

2016 Canterbury Racing Club

Membership Agreement for members of 2015 Club

I would like to become a member of the 2016 Canterbury Racing Club (the "Club") and will pay a total of \$250 for membership (\$211.65 from 2015 club fee plus an additional \$38.35). I understand, represent and agree as follows:

1. Purpose. I understand that the purpose of the Club is to provide an educational experience of thoroughbred and/or quarter horse ownership through participation in a not-for-profit association that owns, trains and races thoroughbred and quarter horse racehorses.
2. Club Activities. I understand (a) the Club will initially own one or more racehorses with plans to race in Minnesota and other jurisdictions; (b) up to 400 memberships in the Club will be sold at \$250 each and the funds raised from selling memberships will be used to pay the purchase price for the horse(s), as well as for training fees, management fees, and other expenses; (c) membership fees will be deposited into a horsemen's account and expenses will be paid from this account; (d) the Club will contract with one or more trainers; (e) I will receive communications through emails and blogs about the horse's activities; (f) the Club may, upon the trainer's or club manager's recommendation, purchase additional horses; (g) the club will operate until December 31, 2016 (unless it becomes prudent to cease operations at an earlier date) and the horse(s) will be sold and any monies remaining in the account after all financial obligations are met will be returned to the members pro rata up to \$250 per member (without interest);(h) day to day decisions will rest with the trainer and the club manager, (i) if there are any funds remaining after return of all membership fees, a decision about the disbursement of any excess funds will be determined by a majority vote of the members of the Club.
3. No pecuniary profit. I understand that the Club is organized as a not-for-profit educational association, and I am not joining the Club with any profit motive or expectation of profit. I understand that I may not receive back any of my \$250 membership fee and agree the maximum I may receive at the end of 2016 is \$250.
4. Management Fees. I understand that the Club will be managed by Grevelis Racing Stable LLC (GRS) and that GRS will be compensated in the follow manner:
 - \$200 per month;
 - 10% ownership share of the final account balance not to exceed \$5,000.
 - 5% of the excess of the sales price over the price paid by the Club to acquire the horse.
5. Representations to the Minnesota Racing Commission (MRC) or any other regulatory bodies of jurisdictions in which the Club may race. I represent to the Club, the MRC and any other regulatory bodies that:
 - I am not in default in the payment of any obligation under Minnesota Statutes, Chapter 240, pertaining to pari-mutuel horse racing; or statutes of any other states;

- I have never been convicted of a felony in a state or federal court, and do not have a state or federal charge pending;
- I am not now, nor have I ever been connected with or engaged in an illegal business;
- I have never been found guilty of fraud or misrepresentation in connection with racing or breeding;
- I have never been found guilty of a violation of law or rule relating to horse racing, pari-mutuel betting, or any other form of gambling which is a serious violation as defined by MRC or any other racing jurisdiction; and,
- I have never knowingly violated a rule or order of the MRC or a law of Minnesota relating to racing.

6. Only Agreement ; I agree this is the only agreement or understanding that applies to my interest in the Club.

Signature

Date

Please print the following information:

Name:

First Middle Initial Last

Address:

Street

City

State

Zip Code

phone

E-mail

Payment of \$38.35 can be made by credit card, cash, or check made to Canterbury Park. Please contact Jeff Maday at 952.496.6408 or jmaday@canterburypark.com to make arrangements.

Canterbury Park
 c/o Jeff Maday
 1100 Canterbury Road
 Shakopee, MN 55379