

## SHARE PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt, foaled 2015**,  
by **I AM INVINCIBLE** from **MOULIN ROUGE** inclusive to **31 AUGUST 2017**

The costs of establishing the Syndicate are set out in the following table (these costs are one-off costs):

	Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter – fall of the hammer	\$145,000	\$7,250
B. Promoter's profit margin on this promotion	\$18,125	\$906
C. Other acquisition costs	\$29,017	\$1,451
D. Syndicate establishment costs	\$18,565	\$929
E. Actual and budgeted Horse husbandry costs to <b>31 AUGUST 2017</b>	\$16,057	\$803
<b>Sub-total</b>	<b>\$226,764</b>	<b>\$11,339</b>
F. GST	\$22,676	\$1,133
G. Racing NSW Registration Fees (GST exempt)	\$560	\$28
<b>Total</b>	<b>\$250,000</b>	<b>\$12,500</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$12,500</b>

Further breakdown of Items A, B, C and D:

		Total for Syndicate	Per Share (20)
<b>A. Initial Cost Price of Horse paid by Promoter</b>		<b>\$145,000</b>	<b>\$7,250</b>
<b>B. Promoter's margin 12.5%</b>		<b>\$18,125</b>	<b>\$906</b>
<b>C. Other acquisition costs</b>			
o Race series eligibility payments <b>(7)</b>			
▪ Entry to Inglis Race series (one-off)	\$2,000		
▪ <b>BOBS</b> 2-3yo Series (one-off)	\$900		
▪ <b>VOBIS GOLD</b> Series (one-off)	\$1,000		
▪ Blue Diamond & Blue Sapphire 1 <sup>st</sup> nom (2 races)	\$300		
▪ Golden Slipper & Golden Rose 1 <sup>st</sup> nom (2 races)	\$341	<b>\$4,541</b>	<b>\$227</b>
o Insurance Premiums (4 Policies)			
▪ Mortality from fall of hammer <b>26th February 2017 to 31<sup>st</sup> October 2017</b> for total syndication value			
▪ Colic & Emergency Surgery			
▪ Disability impairment guarantee to date of issuing and allotment of Shares			
▪ Professional Indemnity cover		<b>\$18,020</b>	<b>\$901</b>
o Acquisition costs			
▪ Veterinary work at sale complex by Dr Tim Roberts, including <b>69</b> physical inspections, <b>18</b> X-rays and endoscopic evaluation apportioned across all yearlings purchased for syndication	\$3,100		
▪ Endoscopic evaluation post sale payable to <b>Inglis</b>	\$150		
▪ Blood testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Sales expenses incurred in attending sale apportioned across all yearlings	\$1,278		

purchased for syndication			
<ul style="list-style-type: none"> <li>▪ Consultancy Fee to Independent Bloodstock Agent for assistance with individual inspections of <b>123</b> yearlings to determine final <b>69</b> lots to submit for veterinary inspection pro-rata across number of yearlings purchased for syndication</li> </ul>	\$445		
<ul style="list-style-type: none"> <li>▪ Miscellaneous costs, including professional photographers, pedigree ratings software fee, apportioned across all yearlings purchased for syndication</li> </ul>	\$983	<b>\$6,456</b>	<b>\$323</b>
<b>D. Syndicate establishment costs</b>			
<ul style="list-style-type: none"> <li>○ Establishment and promotion</li> </ul>			
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Proportion of postage, printing, handling &amp; stationary \$128, communications by telephone, facsimile, email, SMS \$325, marketing &amp; promotion, banking, merchant service/eftpos fees, \$825, IT service provider \$857, advertising across TV, radio &amp; websites, including, Sky Sports Radio, Bloodstock.com, Racenet etc. \$9,500, Veterinary report for PDS, \$195, ASIC Form 88 PDS in-use notice \$35</li> </ul> </li> </ul>	\$11,865	<b>\$11,865</b>	<b>\$593</b>
<ul style="list-style-type: none"> <li>○ Accounting and legal</li> </ul>			
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Proportion of auditor's fee (\$3,500), chartered accountants fee (1,200), legal fees (\$2,000)</li> </ul> </li> </ul>	\$6,700	<b>\$6,700</b>	<b>\$335</b>
<b>E. Actual and budgeted Horse husbandry costs to: 31 AUGUST 2017</b>			
<ul style="list-style-type: none"> <li>○ From <b>27<sup>th</sup> February to 31 August 2017</b></li> </ul>			
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport <b>27/2/17</b> from sale complex to Oakridge Spelling Farm</li> </ul> </li> </ul>	\$680		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from date of arrival at Oakridge to 31 March</li> </ul> </li> </ul>	\$1,836		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport from Oakridge to educators to commence breaking-in process</li> </ul> </li> </ul>	\$180		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Education process at educator's stables</li> </ul> </li> </ul>	\$3,575		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport to our Pre-Trainer to finish education in stables complex</li> </ul> </li> </ul>	\$210		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ 15 days orientation at Pre-Trainers Stables</li> </ul> </li> </ul>	\$1,155		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs at including Track Fees, Farrier feet trim and shoes, Dentist, parasite drench</li> </ul> </li> </ul>	\$515		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport 15 May from educators back to Oakridge Spelling Farm</li> </ul> </li> </ul>	\$150		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment at Oakridge Spelling Farm (16 days)</li> </ul> </li> </ul>	\$612		

▪ Agistment from 1 June to 30 June + Feet Trim and Drench	\$1,442		
▪ Transport 1 July Educators – Second Session	\$180		
▪ Educators 14 day re-fresher course	\$1,160		
▪ Transport to Pre-Trainers	\$150		
▪ 17 Days in Pre-Trainers	\$1,862		
▪ Transport to Spelling Farm after Pre-training	\$180		
▪ Agistment from 1 August to 31 August + Feet Trim and Drench	\$1,477		
▪ Miscellaneous additional costs at Oakridge including, farrier feet trim, shoes, dentist, parasite drenches, etc.	\$693	<b>\$16,057</b>	<b>\$803</b>
<b>Total</b>		<b>\$226,764</b>	<b>\$11,339</b>