

SHARE PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Chestnut Filly, foaled 2014**,
by **FOXWEDGE** from **UNDERCOVER** inclusive to **31 OCTOBER 2016**

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	\$50,000	\$2,500
B. Promoter's profit margin on this promotion	\$6,250	\$313
C. Other acquisition costs	\$20,095	\$1,005
D. Syndicate establishment costs	\$18,565	\$928
E. Actual and budgeted Horse husbandry costs to 31 OCTOBER 2016	\$22,672	\$1,133
Sub-total	\$117,582	\$5,879
F. GST	\$11,758	\$588
G. Racing NSW Registration Fees (GST exempt)	\$560	\$28
Total	\$129,900	\$6,495
Share Application Price – 1/20th [or 5%] Share		\$6,495

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$50,000	\$2,500
B. Promoter's margin 12.5%		\$6,250	\$313
C. Other acquisition costs			
o Race series eligibility payments (7)			
▪ Entry to Magic Millions Race series (one-off)	\$4,500		
▪ BOBS 2-3yo Series (one-off)	\$900		
▪ BOBS Extra 4yo + Series (one-off)	\$764		
▪ Blue Diamond & Blue Sapphire 1 st nom (2 races)	\$300		
▪ Golden Slipper & Golden Rose 1 st nom (2 races)	\$341	\$6,805	\$340
o Insurance Premiums (4 Policies)			
▪ Mortality from fall of hammer 7th January 2016 to 31st January 2017 for total syndication value			
▪ Colic			
▪ Disability impairment guarantee to date of issuing and allotment of Shares			
▪ Professional Indemnity cover		\$8,540	\$427
o Acquisition costs			
▪ Veterinary work at sale complex by D. John Walker, including physical inspections, X-ray and endoscopic evaluation apportioned across all yearlings purchased for syndication	\$895		
▪ Endoscopic evaluation post sale payable to William Inglis	\$150		
▪ Blood testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Sales expenses incurred in attending	\$1,778		

sale apportioned across all yearlings purchased for syndication			
▪ Consultancy Fee to Independent Bloodstock Agent Gary Mudgway for assistance with individual inspections of 309 yearlings to determine final 75 lots to submit for veterinary inspection pro-rata across number of yearlings purchased for syndication	\$445		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software fee, apportioned across all yearlings purchased for syndication	\$983	\$4,750	\$238
D. Syndicate establishment costs			
○ Establishment and promotion			
▪ Proportion of postage, printing, handling & stationary \$128, communications by telephone, facsimile, email, SMS \$325, marketing & promotion, banking, merchant service/eftpos fees, \$825, IT service provider \$857, advertising across TV, radio & websites, including, Sky Sports Radio, Bloodstock.com, Racenet etc. \$9,500, Veterinary report for PDS, \$195, ASIC Form 88 PDS in-use notice \$35	\$11,865	\$11,865	\$593
○ Accounting and legal			
▪ Proportion of auditors fee (\$3,500), chartered accountants fee (1,200), legal fees (\$2,000)	\$6,700	\$6,700	\$335
E. Actual and budgeted Horse husbandry costs to: 31 OCTOBER 2016			
○ From 6th January to 31 OCTOBER 2016			
▪ Transport 10/1/16 from sale complex to Oakridge Spelling Farm	\$680		
▪ Agistment from date of arrival at Oakridge to 28 February	\$1,836		
▪ Transport from Oakridge to educators to commence breaking-in process	\$180		
▪ Education process at educators stables	\$3,575		
▪ Transport to our Warwick Farm based Pre-Trainer to finish education in stables complex	\$210		
▪ 15 days orientation at Pre-Trainers Stables	\$1,155		
▪ Miscellaneous additional costs at Warwick Farm including Track Fees, farrier feet trim and shoes, dentist, parasite drench	\$634		
▪ Transport 14 April from educators	\$150		

back to Oakridge Spelling Farm			
▪ Agistment at Oakridge Spelling Farm (17 days)	\$612		
▪ Agistment from 1 May to 31 May + Feet Trim and Drench	\$1,442		
▪ Transport 1 June Educators – Second Session	\$180		
▪ Educators 14 day re-fresher course	\$1,660		
▪ Transport to Pre-Trainers	\$150		
▪ 16 Days in Pre-Trainers at Warwick Farm	\$1,962		
▪ Transport to Spelling Farm after Pre-training	\$180		
▪ Agistment from 1 July to 31 July + Feet Trim and Drench	\$1,442		
▪ Agistment from 1 August to 31 August + Feet Trim and Drench	\$1,442		
▪ Agistment from 1 September to 30 May + Feet Trim and Drench	\$1,442		
▪ Transport to Pre-Trainers	\$210		
▪ Into Pre-Training at Wild Oaks 1 st October – 31 st October	\$2,737		
▪ Miscellaneous additional costs at Oakridge including, farrier feet trim, shoes, dentist, parasite drenches, etc.	\$793	\$22,672	\$1,133
Total		\$117,582	\$5,879

- **The promoter absorbs all ongoing costs from 31/10/16 until the promotion is fully subscribed.**