

TWO-YEAR-OLD BONUS SCHEME TERMS AND CONDITIONS

Effective Date: **1 January 2024**

Overview of the Scheme

HRNZ is pleased to announce the terms and conditions associated with the recently announced Two-Year-Old Bonus Scheme ("TYOBS").

Given the change to the racing season the purpose of this scheme is to encourage owners and trainers to race two-year-olds.

HRNZ will pay a bonus on top of stakes of \$12,000 for every 2YO's first win. Distributing \$8,000 to the registered owner/lessee and \$4,000 to the registered breeder as per HRNZ records.

Support for this scheme is in partnership with ENTAIN who are providing funds for the bonus.

The purpose of the scheme is to pay a one off first win bonus to a two-year-old horse racing in two-year-old only races.

We note that as with any new and significant undertaking, there may be matters that simply have not been contemplated at the time of drafting this new policy and its associated terms and conditions. Where it becomes clear - in the view of the HRNZ CEO - that a matter was not reasonably contemplated or prepared for in the TYOBS, then HRNZ reserves the right for the CEO to properly investigate and determine that matter and for that to be a full and final settlement of the issue.

HRNZ has budgeted a total of \$750k per year for the TYOBS. This is a significant sum of industry funding and needs to be balanced against the other costs and investments made in Harness Racing. As such, HRNZ reserves the right to suspend the TYOBS in the event that the total budgeted amount for the season is reached. At that time, HRNZ would review the success of the scheme and consider whether it should be continued with additional funding.

Finally, all applicable terms and requirements of the Rules of Racing remain operative and in place, especially in respect of welfare and registration.

TWO-YEAR-OLD BONUS SCHEME TERMS AND CONDITIONS

TERMS

General Terms

- The bonus is for any two-year-old winning its first totalisator race in a two-year-old only race in New Zealand.
- There is only one bonus paid per horse – no additional bonus for winning in the other gait.
- The bonus is applicable to NZ trained stock only. The horse may have been purchased from overseas but will need to spend its entire 2 year-old racing career in New Zealand.
- The bonus is for colts, rigs, geldings, fillies of either gait.
- The bonus is on all totalisator races regardless of group or listed classification.
- In the event of a dead heat in a 2YO only race, all 2YO horses getting their maiden win bonus will be paid out in full.
- The amount is in addition to the advertised winning stake, with no trainer or driver deductions.
- Races will be programmed throughout the year for all levels of two-year-olds.
- The scheme will be reviewed periodically. HRNZ has the discretion to change, amend or cancel the scheme at its discretion.
- Application may be made to the CEO of HRNZ for special requests.

Specific Terms

- The owner will receive an \$8,000 first win bonus.
- The breeder will receive a \$4,000 first win bonus.
- The bonus is attached to the owner / breeder (Breeding entity) who is listed as the official owner / breeder of the horse on HRNZ records at the time of earning the bonus.
- If the Breeder or the Breeding Entity ceases to exist there will be no breeder bonus paid but the owner portion of the bonus will be paid to the owner.
- A Breeder or Breeding Entity ceases to exist if they have had no service attempts in the previous 5 years on the HRNZ Infohorse system.
- There will be additional two-year-old races programmed and therefore two-year-olds will be excluded from any open age, non-win or ratings race.
- For the 2024 calendar year these races will proceed if there are 5 acceptors or more. This will be reviewed periodically.

TWO-YEAR-OLD BONUS SCHEME TERMS AND CONDITIONS

Commercial Terms

1. The TYOBS is paid by HRNZ in return for agreeing to provide information and undertaking the actions to meet the eligibility criteria (“the supply”) to HRNZ as noted in these terms.
2. The TYOBS is in New Zealand dollars plus GST if any.
3. HRNZ reserves the right to suspend the TYOBS if the total budgeted amount for the season is reached.
4. Owners are responsible for returning GST as applicable in respect of the TYOBS.
5. HRNZ will pay the TYOBS on the 20th of the month following application to the TYOBS provided that all requested information has been provided and all the eligibility criteria have been met as outlined in these terms.
6. Owners must confirm or provide their bank account to HRNZ to get paid. Failure to do so within 12 months of the bonus will mean the TYOBS will not be paid.
7. You accept that you may be randomly audited to ensure that the TYOBS terms and conditions have been adhered to. Failure to fully comply with such an audit will mean removal from the TYOBS.
8. You are required to provide HRNZ with confirmation of whether you are GST registered and if so your GST registration number. You must advise HRNZ if this information changes at any time.
9. If you are GST registered, HRNZ will issue a buyer created tax invoice (BCTI) / buyer created taxable supply information (BCTSI) to you within 28 days of any TYOBS being paid. This will show the GST payable by you in respect of the TYOBS.
10. If you are not GST registered, HRNZ will issue remittance advice to you within 28 days of any TYOBS being made.
11. HRNZ will issue a credit note / supply correction information if for any reason the TYOBS is repaid.
12. You agree that you will not issue tax invoices or taxable supply information to HRNZ.
13. You confirm that you will retain a copy of the documentation issued by HRNZ in respect of the TYOBS when it is provided by HRNZ.
14. Participation in this scheme does not preclude from participation in any other scheme.