%, which is the mare and stallion owner's portion will be refunded, the 20% allocated for operating fund will not be released.
7. Any financial inducements MUST be on the stallion service application and in the catalog. NO financial incentives may be brought up during the sale day. Any violation of this rule will result in expulsion from the sale.

BREEDING:

8. It is the responsibility of the purchaser to make all necessary arrangements with the stallion owner concerning the mare to be used. Reasonable advance notice is to be given the stallion owner as to when the mare will arrive for breeding. Stallion owner may begin breeding during the regular breeding season of 2017. Stallion owners offering breeding via shipped semen stipulate that said stallion's semen meets or exceeds industry standards for shipped semen quality. Mare owner MUST deliver mare to be bred during the regular breeding season, or arrange for receiving a shipment of semen, or forfeit moneys paid and breeding rights.
9. Service purchaser will be responsible for breeding fees, hauling expenses, Vet, Farrier and all other fees incurred.
10. Mares are to be halter broke, gentle, and current on all vaccinations and worming. A Vet certificate stating the mare is fit to breed before stallion service will be rendered, may also be required by the stallion owner.
11. A service purchased in the sale MUST be used on a mare whose produce will be eligible for registry in the **American Paint Horse Association**.
12. The stallion owner agrees to LIVE foal or return breeding the following year ONLY. NWSSA rollover rules apply.



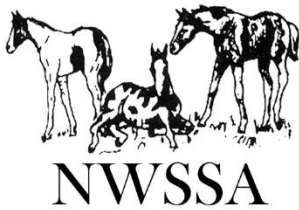
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13. If the nominated mare DOES NOT produce a live foal this or an alternate mare is eligible for a return breeding the following year ONLY. To request a rollover breeding to the next futurity year, proof MUST be furnished by way of a Vet Certificate stating that the mare could not be settled, has aborted, or did not produce a live foal. This or an alternate mare is eligible for a return breeding the following year ONLY. A new nomination MUST be submitted and ½ (50%) of the 60% which is the mare owner's portion of the purchase price will be carried forward to the following futurity year. IF a stallion service cannot be performed only that 80%, which is the mare and stallion owner's portion will be refunded, the 20% allocated for operating fund will not be released.
14. If the stallion becomes unfit for breeding certified by Vet certificate, or dies, the mare owner's fee can be refunded if the mare is not already settled in foal.
15. If the stallion is sold or leased and moves, the contract is still binding unless the stallion moves over 200 miles from the breeding location unless the move is closer to the mare owner's address at the time of purchase. Stallion owner must notify the committee and the mare owner in writing if the stallion is moved.
16. In the event that the breeding contract is sold or transferred for any reason, the NW Stallion Service Auction Committee MUST be notified in writing immediately of the new mare owner's name, address and telephone number.
17. Any stallion owner or mare owner that has breached any part of their contract or the rules may be ineligible for future futurities and auctions.
18. Any requests for exceptions to these rules must be submitted in writing for consideration of a waiver by the NWSSA committee. Any problem or questions and decisions not covered by these rules is subject to the NW Stallion Service Auction Committee discretion. **All committee decisions are FINAL.**
19. NWSSA committee are NOT responsible in any event for any accident, breach of contract or other incident arising by or between the buyer, the seller, or any other persons with respect to the Stallion Service Auction or an aspect thereof.

FUTURITY RULES

20. If the eligible futurity foal is not able to be shown, it is the owner's responsibility, no money will be refunded.
21. Proceeds from the stallion service auction will split for the Futurities as follows: \$1000 allocated toward Yearling Longeline Futurity, of remaining funds 60% to the Mare Owner's Futurity Division, 20% to the Stallion Owner's Futurity Division, and 20% to NWSSA Operations.
22. ALL Futurity foals must be WEANED; no suckling foals.
23. In both the Mare Owner's Division (Fillies & Colts/Geldings) and the Stallion Owner's Division (Fillies & Colts/Geldings), the final payback will be calculated on the number of horses actually entering the arena.
24. Moneys Split:

1 to 2 entries	100%
3 to 4 entries	60 - 40%
5 to 7 entries	50 - 30 - 20%
8 to 10 entries	46 - 26 - 18 - 10%
11 to 13 entries	41 - 25 - 16 - 10 - 8%
14 to 17 entries	39 - 24 - 15 - 9 - 7 - 6%
18 to 21 entries	37 - 23 - 14 - 8 - 7 - 6 - 5%
22 + entries	35 - 22 - 13 - 8 - 7 - 6 - 5 - 4%
25. Less than two (2) of each sex and the classes will be combined. Two (2) or more of each sex and the classes will be split.
26. In the case of a tie, the moneys will be added together and divided between the tied entries. A tie breaker Judge will be designated for any awards offered.
27. Judging of all NWSSA Futurities will be run according to APHA rules including when SC-085-G is conducted, except where NWSSA & show rules will take precedence. Horses will show to all Judges with all placing announced. If needed the lowest placing score will be dropped, and the remainder of judged placing will be used to determine the overall class winner. In case of a Judge/Owner conflict, the conflicted Judge will be considered the low score for the conflicted Owner of that horse.
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31. Futurity foals MUST be registered with APHA or have an official APHA Work Order Number, if (Work Order is used 2 photos one of each side must be submitted with a copy of work order). All foals will be physically identified against the original APHA papers or APHA work order photo's before the futurity entry number is issued. Foal inspection check in times will be provided, posted and announced. All entries must have APHA registration papers or Work Order Number
32. No check will be issued until photocopies of the original registration papers are received for our files.
33. No weanling futurity entry will be exhibited with a lip chain. Chains may be used on these entries over the nose or under the chin ONLY.
34. **Mare & Stallion owner division futurity entry forms MUST be received by the NWSSA secretary by August 10, 2018**

Mare Owner's Division Futurity

35. Mare nominations MUST be submitted no later than July 31, 2017 and only the 2018 foal, that is out of the nominated mare on contract with the stallion from this auction is eligible for the futurity.

Stallion Owner's Division Futurity

36. Each owner of a stallion whose breeding service sold through the 2016 auction has a choice of any 2018 APHA registered foal sired by their stallion for the stallion owners futurity.
37. **Mare & Stallion owner division futurity entry forms MUST be received by the NWSSA secretary by August 10, 2018.** Foal inspection check in times will be provided, posted and announced. All entries must have Official APHA registration papers or Work Order Number.
38. Winner checks will be mailed to the stallion owner, unless otherwise pre-arranged with the NWSSA secretary.