

AQHA

INCENTIVE FUND

STALLION NOMINATION FORM

The Incentive Fund is a multimillion dollar program involving stallion and foal nominations with pay backs made annually to the owners and nominators of the competing horses. Enroll your stallion by November 30, **PRIOR TO THE BREEDING SEASON** **THE NOMINATION IS FOR** to make his foals eligible for nomination so you can begin earning your portion of the estimated \$3.9 million paid annually.

- Fees are based on the number of mares listed on the previous year's Stallion Breeding Report. (The fee schedule is listed below)
- Once enrolled, his foals born in the subsequent year are eligible to be nominated to the fund at a one-time fee for life.
- The nominated foals that compete in amateur and open division of AQHA shows earn points that become money at the end of the year.

(See reverse side of this form for rules and regulations)

NOMINATION IS FOR THE BREEDING SEASON 20_____

Stallion's Registered Name	Registration Number		
Nominator's Name (must be recorded owner or lessee)	AQHA ID Number		
Mailing Address	() Daytime Telephone Number		
City	State	Zip Code	Signature of Person Completing Form

_____ OR _____		
Social Security Number	Federal Tax ID Number	Name of Person to Whom Tax # is Issued
YOU MUST PROVIDE THIS INFORMATION OR 31% OF EARNINGS WILL BE WITHHELD		

_____ Number of mares listed on the last Stallion Breeding Report filed

_____ Nomination Fee (See schedule below to determine the amount you pay in U.S. funds only.)

()
Contact Phone Number Contact AQHA ID Number

_____ Does Not Stand To The Public

Contact Name (if different than nominator)

_____ City State Zip Code

The contact name and phone number will be published in the listing that appears on the website listing.

P.O. BOX 200 AMARILLO, TEXAS 79168
1600 QUARTER HORSE DRIVE AMARILLO, TEXAS 79104
(806) 376-4811
www.aqha.com

FEE SCHEDULE
(based on mares listed on the previous years stallion breeding report)

First Breeding Season	\$300
1-4 mares	\$100 per mare
5-10 mares on report, the fee is	\$500
11-15 mares on report, the fee is	\$600
16-20 mares on report, the fee is	\$700
21-25 mares on report, the fee is	\$800
26-30 mares on report, the fee is	\$900
31-35 mares on report, the fee is	\$1,000
36-40 mares on report, the fee is	\$1,100
41-50 mares on report, the fee is	\$1,250
51-60 mares on report, the fee is	\$1,500
61-80 mares on report, the fee is	\$2,000
81-100 mares on report, the fee is	\$2,500
101 or more mares on report, the fee is	\$3,000

If you wish to pay by Visa or MasterCard, please provide the following:	
_____ / _____ / _____ / _____	
Cardholder's Name	Expiration Date
Cardholder's Signature	Daytime Phone Number

INCENTIVE FUND RULES AND REGULATIONS

1. **ELIGIBILITY:** Stallions available for breeding must be nominated to the AQHA Incentive Fund Program by November 30, **prior to the breeding season in which the nomination is for**, in order to make foals conceived during that year eligible for participation in the Incentive Fund Program. Stallions may be nominated from December 1 through January 31 by paying their normal nomination fee plus a penalty of one half of the nomination fee. Stallions may be nominated from February 1 through December 31 of the breeding season, by paying their normal nomination fee plus a penalty of one times that fee. For any stallion to which no mares have previously been exposed, the deadline for nomination is 90 days after his first breeding date. Nominations are annual and a stallion must be re-nominated for any successive breeding seasons to make those foals eligible. **Absolutely no nominations will be accepted after December 31 of the breeding season.**

2. **FEES:** Payment is due at the time of nomination and should accompany this form in U.S. funds. The nomination fee is dependent on the number of mares listed on the last stallion breeding report filed. If it is the stallion's first breeding season, the fee is \$300; if 1-4 mares on report, the fee is \$100 per mare; 5-10 mares on report, fee is \$500; 11-15 mares on report the fee is \$600; 16-20 mares on report, the fee is \$700; 21-25 mares on report, the fee is \$800; 26-30 mares on report, the fee is \$900; 31-35 mares on report, the fee is \$1,000; 36-40 mares listed on report, the fee is \$1,100; 41-50 listed on report, the fee is \$1,250; 50-60 mares on report, the fee is \$1,500; 61-80 mares on report, the fee is \$2,000; 81-100 mares on report, the fee is \$2,500; 101 or more mares on report, the fee is \$3,000. Subsequent additions to the stallion breeding report may affect the amount due to the fund. Once a stallion is enrolled, no portion of the nomination fee is refundable after December 31 of the breeding season, except in the case of a stallion that dies or is gelded prior to breeding a mare for that breeding season.

3. AQHA may invest funds received from stallion and foal nominations in accordance with its current investment guidelines for AQHA's own corporate funds. Earned investment income from a particular year's fund shall be added to the Incentive Fund. AQHA may deduct accumulated cost of administrating the program from the gross proceeds from the stallion and foal nominations, not to exceed 10%.

4. All disputes arising out of the application or interpretation of any rules or conditions of the AQHA Incentive Fund shall be decided by AQHA.

5. AQHA will have as part of a stallion's permanent record with AQHA, the stallion's eligibility status regarding the Incentive Fund. that list will be available on AQHA's website once the nomination has been completed. AQHA reserves the right to cancel the eligibility of any stallion nominated if it should determine that the nomination fee submitted is less than the actual amount that should have been paid, provided that the nominator shall have 30 days in which to accept and pay the nomination fee determined by AQHA.

6. AQHA reserves the right to alter the conditions of all or part of the Incentive Fund Program as it, in its sole discretion, determines to ensure fairness and equality to all participants. Further, at its sole discretion, AQHA may cancel the program at any time and refund money if it deems horsemen's participation is insufficient to justify the program.

7. An entrant is ineligible to participate in the Association's Incentive Fund Program where prohibited by law because of legal residence, situs of approved event, or any other basis, and all or the prohibited portion of earned points or purse money shall be disregarded in calculations for earned portion of the Incentive Fund.

8. Fees received from stallion nominations, along with the corresponding foal nominations will be used to convert points earned at AQHA shows into premium money. Each point earned at an AQHA-approved show in the open and/or amateur division by a horse nominated to the Incentive Fund as a foal will be worth money, the exact amount to be determined by AQHA based on the total money in the fund for a given year divided by the number of points earned by Incentive Fund nominated horses during that year.

A. Annually, out of the premium money available for each point earned at an AQHA-approved show, 10% will be awarded to the nominator of the sire for the breeding season in which the foal was conceived, 10% will be awarded to the nominator of the foal, and the remaining 80% will be awarded to the record owner of the point earning horse. If a point earning horse is owned by multiple record owners during a year, the premium money awarded to each of the record owners will be in proportion to the points earned during each record ownership period according to AQHA's records. For example, pursuant to paragraph (5) above, if AQHA determines that each point is worth \$25, and a horse earns 60 points while under the ownership of Record Owner "A" and 40 points while under the ownership of Record Owner "B", then the premium money would be awarded as follows: (1) \$250 to the nominator of the sire (i.e., 10% of \$2,500); (2) \$250 to the nominator of the foal (i.e., 10% of \$2,500); (3) \$1,200 to Record Owner "A" (i.e., 80% X 60 points X \$25); and (4) \$800 to Record Owner "B" (i.e. 80% X 40 points X \$25).

B. Calculation of winnings shall be based on the official show records of the Association as of January 31 following the completion of the show year in which the points were earned. Subsequent correction of show results for any reason shall not affect calculation of winnings. All winnings are subject to Internal Revenue Service rules and regulations pertaining to withholding of tax and the reporting of earnings. Any payout checks which are less than \$10.00 will not be issued, and those monies reverted back to the Incentive Fund.

C. Incentive Fund monies due a person/entity suspended from membership or show privileges with AQHA, will be withheld during the term of the suspension; or, funds may be used to pay a participant's delinquent account with AQHA. If the suspension continues longer than five (5) years from the date the funds are awarded, such funds will be forfeited and paid to the American Quarter Horse Foundation's general scholarship fund.

9. For rules regarding AQHA-approved shows, eligibility of competing horses, and points earned, refer to the current edition of the AQHA Official Handbook.
