COVER PAGE TO INDEPENDENT CONTRACTOR AGREEMENT

Christensen Farms & Feedlots, Inc. Address: 23971 County Road 10 P. O. Box 381 Sleepy Eye, MN 56085 Telephone #: 507-794-5310	Producer: Address: Telephone #:

THIS DOCUMENT IS A LEGAL CONTRACT BETWEEN CHRISTENSEN FARMS & FEEDLOTS, INC., AND YOU.

READ YOUR CONTRACT CAREFULLY. This cover sheet provides only a brief summary of your contract. This is not the contract and only the terms of the actual contract are legally binding. The contract itself sets forth, in detail, the rights and obligations of both you and Christensen Farms & Feedlots, Inc. (hereinafter "CF"). **IT IS THEREFORE IMPORTANT THAT YOU READ YOUR CONTRACT CAREFULLY.**

MATERIAL RISK DISCLOSURE STATEMENT

Please consider carefully the following risk factors in addition to your personal animal husbandry skills, experience and knowledge before signing this contract.

SWINE PRODUCTION RISKS

- Raising swine for profit depends on many factors. Performance under the terms of this contract does not ensure that you will make a profit. Your profitability is affected by numerous factors. Such factors include, but are not limited to, your own husbandry and management skills, herd health, adverse weather conditions, or other catastrophic loss of the facilities or the hogs on account of factors beyond CF or your control.
- CF may fail to deliver pigs, feed or veterinary services in the quantity or quality described in the contract due to act of God or other unforeseen circumstances.

FINANCIAL RISKS

- Financing of construction or operation of your swine facilities may exceed costs anticipated by you.
- Failure to make payments to repay a third-party lender which has financed construction or operation of your swine facilities may cause your third-party lender to foreclose on the facility or take other collection actions. Default under the terms of your financing with your third-party lender shall also constitute a default under this contract.

REGULATORY RISKS

- You are responsible for obtaining all necessary permits to legally construct and operate the facilities. Failure to obtain such permits may result in enforcement actions being taken against you by authorized regulatory agencies or personnel.
- You are responsible for properly storing, handling and disposing of manure from the facilities. You are exposed to liability for any manure spills or contamination caused by improper storage, handling or disposal.
- The hogs may be quarantined or destroyed by animal health or other regulatory agencies or personnel if the hogs are found to be diseased.
- You are responsible for disposal of all dead hogs. You could be exposed to liability if you fail to properly dispose of all dead hogs.

PAYMENT RISKS

- CF has the right to delay, adjust or offset the amount you are paid under the contract for various reasons. Such reasons include, but are not limited to, performance adjustments, death loss, sort loss, delivery of non-standard, diseased or injured hogs, failure to order feed in a timely manner, failure to make required production reports, failure to provide adequate access to the facilities, failure to clean the facilities between production cycles, failure to maintain required manure storage levels or failure to follow procedures mandated by CF.
- You are required to indemnify, defend and hold CF harmless from all liabilities and causes of action arising from your failure to perform the contract.

TERMINATION RISKS

- CF may terminate this contract prior to expiration of the term of this contract based on your default.
- Upon default, CF has the right to take possession of and to operate the facilities as well as any other property needed to operate the facilities for the duration of the contract.

YOUR RIGHT TO REVIEW AND TERMINATE THE CONTRACT

You may terminate this contract by mailing a written termination notice to CF at the address set forth above within three (3) business days after you receive a copy of the fully signed contract. The written notice of termination will be deemed mailed on the date of the postmark on the envelope.

Received by Producer: _____ _____
Date Initials