

## TERMS

California Thoroughbred Racing Club LLC has leased the Thoroughbred mare Chalky (2014 by Canford Cliffs out of Beautiful Hill) for the 2021 breeding season.

California Thoroughbred Racing Club LLC, is selling memberships in Chalky's Breeding Club 2 that will own up to 40% of the foal resulting from the 2021 mating of the Thoroughbred stallion Mitole (2015 by Eskendereya out of Indian Miss), and Chalky. Chalky was covered by Mitole on May 2, 2021. Gestation is eleven months, therefore, if Chalky is pronounced in foal from this cover, the resulting foal is due in late March or early April, 2022.

California Thoroughbred Racing Club LLC, is offering up to 250 memberships, representing 40% of the total ownership, at \$258.00 each. Cutter Nehf will retain 375 memberships, representing 60%.

Each single membership represents 0.0016% or 1/625 ownership of the foal.

Memberships are non-transferrable and non-refundable. In the event that Chalky is not pronounced in foal by her attending veterinarian at Blackburn Farm in Midway, KY before August 1, 2021, California Thoroughbred Racing Club LLC, will refund the cost of each share sold minus 7%, or \$18.06, for the cost of managing payments and refunds.

There is one single payment for each membership with no other fees or charges such as board, veterinary or other maintenance costs.

The breeding club is managed by Jay C. Nehf, licensed Thoroughbred trainer (CA). All management decisions regarding the foal and the club will be made by Mr. Nehf and will be final.

The foal will be sold at public auction as a yearling. The proceeds, minus auction fees, transportation, sales agent's commission and costs related to the sale will be divided equally among the 625 memberships.

Any state breeder's awards will be divided equally among the memberships.

By purchasing a membership in Chalky's Breeding Club 2, the above constitutes the entire agreement between the parties and it supersedes all prior or verbal communications between the parties. In purchasing a membership, the buyer admits reading and understanding the terms of the agreement and agrees to said terms. Information and updates on Chalky will be provided on this website and the Jay C. Nehf YouTube channel.