

Cloverleaf Standardbred Owners' Association, Inc.

May 26, 2010

VFW, Queenstown, Maryland

Minutes

Present: President Thomas Cooke
1st VP Dan Myer
2nd VP Jerry Nock
Executive VP Sharon Roberts

Directors: Betsy Brown William DeLodovico Gary Ewing
Ralph Hayward Tammy Lafferty Jackie MacLeod
Don Milby Kenneth Schlotzhauer James Simmons
Eli Solomon William Spicer Judy Welty
Gary White

Absent: Daniel Bittle William Long

President Cooke called the meeting to order at 6:30 pm.

Motion – A motion was made by Jerry Nock, seconded by Ralph Hayward to approve the April 29, 2010 minutes. The vote was unanimous. The motion carried.

Ocean Downs – Rosecroft Time Line – President Tom Cooke updated the Board and distributed the Ocean Downs - Rosecroft Time Line from April 29, 2010 through May 27, 2010. The Time Line will be attached to the minutes.

At this time Mr. Vogel has not paid the money.

Letter sent out by T. Cooke. Laurel

Jackie MacLeod joined the meeting at 6:40 pm

Maryland Standardbred Race Fund Advisory Board – Eli Solomon updated the Board. There was discussion of the possible disappearance of a racetrack. The MSRF races are scheduled for August 7, 14, 21, 28 estimated purses \$10,000. The MSS races will be held August 14th, 21th and 28th. This plan was approved by the MSRF Advisory Board. Prelims will be \$2,000, Finals will be 20,000. New schedule is available.

We need to get the number of horses nominated to the MSRF and MSS of yearlings, 2 year olds and 3 year olds.

Kelley Rogers reported that he never received a request to race the MRF and MSS Ocean Downs races at RCR in 2010.

Kenney Schlotzhauer joined the meeting at 6:55 pm

CEI/ Management Update - Kelley Rogers gave a management update. We need commitments ASAP with \$500,000 each 4 people are committed. All money will have to be posted in an escrow account.

1. There are four different suitors. **The Stockholders meeting is changed to June 10th.** Mr. Rogers will come with a contract or nothing at all. One offer as of today – Any offer has to post the \$350,000 operating money.

If a request is made to the Advisory Board meeting to meet and consider changing MFR and MSS race days to RCR. They have to meet the 15 days meeting notice requirement.

If the races are not coming to RCR there will be no qualifiers at RCR.

2. We will be in Prince Georges' Court on June 3 for the Backstretch Hearing. Permanent Injunction Hearing \$18,000 Bond has been posted. We will be taking action to protect CEI and will pursue to collect any back stall rent owed. If CEI prevails the Bond money will go to offset the costs.

Tenant Landlord Dispute Cases - June Grove left the RCR Backstretch before the deadline and has a signed receipt to be dismissed from the lawsuit. The T&L Cases are scheduled for June 10th; she will be fully dismissed as well as anyone who left in the proper time of May 1st.

3. Bankruptcy Hearing – “Judge Mannes” The Judge may approve a Motion to Sell (if we have a potential buyer/ agreement) or a Motion to convert to Chapter 7. If we do not have a signed contract and deposit we will not apply for any further continuance or extension. If we have a sale offer we will file Notice with the Judge that we have a deal. Our burden is to “Prove Financial Viability, \$350,000 deposit, Signed Contracts, there would be a 45 day waiting period and any party that wishes, can put in their own plan. Also any party can object to a Motion to Sell.

Mark Vogel is one of the 4 deals that Kelley is working on. Mr. Vogel does not have exclusivity – waived.

Legislative Update -

Maryland Horse Counsel Meeting – Ralph Hayward reported on the MHC meeting on whether to back Mr. Cordish or MJC as a slot location. Mr. Hayward spoke at the meeting. The decision was not to support either for slots.

Old Business –

Tom Chuckas' Lawsuit – The Chuckas' Lawsuit Hearing is scheduled for in October 27, 2010.

Antitrust Lawsuit – “Judge Bennett” - A Motion to Dismiss is scheduled for July 29th – Track Net wants to be further removed from the lawsuit. Track Net will file a Motion to Dismiss or they will be in Contempt.

New Business -

1. Three lawsuits will continue.
 - a. Tom Chuckas' Lawsuit
 - b. Antitrust Lawsuit
 - c. MRC Lawsuit
2. Have Legal Counsel (William Meyers) write a letter to Mike Hopkins (MRC) about thoroughbreds offering \$4M to settle the Crossbreed Agreement.
3. New MRC Chairman is Lou Ulman.

New Business - Jerry Nock has been asked to have Betsy Brown to resign from the Board.

Betsy Brown is engaged in a lawsuit with RCR and has ignored the will of the Board.

If it complies with the CSOA By-Laws the item (Betsy Browns removal from the Board) will be put on the next agenda.

Motion to Adjourn – A motion was made by Bill Spicer, seconded by Kenneth Schlotzhauer to adjourn the meeting. The vote was unanimous. The meeting adjourned at 8:45 pm.

Respectfully submitted by,

Sharon L. Roberts

Executive VP