Condition No. 1 - Adoption Of By-Laws

The New Jersey Standardbred Development Fund will be administered as follows:

1. There is hereby established in the State of New Jersey a Standardbred Development Fund Program for Standardbred horses, foaled in the State of New Jersey and to be the product of a registered New Jersey mare, registered with the New Jersey Standardbred Development Fund Program as such.

2. Those horses eligible to race under the Standardbred Development Fund Program shall be:
   a) any foal of any registered New Jersey mare that shall have resided in the State of New Jersey for a minimum of 150 consecutive days including the foaling date of said eligible horse; or
   b) any foal sired by a registered New Jersey-based stallion and otherwise eligible to the New Jersey Sire Stakes Program.

3. The Standardbred Development Fund Program shall be administered by the Board of Trustees of the New Jersey Sire Stakes Program.

4. The Board of Trustees of the Sire Stakes Program is authorized to do all that is necessary for the proper administration of the Standardbred Development Fund Program and shall prepare, issue, and promulgate rules providing for:
   i. Classes and division of races, eligibility of horses and owners therefor, and prizes and awards to be awarded;
   ii. Nominating, sustaining, and entry fees for horses and races;
   iii. Such temporary programs including eligibility of horses, breeding, and other matters as may be necessary to make the Sire Stakes Program operable as soon as possible;
   iv. Registration and certification of New Jersey stallions, mares bred to such stallions, and foals produced thereby; and
   v. Such other matters as the Board determine to be necessary and appropriate for the proper administration and implementation of the Standardbred Development Fund program.

5. The funds for the Standardbred Development Fund Program and the nominating, sustaining, and entry fees provided for herein, shall be administered by the New Jersey Department of Agriculture and shall be deposited in a trust account entitled Sire Stakes Fund.

6. All disbursements from the Sire Stakes fund for the payment of purses and awards, cost of administration, reimbursement of expenses of members of the Board of Trustees, and any other appropriate expenses, shall be made by the Secretary of Agriculture or his or her designee.

7. Standardbred Development Fund Races shall be run only at licensed harness tracks in the State of New Jersey. The races, purses and awards awarded therefore shall be pursuant to the rules of the Board of Trustees of the New Jersey Sire Stakes hereunder and the New Jersey Racing Commission.
Any yearling that has been nominated to the New Jersey Sire Stakes Program shall also be considered nominated to the Standardbred Development Fund Program without further payment of any additional nominating fees. Payment of the nomination fee covers nomination to both the Standardbred Development Fund and Premier divisions. Thereafter, each program will have separate sustaining payments.

The nomination fee for those yearlings otherwise meeting all Standardbred Development Fund eligibility requirements of these rules, but which were foaled as a result of a breeding with a non-resident New Jersey stallion, shall be $50 if accompanied by a certificate of registration or a copy of a certificate of registration from the United States Trotting Association or from a Standardbred Registry Body recognized by the United States Trotting Association. These yearlings shall only be eligible to compete in the Standardbred Development Fund Program and not the New Jersey Sire Stakes Program, however. An additional $25 processing fee shall be due if said certificate of registration is not submitted. Thereafter, each program will have separate sustaining payments.

Nomination payments are to be made to the New Jersey Sire Stakes, P.O. Box 330, Trenton, NJ 08625.

Supplemental nominations may be made to the New Jersey Standardbred Development Fund. Parties delinquent in paying the May 15 yearling nomination fee date are given until September 15 of the yearling year to fulfill the aforementioned conditions of nomination and pay the nomination fee along with an additional late fee of $500. For nominations received after September 15 but on or before February 15 of the two-year-old year the cost will be $700 in addition to the original nomination fee.

Condition No. 6 - Sustaining Fees
The sustaining fee schedule to the Standardbred Development Fund Program will be as follows:

<table>
<thead>
<tr>
<th>Age</th>
<th>First Sustaining Fee</th>
<th>Second Sustaining Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>2 and 3</td>
<td>$100 (Feb. 15)</td>
<td>$150 (Apr. 15)</td>
</tr>
</tbody>
</table>

The Board of Trustees of the New Jersey Sire Stakes Program may at any time, in its sole discretion, reduce the amount of these fees as conditions warrant.

Condition No. 7 - Payment Dates
The first sustaining payment on a two- or three-year-old must be made on or before February 15 of a year and the second sustaining payment on a two- or three-year-old must be made on or before April 15 of a year in order to remain eligible in that year.

In the event that the 15th day of the aforementioned months falls on a Saturday, Sunday, or Holiday, the payment must be postmarked on or before the next business day following the 15th of that month.

Condition No. 8 - Eligibility
In order for the Standardbred Development Fund eligible two-year-old horses to remain eligible as three-year-olds, their owners must have made the yearling nomination and the first two-year-old sustaining payment.

A two-year-old's owner who makes the nomination payment but fails to make the first sustaining payment may regain eligibility for the two-year-old and three-year-old seasons by payment of a penalty of $1,000 plus the amount of the first sustaining payment within 30 days of the original due date of the payment.

Condition No. 9 - Dishonored Checks
An individual whose check for a sustaining payment, nominating payment, or starting fee is dishonored by the bank will be turned over to the New Jersey Racing Commission for appropriate action and the horse or horses will be immediately declared ineligible for all future Standardbred Development Fund events until the check is made good. A $50 administrative fee must be paid for each dishonored check. After an individual has issued more than one dishonored check, all future payments must be made by certified check or money order.

Condition No. 10 - No Cash or Partial Payments
The New Jersey Standardbred Development Fund Program will accept no cash payment on nominating and sustaining payments. All fees must be paid in U.S. Funds. No post-dated checks or partial payments on a nominating, sustaining, or entry fee will be accepted on individual horses.

Condition No. 11 - Refunds
All requests for refunds on sustaining or nominating payments must be made by letter to the Secretary of the New Jersey Sire Stakes Board of Trustees, postmarked on or before the 15th of the month in which the payment is due. In the event that the 15th falls on a Saturday, Sunday, or Holiday, the due date will be the next business day following the 15th.

Condition No. 12 - Time of Declaration
Starters declare in at the same time as in practice for overnight events at the raceway where Standardbred Development Fund Races will be contested. Under no circumstances will late entries be accepted.

Condition No. 13 - Name Change Notification
Owners, trainers, drivers, or their agents, or Stakes Services, shall notify the New Jersey Standardbred Development Fund Program of a gait or name change of a horse by the time of declaration to a race, or the entry may not be accepted for that race. No sustaining payments shall be accepted on any unnamed horse.

Condition No. 14 - Entry Fee Deadlines
(a) All Standardbred Development Fund Race entry fees must be paid at the time of the race or the horse may not be allowed to start.
(b) All New Jersey Standardbred Development Fund horses entered and drawn to post positions are required to pay entry fees at the track. This entry fee is required even though a horse is scratched.
(c) The entry fee must be paid or the horse will not be permitted to race in any Standardbred Development Fund event until the fee is paid and collected.
(d) The entry fee will not be refunded unless the horse dies between the time of declaration and the start of the race.
(e) When an owner has outstanding debts owed to the New Jersey Sire Stakes, every horse owned in whole or part by that owner shall be subject to be declared ineligible by the Board of Trustees or its representative to be entered or to start in any New Jersey Sire Stakes Race until such time that debt is collected.

Condition No. 15 - Entry Fees
Entry fee will be:

- 2-year-olds $200
- 3-year-olds $200

Entry fees for Standardbred Development Fund Finals will be $500. Finals fee is waived if entry fees are paid for 1st & 2nd legs. The Board of Trustees of the New Jersey Sire Stakes Program may at any time, in its sole discretion, reduce the amount of these fees as conditions warrant. In no case, however, will the fees exceed the published amount.

Condition No. 16 - Purse Distribution
The purse will be distributed as follows:

- 5 or more starters .................. 50% 25% 12% 8% 5%
- 4 starters .......................... 65% 25% 12% 8% 5%
- 3 starters ......................... 65% 25% 12% 8% 5%
- 2 starters .......................... 65% 25% 12% 8% 5%
- 1 starter ........................... 100%
Condition No. 17 - Qualifying Standards
All starters in the New Jersey Standardbred Development Fund must meet all track qualifying standards at the track where the race is being contested and be eligible at time of entry.

Condition No. 18 - Splitting Races
Each race is to be a one mile dash; if it becomes necessary to split an event, the Board reserves the right to adopt one of the methods of division racing then current, including elimination dashes.

Condition No. 19 - Number of Starters
In all Standardbred Development Fund races, the number of starters permitted in the first tier shall be at the discretion of the judges. No more than two trailers will be permitted in the second tier. However, no trailers shall be permitted in the races designated as finals.

Condition No. 20 - Splitting and Carrying Over Divisions
In the event a Standardbred Development Fund event is split into divisions, such Standardbred Development Fund event shall be divided and each division shall race for an equal share of the total purse. All Standardbred Development Fund events shall be advertised added, divided. In the event that a Standardbred Development Fund event splits into more than three divisions, one or more of the divisions in excess of three may be carried over to the following racing day.

Condition No. 21 - Final Races
There will be a two-and three-year-old “Final” race in each Standardbred Development Fund at a licensed facility approved by the New Jersey Racing Commission and as scheduled by the New Jersey Sire Stakes Board of Trustees.

Consolation races may be scheduled at the option of the track and shall be conducted under track rules. Horses eligible to race in the final events must race in the finals and not in the consolation events.

Each Standardbred Development Fund Final will have a $500.00 entry fee, subject to waiver consistent with 2:32A-2.15, and is open to the highest New Jersey Standardbred Development Fund point winners in the series that are declared in and can be drawn to a post position in the first tier. Trailers are not permitted to start in any New Jersey Standardbred Development Fund Finals. Finals entry fee will be waived if a horse’s entry fees have been paid for both the 1st & 2nd leg.

All horses competing in Standardbred Development Fund Finals at all tracks will be determined on a point basis. A horse must start and finish a heat in order to earn points.

The point value will be awarded as follows:
- 50 points for a winning heat
- 25 points for placing second in a heat
- 12 points for placing third in a heat
- 8 points for placing fourth in a heat
- 5 points for placing fifth in a heat
- 4 point for placing sixth in a heat
- 3 points for placing seventh in a heat
- 2 points for placing eighth in a heat
- 1 point for placing ninth, 10th, 11th, 12th in a heat

In the event of a tie for the last spot in the top ten or top eight money winners for a Final event, the last spot in the Final will be drawn by lot from among the horses tied in both points and money winnings in the Standardbred Development Fund and having the highest point totals and not already included in the Final. Judges’ “official order of finish” will be used in determining eligibility to Finals exclusive of all appeals yet to be decided at the time of closing of the entry box for Finals.

In the event of a tie for the last spot in the top ten or top eight money winners for a Final event, the last spot in the Final will be drawn by lot from among the horses tied in both points and money winnings in the Standardbred Development Fund and having the highest point totals and not already included in the Final. Judges’ “official order of finish” will be used in determining eligibility to Finals exclusive of all appeals yet to be decided at the time of closing of the entry box for Finals.

Condition No. 22 - Broadcasting Revenues
In the event the Sire Stakes Board receives revenues derived from the broadcast of Sire Stakes or Standardbred Development Fund events, any incremental revenues derived from these broadcasts shall be exclusively used by the New Jersey Sire Stakes Program to supplement the purse of Sire Stakes races.

The nominator and/or owner of horses racing in Standardbred Development Fund events expressly and irrevocably assigns to the New Jersey Standardbred Development Fund the ownership rights of any broadcast revenues derived therefrom.

Condition No. 23 - Appeal From Decisions of Supervising Race Secretary
When any decision is made by any person representing the Board of Trustees pursuant to the law of New Jersey or rules of the Board of Trustees, said decision may be appealed to the Board of Trustees and a hearing requested.

Condition No. 24 - Right of Appeal
Any person aggrieved by any action or inaction by the Board of Trustees, or its representatives, may request an informal meeting with the Board to settle any dispute, or seek clarification of the Board’s rules and regulations. The board shall respond, in writing, to any such request stating the reasons for its determination.

If any dispute is required by law or regulation to be handled formally, or if a party is dissatisfied with any informal determination, or if the Board determines the matter contested, the matter shall be treated in accordance with the Administrative Procedure Act (N.J.S.A. 52:14B-1 et seq. and N.J.S.A. 52:14F-1 et seq.), and the regulations promulgated thereunder.

Condition No. 25 - Nature Of Proceedings
All hearings before the Board of Trustees will be de novo proceedings and shall be accompanied by notice and an opportunity to be heard.

Condition No. 26 - Appeal Procedure
In the event that an appeal is taken to the Board of Trustees, said appeal and one copy must be filed, in writing, at the office of the Board of Trustees within 20 days of the date of the receipt of the decision by the person representing the Board of Trustees.

Condition No. 27 - Hearing; Costs
The applicant shall be responsible for any costs incurred in connection with any hearing held pursuant to the right of appeal contained in this subchapter and the laws of the State of New Jersey.

Condition No. 28 - Acting On Appeals
The Board of Trustees shall act on all appeals in accordance with the laws of the State of New Jersey and the rules and regulations promulgated by the Board of Trustees.

Make Checks Payable To and Send To:
New Jersey Sire Stakes
P.O. Box 330
Trenton, NJ 08625
Phone: 609-913-6514