

Dear Stallion Owner or Manager;

The 2026 Texas Quarter Horse Association Stallion Service Auction is right around the corner and follows a very successful 2025 auction. Enclosed is the Breeding Donation Contract along with the Race Stallion Service Program conditions. Don't miss this chance to enroll your stallion in this online auction and receive the benefits of:

- All offspring of your stallion being eligible for the 2025
\$75,000 Added Sires Cup Futurity (R)G-2 ---- (2025 Purse was \$233,000)
\$50,000 Added Sires Cup Derby ---- (2024 Purse was \$110,000)
- One Free nomination to the 2026 Sires Cup Futurity and 2025 Sires Cup Derby to any horse owned or co-owned by the donor of the breeding. That's a \$700 value!!
- A chance to win stallion awards for progeny running in the top four of each race. In 2024 these awards totaled **\$39,250!!**
- Free advertising for your stallion in all marketing aspects of the auction.

Breeding Donation Contracts are due by November 14, 2025. The auction begins December 1, 2025 and ends promptly at noon on January 8, 2026. This is a great way to promote your stallion for the 2026 breeding season, make their progeny eligible for two 6 figure stakes races AND earn stallion awards.

Please send completed breeding donation contracts to:

TQHA
14 N. Main Street Suite B
Elgin, TX 78621

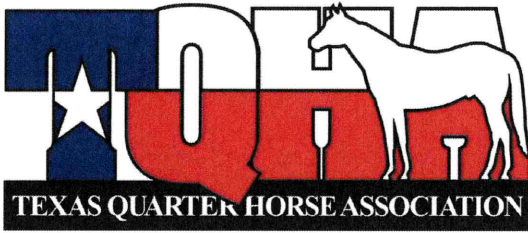
Or you can email them to ssherwood@tqha.com.

We appreciate all of your support to make the auction a success!!! If you have any questions feel free to reach out to me at 512-458-5202 or the email listed above.

Thanks,

A handwritten signature in blue ink, appearing to read "Scott Sherwood", is written over the typed name.

Scott Sherwood
Director of Racing



2026 RACE STALLION ONLINE AUCTION BREEDING DONATION CONTRACT

Please complete the following information, sign the contract and return to TQHA with a copy of the breeding contract. A contract must be filled out for each stallion donated for each year that a breeding donation is made.

PLEASE RETURN FORM TO TQHA ON OR BEFORE November 14, 2025

(Please Type or Print)

Name of Stallion: _____ Sire _____ Dam _____

2026 Breeding Fee: _____ Additional Fees: (chute/farm) _____

Is Shipped Semen Available? Yes / No (please circle one)

Will stand the 2026 season at: (farm) _____ Stallion Owner _____

Farm Manager/Contact: _____ Email address: _____

Address: _____ City, State, Zip: _____

Phone: _____ Fax: _____

Website: (farm where stallion is featured) _____

Does this stallion currently have a 'STALLIONSEARCH' page? Yes / No (please circle one)

Special Conditions of Sale: _____

Reserve/Minimum Bid (if any): _____

Who should TQHA contact regarding this donation? _____

Phone: _____ Email: _____

I agree that if my stallion breeding does not sell during the regular sealed bid auction or during a subsequent offering, I must purchase my stallion's breeding from TQHA in order to maintain eligibility of offspring for the TQHA Sires' Cup races. (details on program conditions)

I have read this contract; I fully understand it and I agree to abide with all the provisions of this agreement.

Signed: _____ Date: _____

Please Print name: _____ Please list title: _____

PLEASE INCLUDE A SIGNED STALLION CONTRACT FROM THE BREEDING FARM TO BE PRESENTED TO THE SUCCESSFUL BIDDER AT THE CONCLUSION OF THE AUCTION. THIS WILL SERVE AS THE PROOF OF PURCHASE AT THE TIME OF BREEDING.

Complete forms can be faxed to 512-458-1713, emailed to ssherwood@tqha.com or mailed to: 14 N. Main, Elgin, TX 78621. Questions can be directed to Scott Sherwood in the TQHA office at (512) 458-5202 or ssherwood@tqha.com

2026 TEXAS QUARTER HORSE ASSOCIATION RACE STALLION SERVICE PROGRAM

Online Bidding

www.tqhastallionauction.com

December 1, 2025 – January 8, 2026 NOON

TQHA STALLION PROGRAM CONDITIONS

Participation in the 2026 TQHA Stallion Program is open to owners of registered American Quarter Horse or Thoroughbred stallions for which at least one 2026 breeding has been entered within the deadlines outlined in this agreement and with the understanding that the breeding must be subsequently sold by TQHA or repurchased as provided herein. As a condition of this contract the stallion owner/donor must agree to the following:

- Only AQHA registered foals sired by stallions whose breeding are sold or repurchased as hereafter provided will be eligible to compete in the races funded by the 2026 TQHA Stallion Program. Persons wanting to breed non-Quarter Horse or Thoroughbred mares, must seek approval from the stallion owner. Resulting foals that are not AQHA registered will not be eligible to race in TQHA Sires' Cup races.
- The stallion owner may charge normal mare care charges to mare owners. **Please list applicable fees such as chute fee or farm fee under the Special Conditions Of Sale.** The TQHA is not responsible for any additional fees which are applicable to this breeding.

STALLION SERVICE AUCTION

After a stallion has been donated to the TQHA Stallion Program, services are offered for sale in an online bidding process. If a stallion stands at Private Treaty or is syndicated, an "established breeding fee" will be determined. In order for a bid to be considered, it must be at least 50% of the advertised or "established" 2026 breeding fee (unless an established minimum has been set by the donating farm). If received during the Buy It Now period (between auction closing time and March 15, 2026) the bid must be at least 50% of the advertised or "established" breeding fee (unless an established minimum has been set by the donating farm).

With the exception of breedings repurchased by donor, any breeding purchased through the 2026 TQHA Race Stallion Program must be used by purchaser, and may not be transferred or re-sold by the buyer.

OBLIGATION OF DONORS TO PURCHASE UNSOLD DONATED BREEDING

To be an eligible stallion for Sires' Cup races, the stallion owner or donor must agree to purchase such breeding from TQHA if it is not sold. To guarantee eligibility, the stallion owner will be responsible for the mandatory buy-back fee if the breeding has not sold prior to March 16, 2026. The repurchase fee for stallions standing for less than \$1,000 is \$300; For stallions standing for \$1,000 and up to \$7,500 the fee is \$500; for stallions standing for \$7,501 and up the fee is \$1,500. Breeding must be repurchased prior to nomination deadline of the 2026 TQHA Sires' Cup races to maintain eligibility of offspring.

ELIGIBILITY OF OFFSPRING

In order for a horse to be eligible to participate in the 2026 TQHA Sires' Cup races, limited to offspring of TQHA Stallion Program they must be:

- (I) Registered with the American Quarter Horse Association
- (II) Sired by a stallion whose service has been sold in the 2026 Stallion Service Auction or
- (III) Sired by a stallion whose service was donated and sold in the year prior to the foaling date of nominating horse
- (IV) All owner(s)/lease(s) of said horse must be members of TQHA
- (V) Comply with published race conditions for age and gender
- (VI) Pay any applicable fees within deadlines

STALLION DONOR FREE NOMINATIONS

(I) The donor of a breeding to the 2026 TQHA Race Stallion Service Program that is sold or repurchased will receive one free nomination per stallion donation, to enter in the 2026 TQHA Sires' Cup Futurity and 2026 TQHA Sires' Cup Derby. Sustaining and Time of Entry payments must be paid by the owner. These nominations are non-transferable and donor must name a foal sired by an eligible stallion on or before the nomination deadline for the race. Horse(s) nominated for TQHA Sires' Cup races via the free nomination must be owned or co-owned by donor of breeding.

(II) Monies from the 2026 TQHA Stallion Service Program may be added to other such restricted races as deemed appropriate by the TQHA Executive Committee.

STALLION AWARD

Stallion awards representing up to 20% of the nominating, sustaining and at time of entry late nomination payments for the 2026 TQHA Sires' Cup Futurity and Derby will be paid to the donor of the breeding of the stallion siring the first through fourth place finishers in the final. Other stallion awards may be paid from these funds in other races as deemed appropriate by the TQHA Executive Committee. The 20% stallion award will be distributed: 40%, 30%, 20%, 10%, respectively, for each race in places first through fourth.

EXECUTIVE COMMITTEE AND RULES

These rules may be altered or amended only by official action of the Executive Committee of the TQHA. Stallion owners, donors of breedings, purchasers of breedings and participants in races resulting from the 2026 TQHA Race Stallion Service Program agree to abide by and be governed by said rules and decisions of the Executive Committee of the TQHA.

Once the stallion breeding has been sold, TQHA will notify the stallion owner/donor by furnishing the name and address of the purchaser and will advise the purchaser to contact the stallion owner to make breeding arrangements.