

FEEDER FINANCE CONTRACT

The undersigned Feeder ("Feeder"), the undersigned Dealer ("Dealer") and Hubbard Feeds Inc. ("Hubbard") agree that, in the event Feeder's application is approved by Hubbard:

1. The maximum amount to be financed shall not exceed the maximum credit limit approved by Hubbard in its final credit approval, which, in Hubbard's sole discretion, may be separated into several individual contracts. Feeder shall execute Delivery Receipt Notes (the "Note" or "Notes") on a form provided by Hubbard for all feeds provided by Dealer or Hubbard under this Contract. Each note will bear interest at the rate of five percent (5.00%) per annum computed on the basis of actual days elapsed in a 365 day year. Failure to pay Hubbard any amount when due shall entitle Hubbard to assess a late payment charge of one percent (1.00%) per month from the date such payment was due until fully paid; full payment to include all interest costs and expenses (including, but not limited to, reasonable attorney fees) incurred by Hubbard in collection and the late payment charge. The terms of the Notes are incorporated herein and made a part hereof by this reference.
2. All Contract proceeds financed hereunder shall be exclusively used for the purchase of Hubbard branded feeds to be fed to the livestock referred to in this Contract, and/or other Hubbard approved products or merchandise.
3. All Contract proceeds will be disbursed by making payment directly to the Dealer for Feeder's account. Dealer agrees to apply all such payments to the Feeder's account(s) with Dealer.
4. Each Note shall be payable on demand, but if no demand is made, then on the contract due date of the individual contract. ***In the event the livestock referred to in this Contract are sold before the contract due date, payment in full shall be due at the time of the sale of such livestock.***
5. All payments received by Hubbard shall be applied first against accrued interest and the balance against the principal indebtedness.
6. In the event Hubbard deems itself insecure for any reason, or in the default of this Contract or any other obligation in favor of Hubbard, Hubbard reserves the right to decline to make any further contracts or advances, and declare all obligations arising hereunder immediately due and payable.
7. This Contract shall not be binding upon Hubbard until approved by a duly authorized Hubbard Financial Services Representative.
8. Hubbard reserves the right to require security in the livestock or such other collateral as may be appropriate or to require subordination agreements from any prior secured lenders. In the event payment is not made when due, Feeder agrees to pay all costs of collection including reasonable attorneys fees.
9. In the event more than one Feeder's signature appears below, either signatory may sign the Note.

THE UNDERSIGNED HAS CAREFULLY READ ALL OF THE TERMS AND CONDITIONS OF THIS CONTRACT AND APPLICATION, AND UNDERSTANDS THE RESPECTIVE OBLIGATIONS OF FEEDER, DEALER AND HUBBARD. FEEDER WARRANTS THAT THE FINANCIAL STATEMENT PROVIDED WITH THIS APPLICATION IS TRUE AND CORRECT AND THAT IT MAY BE RELIED UPON BY HUBBARD AND DEALER FOR PURPOSES OF OBTAINING CREDIT INFORMATION AND EXTENDING CREDIT. THE UNDERSIGNED AUTHORIZES HUBBARD TO CONTACT ANY CREDIT INFORMATION AGENCY, CREDIT REPORTING AGENCY, BANK, LENDER OR OTHER GRANTOR OF CREDIT AND TO ACQUIRE AND USE CREDIT REPORT OR ANY OTHER FORM OF CREDIT INFORMATION IN CONNECTION WITH THE EXTENSION OR CONTINUATION OF THE CREDIT CONTEMPLATED BY THIS CONTRACT AND APPLICATION AND FURTHER AUTHORIZES SUCH BANK, LENDER OR GRANTOR OF CREDIT TO DISCLOSE ANY INFORMATION REQUESTED BY HUBBARD.

SEE REVERSE SIDE FOR ADDITIONAL TERMS AND CONDITIONS

FEEDER'S SIGNATURE:

The following parties are authorized to sign contracts, notes and security documents. (If Partnership, L.L.C. or Corporation, authorized signature and title).

Feeder Signature

Date

Print Feeders Name, (and Title if Applicable)

Feeders Signature

Date

Print Feeders Name, (and Title if Applicable)

Print Business Name, (if Proprietorship / Individual Leave Blank)

DEALER NAME: _____

Signature / Title: _____

Address: _____

Guarantor

The person signing here is the guarantor. The undersigned guarantor hereby absolutely and unconditionally guarantees to pay Hubbard the full amount that Feeder owes or will be obligated to pay to Hubbard hereunder, but not to exceed the Maximum Credit Application Amount, together with all costs, expenses, and reasonable attorneys' fees incurred by Hubbard in connection therewith. Hubbard may require the guarantor to pay the Notes in full at any time after they becomes due, whether or not Hubbard has then made any effort to collect the Notes from the Feeder.

The guarantor will continue to be responsible even if Hubbard releases any security it may have, consents to changes in the payment schedule of the Notes, renews the Notes, or releases any other persons from responsibility.

Guarantor's Signature _____

Print Name, (and Title if Applicable) _____

Print Business Name, (if Individual Leave Blank) _____

Address _____

Contract Approval - Hubbard Office Use Only

Contract Group	Signature of Authorized Hubbard Financial Services Representative	Approval Date	Maximum Credit Limit	Contract Due Date
1				
2				
3				
4				

These Contracts are subject to Hubbard's delivery of separate written notices to Feeder and Dealer of final approval, which may contain terms and conditions which are in addition to those stated herein.