

AUCTION TERMS AND CONDITIONS FOR THE KRITERIE AUCTION 2022

Auctioneers: ASVT:s Trottex AB (Trottex)
in collaboration with TR-Media and Menhammar Online Sales

GENERAL PROVISIONS

The auction is open to yearling horses registered for the Kriterie auction. The sale will take place on the Internet (link to the auction site via www.asvt.se) on the auction days, September 15 to September 18, according to the procedure described on the auction site.

Only traders may participate in the auction as buyers. Consumers can only participate as sellers.

The seller is responsible for giving out the horse. The sales are done in the numerical order of the catalogue. The lowest bid accepted is 25.000 SEK. If bid is given during the blow of the hammer or a dispute regarding a given bid occurs after the blow of the hammer or the buyer is not approved, no legal purchase has been made, and after Trottex decision, the horse may be put up for sale again. The above also applies if any technical problems occur during the blow of the hammer or if Trottex's staff have made any mistakes.

Trottex has a unilateral and unconditional right to refuse a person or company to participate in the auction without having to state reasons for this. In the event of such refusal, neither speculator nor seller is entitled to damages or other compensation from Trottex.

In case of a consumer purchase according to par 1 of the Swedish Consumer Purchase Act, this law will be applicable for the purchase. The buyer shall sign the contract of Auction on the day of Auction. Bidding brokerage of 5% and statutory Value Added Tax (VAT) will be added. Transportation to and from the place of auction is done by own means of transportation and at own expense. Both sellers and buyers undertake to leave horse in transport no longer than one hour within the auction area and auction parking area. Trottex is not responsible for any incorrect statements in the auction catalogue. Trottex disclaim any and all responsibility for any damage that might occur on deposited horses during the time the horse is staying in the facilities used by Trottex for the Auction. Trottex is not liable for any damages, direct or indirect, in the event of the Auction having to be stopped, cancelled or rescheduled.

Trottex are responsible auctioneers and are authorised to plan and carry out auctions in the manner which they find most appropriate. This involves a right for Trottex to make adjustments to planned setups, programmes and participating horses, etc. Major changes will be presented on the Trottex homepage in respect of the relevant auction.

ASVT:s Trottex AB is the data controller. ASVT:s Trottex AB's contact information is:

E-mail: trottex@asvt.se

Address: ASVT's Trottex AB, c/o Stockholms Travsällskap, Box 20501, 161 02 Bromma, Sweden

The contact details of the Data Protection Officer are:

Name: Sara Lennartsson

E-mail: sara.lennartsson@asvt.se

Phone: +46 (0)70-748 03 93

When conducting the auction and sale, ASVT:s Trottex AB will process the personal data required to conduct the auction and abide by contracts that are entered into as a result of the auction and sale in accordance with Article 6, paragraph 1b of Regulation (EU) 2016/679 of the European Parliament and of the Council of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data and repealing Directive 95/46/EC (General Data Protection Regulation).

ASVT:s Trottex AB will process personal data for the marketing of promotions, offers, and new products or services. This processing is necessary for the legitimate interest of ASVT:s Trottex AB to market itself directly under Article 6, paragraph 1f of Regulation (EU) 2016/679 of the European Parliament and of the Council of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data and repealing Directive 95/46/EC (General Data Protection Regulation). This marketing may be done through advertisements, direct mail, e-mail or by other means.

ASVT:s Trottex AB will process personal data for the marketing of promotions, offers, and new products or services, provided the data subject has consented to this processing pursuant to Article 6, first paragraph of Regulation (EU) 2016/679 of the European Parliament and of the Council of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data and repealing Directive 95/46/EC (General Data Protection Regulation). Data subjects are entitled to withdraw their consent at any time, without this affecting the legality of the processing based on their consent, before it was withdrawn. Consent for direct marketing may be revoked by notifying trottex@asvt.se of the revocation. Automated decisions can be made to send marketing to data subjects.

Personal data may be transferred amongst ASVT:s Trottex AB and other companies belonging to the same group. As part of this type of transfer, personal data may possibly be transferred to third countries outside the EEA. In the case of transfers to a third country outside the EEA, there are determinations by the European Commission that the country in question has an adequate level of protection and/or that appropriate or suitable safeguards in the form of, *inter alia*, binding corporate

rules and/or standard contractual clauses. A copy of the appropriate protective safeguards can be obtained by sending a requesting by e-mail to trottex@asvt.se.

Personal data in accounts will be stored for seven (7) years in accordance with Chapter 7. Section 2 of the Accounting Act (1999:1078). The removal of personal data that is incorrect or not necessary for accounting takes place every other year.

The data subject whose personal data is processed by ASVT:s Trottex AB has the right to request access to, or rectification or erasure of, personal data or the restriction of processing concerning the data subject, or to object to processing, as well as the right to data portability pursuant to Article 20 of Regulation (EU) of the European Parliament and of the Council 2016/679 of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data and on the repeal of Directive 95/46/EC (General Data Protection Regulation).

The data subject has the right to lodge a complaint with the Swedish Data Protection Authority, which is the supervisory authority.

The provision of personal data is a necessary requirement when entering into an agreement pertaining to an auction or sale together with ASVT:s Trottex AB. If personal data is not provided, ASVT:s Trottex AB has the right to perform any task made more difficult by the fact that personal data is not provided and to refuse registration for an auction or sale.

GENERAL PROVISIONS REGARDING RELATIONS BETWEEN PARTIES

Trottex is merely the broker that brought about the purchase between the seller and the buyer. As indicated below and in general, a contractual relationship exists only between the buyer and the seller. Trottex is not able to take responsibility for the buyer or the seller in any way, such as, but not limited to, the following: the ability to pay, the receipt of messages or, as is also shown below, the information provided with respect to horses.

Any complaint and/or dispute must be made directly between the buyer and the seller. Trottex disclaims any responsibility, including liability for incorrect information, regarding horses offered for sale.

BIDDING, ETC.

The minimum bid is SEK 25,000. VAT will be additional, as provided by law. Bids are submitted in SEK 5,000 intervals, up to SEK 50,000, and then at SEK 10,000 intervals up to SEK 250,000. Beyond SEK 250,000, the interval between bids must be SEK 25,000. You can increase your bid by more than one interval by clicking more than once before you approve your bid. The highest bid is the last bid received by Trottex within the sales period. If two or more persons have submitted the same bid, the bid received first takes precedence. Trottex determines which bid was the first to be received. Only bids made over the Internet through the use of the Trottex service count as valid bids. Trottex will determine which bid was the latest bid received before the time expires. The purchase is binding between the seller and the tenderer who submitted the highest bid. Trottex will inform the buyer (i.e. the person who has submitted the highest bid) that there is a binding agreement. The message will be sent by e-mail or regular mail.

CONDITION OF THE HORSES

The horses are sold as is. The provisions of Section 19 of the Sale of Goods Act shall not apply. Complaints regarding defects in horses may only be made on the grounds, and within the time, specified below under the headings of "Relationship between Buyer and Seller", "Condition of the Horses", and "Complaints". An independent veterinary inspection report issued not more than seven days prior to the first day of the auction must be provided to Trottex on the day before the first day of the auction. **The horses must have begun receiving basic vaccination against equine influenza (A2) in accordance with the Svensk Travsport rules (A and B must be completed).** The horses must also be vaccinated against tetanus. Vaccinations must be recorded in horse passports.

THE RELATIONSHIP BETWEEN TROTTEX AND THE SELLER

Copies of veterinary and X-ray certificates submitted by the seller are published on the Internet, and on the box in the stable, together with other adequate information concerning the horse, such as training status, break-in, etc. The seller shall provide films and pictures of the horse to be auctioned. These must be displayed on the Internet page.

The seller is responsible for all information provided for each horse. A completed change of ownership form must be submitted to Trottex no later than one week before the auction. The seller is responsible for ensuring that veterinary certificates (issued no more than seven days from the start of the auction) have been received by Trottex on the day before the first day of the auction. The seller's rights to the purchase price according to this agreement are transferred to Trottex. Therefore, in the event of a dispute, the seller must request that payment be made to Trottex, and not to the seller. If Trottex is notified of a complaint/dispute, Trottex shall be entitled to withhold the proceeds, at the buyer's request, until the dispute is resolved. The seller is responsible to Trottex for ensuring that the horse is not released without proof of delivery having been obtained.

In the event that the seller agrees with the buyer on an extended payment period separate from these terms and conditions, Trottex will invoice the seller for all costs owed to Trottex, including, but not limited to, hammer price commission. The seller is then also responsible for invoicing and collecting the purchase price and related items from the buyer.

The seller acknowledges that it understands that Trottex does not check ability to pay during the bidding

Seller accepts a 14-days seller's credit to the bidder. The seller bears the credit risk in this context, as well as in other cases where the seller extends credit. Settlement to the seller takes place 74 days after sale in cases where samples have been taken in order to test for the use of anabolic steroids. Otherwise, settlement to the seller is made 30 days after the sale.

REGISTRATION AND FEES

In the case of registrations received by Trottex until **June 2 2022**, the fee per horse is SEK 5,000. All sellers at the auction must be members of ASVT. Upon registration, a seller of more than four horses pays for the first four horses, with the remaining registration fee is deducted upon settlement. In addition, there is a stake fee of SEK 1,000 per horse for the auction race. The stake fee must be paid at the same time as the registration fee is paid. **The registration fee is invoiced and must be paid without the need for a request within the time specified on the invoice.**

For horses that are withdrawn in writing by **July 4 2022**, a fee of SEK 1,000 will be charged. If a horse is withdrawn, the registration fee will be refunded only in the event of the horse's death. If a horse is withdrawn due to an acute or contagious disease that can be substantiated by a veterinary certificate issued by the district veterinarian and approved by Trottex, no fee will be charged beside the registration fee and the stake fee for the auction race. In the event of withdrawal on veterinary grounds, a veterinary certificate or death certificate must reach Trottex no later than the date of the auction. If a horse is withdrawn for other reasons in the period July 4 2022 – September 14 2022, or if not veterinary certificate is submitted as per above, a fee of SEK 5,000 will be charged. If a horse is withdrawn after September 14 2022, a fee of SEK 20,000 will be charged. In the case of horses included in the auction catalogue but which are withdrawn from the auction (including horses withdrawn on veterinary grounds), a further fee of SEK 1,000 will be charged in all cases except for horses which have been put down. The auction race entry fee must be paid at the same time as the withdrawal fee, if any, or at the latest in connection with the settlement.

** The auction may be moved or cancelled following a unilateral decision by Trottex. If a new auction cannot be held within two months of the scheduled time, the auction agreement will expire between the parties. ** Trottex will not be liable for any direct or consequential damage in the event the auction is cancelled or moved.

COMMISSIONS

Sales commission of 5% is due on the purchase sum and is calculated based on the amount (excluding VAT) between SEK 0 and SEK 100,000. Sales commission of 3% is due on the purchase sum (excluding VAT) in excess of SEK 100,000. Maximum SEK 12,500. In the event of a recall, a recall commission of 5% will instead be added for the recall amount (excluding VAT) for sums between SEK 30,000 and SEK 300,000. A recall commission of 10% will be due for the part of the recall amount (excluding VAT) that exceeds SEK 300,000. A stake fee of SEK 1,000 will also be charged for all horses that are recalled or remain unsold.

AUCTION RACE

All warmblood trotters that were been included in Trottex auction catalogues as yearlings and for whom the stakes have been paid are eligible for the auction race. The amount of the stakes and time when those must be paid are included in the terms and conditions for the auction. Auction races will be held at Solvalla during the Kriterie week for two-year-olds and during Elitloppet week for three-year-olds. For both two- and three-year-olds there will be a stallion/gelding class and a mare class. In case too many horses are registered for the races, Trottex and Solvalla may decide to divide the races, as well as the purse. The races can only be divided once. If after the division there are still too many horses, the selection will take place according to ST's rules. If the races do not have full registration, Trottex and Solvalla reserve the right to merge the open class and the mare class into one race. Other terms of the auction races will be determined by the rules of the races.

RELATIONSHIP BETWEEN THE BUYER AND THE SELLER, CONDITION OF HORSES AND COMPLAINTS, ETC

Any complaint/dispute will be settled directly between the buyer and the seller. Trottex is not liable for any damages due to incorrect information or incorrect statements given at any time regarding the horses.

The seller is only liable for hidden defects and only if the defect will affect the horse's ability as a trotter. The buyer may only claim liability for hidden defects if the buyer within 14 days from the auction performs a veterinary inspection/X-ray and forwards a written complaint that is received by Trottex within 14 days from the auction.

Irrespective of the above, the buyer may claim liability for hidden defects if the horse has tested positive using anabolic steroids. This providing the sample for analysis has been taken no later than the day of auction and a written complaint has been received by Trottex no later than 60 days from the auction.

Thereafter no demands can be made towards the seller unless the seller has acted fraudulent.

If the horse is returned, the buyer will pay for the transportation to the seller. The buyer will pay all other expenses, which might have occurred after the blow of the hammer, such as training fees and the like, until the horse is returned. Trottex shall be entitled to charge full buyer and vendor commission, calculated on the sale amount on the fall of the hammer, even in the event of the purchase being the subject of a complaint. The payment responsibility for buyer commission and contribution to the running of the auction transfers to the vendor as soon as a complaint has been submitted by the buyer and approved by the vendor. Any disputes will be conducted directly between the buyer and the seller. The buyer is consequently obliged to accept that the seller will replace the auctioneer as a party in any claims. The seller is not responsible for damage which might strike another animal or human beings through a contagious disease, which the animal was carrying at the time of the sale and which the seller had not noticed nor should have noticed through careful inspection in connection with the delivery. The buyer is aware that additions to the auction statements can be left by the speaker as well as through postings in the auction hall. Information given in these ways is valid against the buyer. If complaint/dispute is reported to Trottex according to the above, Trottex has the right to withhold payment in full at the buyer's request until the dispute is settled.

RELATIONSHIP BETWEEN THE BUYER AND THE SELLER, SPECIAL TERMS AND CONDITIONS

If the seller reserves the right to future covering rights, this must be stated on the horse's page in the auction catalogue. If the auction catalogue states that the seller reserves the right to a certain number of covering rights, the terms and conditions of these are as follows unless otherwise agreed by the seller and buyer.

The seller is entitled to use the sold stallion for the number of covers stated in the auction catalogue per annum and no additional payment shall be due to the buyer. This shall be calculated from the date of sale and continue throughout the stallion's lifetime or until it is castrated. The seller is also entitled to assign these rights to third parties.

Upon resale of the stallion by the buyer, the buyer must undertake to preserve the seller's rights by ensuring the seller retains the number of covering rights that they are entitled to as per these terms and conditions. The buyer is also responsible for ensuring that the seller's rights are maintained following any resale.

In the event of a breach of these provisions by the buyer, the buyer must pay damages to the seller for each covering that is lost due to the buyer's breach of contract. The damages per lost cover shall be equal to whichever amount is highest out of 1) the current live foal fee for the transferred horse, 2) 1% of the final bid for the horse, or 3) SEK 5,000.

RELATIONSHIP BETWEEN TROTTEX AND THE BUYER, TERMS OF PAYMENT

Payment shall be made to Trottex as invoiced with 14 days' credit. In case of a delay in payment, penalty interest will be charged at a rate of 16 per cent from the due date of the invoice. Title to the horse passes to the buyer at the blow of the hammer. It rests upon the buyer to keep the horse insured until full payment has been made. Insurance is automatically taken out for 1 day after the auction at the insurance company with which Trottex co-operates, but the horse can be insured with another company during the day if desired.

If the horse is not delivered in a timely manner and this delay is due to the buyer or any fact or circumstance related to the buyer, the risk of loss passes to the buyer once the seller has fulfilled his or her obligations required in order for the hand-over to take place. The buyer is aware that he or she will not be protected against the creditors of the seller until the handover takes place.

If the price of the horse has not been paid by seven days after the due date indicated on the invoice, Trottex has the right to take the following measures: 1) Cancel the purchase. If the purchase is cancelled, the buyer is required to pay damages equal to 10% of the purchase price, but not less than SEK 20,000, 2) Collect the claim with Trottex acting as the agent of the seller with the right to claim full compensation from the buyer for the costs of collection.

HAMMER PRICE COMMISSION

The winning bidder will be charged the purchase price plus an additional 5% of the purchase price as a hammer price commission, with VAT added to the total. The hammer price commission goes to Trottex. The buyer will also be charged a stake fee for the auction race amounting to SEK 1,000 per horse. This stake fee must be paid at the same time as the purchase price and hammer price commission.

RESERVATION OF TITLE

The Seller reserves the right to repossess sold animals and any offspring they may have until payment in full has been made. This reservation of title passes to Trottex in cases where Trottex has extended credit, until the buyer has paid in full. The horse will not be handed over payment in full has been made.

FOREIGN BUYERS

An export fee will be added in the case of foreign buyers who choose to export the horse. The export fee shall be paid to Svensk Travsport. In the case of foreign buyers who remove the horse from Sweden within one month of the auction date and who have notified the secretariat that the horse is to be exported, the VAT will

be refunded when the exit certificate has been received by Trottex, provided that the exit certificate has been received by Trottex no later than 30 days after the auction date and provided that the law allows VAT-exempt exports.

COLD BLOODS

Cold blood trotters are not eligible to participate in auction races. As a result no fees related to these races will be charged in connection with the sale and purchase of cold bloods.

PURCHASE AND SALE OF RACING RIGHTS

The buyer of racing rights undertakes to have the mare undergo Swedish professional training unless otherwise agreed with the seller. After the end of the mare's racing career, but no later than after the five-year term, the mare must be returned to the seller for breeding purposes and thus end her racing career. However, if the mare is deemed to have excellent chances to continue racing after the end of the five-year term, the seller and the buyer may agree on continued racing activities, for example by the buyer continuing to lease the mare for racing purposes. The seller shall not be entitled to enter into a similar agreement with another party without the approval of the buyer. The mare is being sold as is and according to the auction terms and conditions specified for the Elite Auction. The buyer is required to keep the horse insured until payment in full has been made. If the seller chooses to continue to maintain life insurance on the mare, the buyer must be notified of this. The buyer has the right to insure the mare during her training and racing career. The buyer is prohibited from covering, transferring, exchanging, pledging or otherwise disposing of the mare during her racing career. The buyer shall bear the risk of loss of the mare, during the period from the hand-over until the mare is returned to the seller and shall be responsible for all additional costs for the mare and for any damage the mare may cause the seller or third party.

CHOICE OF LAW AND FORUM

Swedish law shall apply both to relations between Trottex and sellers and buyers, as well as relations between a seller and a buyer. The International Sale of Goods Act does not apply. Disputes shall be settled by a Swedish court of general jurisdiction.

All amounts are exclusive of VAT. VAT will be added.