

## SHARE PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Brown Filly, foaled 2015**,  
by **ALL TOO HARD** from **PASS DE DEUX (IRE)** inclusive to **31 OCTOBER 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	\$115,000	\$5,750
B. Promoter’s profit margin on this promotion	\$14,375	\$719
C. Other acquisition costs	\$27,880	\$1,394
D. Syndicate establishment costs	\$18,565	\$928
E. Actual and budgeted Horse husbandry costs to <b>31 OCTOBER 2017</b>	\$20,489	\$1,025
<b>Sub-total</b>	<b>\$196,309</b>	<b>\$9,816</b>
F. GST	\$19,631	\$981
G. Racing NSW Registration Fees (GST exempt)	\$560	\$28
<b>Total</b>	<b>\$216,500</b>	<b>\$10,825</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$10,825</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>\$115,000</b>	<b>\$5,750</b>
<b>B. Promoter’s margin 12.5%</b>		<b>\$14,375</b>	<b>\$719</b>
<b>C. Other acquisition costs</b>			
o Race series eligibility payments <b>(7)</b>			
▪ Entry to Magic Millions Race series (one-off)	\$4,500		
▪ <b>BOBS</b> 2-3yo Series (one-off)	\$900		
▪ <b>BOBS Extra</b> 4yo + Series (one-off)	\$764		
▪ 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>\$6,805</b>	<b>\$340</b>
o Insurance Premiums (4 Policies)			
▪ Mortality from fall of hammer <b>12th January 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>\$15,324</b>	<b>\$766</b>
o Acquisition costs			
▪ Veterinary work at sale complex by Dr Tim Roberts, including <b>160</b> physical inspections, <b>115</b> X-rays and endoscopic evaluation apportioned across all yearlings purchased for syndication	\$1,895		
▪ Endoscopic evaluation post sale payable to <b>Magic Millions</b>	\$150		
▪ Blood testing post sale for Anabolic Androgenic Steroids	\$500		

<ul style="list-style-type: none"> <li>▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication</li> </ul>	\$1,778		
<ul style="list-style-type: none"> <li>▪ Consultancy Fee to Independent Bloodstock Agent for assistance with individual inspections of <b>383</b> yearlings to determine final <b>160</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>\$5,751</b>	<b>\$288</b>
<b>D. Syndicate establishment costs</b>			
○ Establishment and promotion			
<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>	\$11,865	<b>\$11,865</b>	<b>\$593</b>
○ Accounting and legal			
<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>	\$6,700	<b>\$6,700</b>	<b>\$335</b>
<b>E. Actual and budgeted Horse husbandry costs to: 31 OCTOBER 2017</b>			
○ From <b>12<sup>th</sup> January to 31 OCTOBER 2017</b>			
<ul style="list-style-type: none"> <li>▪ Transport <b>12/1/17</b> from sale complex to Oakridge Spelling Farm</li> </ul>	\$680		
<ul style="list-style-type: none"> <li>▪ Agistment from date of arrival at Oakridge to 28 February</li> </ul>	\$1,836		
<ul style="list-style-type: none"> <li>▪ Transport from Oakridge to educators to commence breaking-in process</li> </ul>	\$180		
<ul style="list-style-type: none"> <li>▪ Education process at educator's stables</li> </ul>	\$3,575		
<ul style="list-style-type: none"> <li>▪ Transport to our Pre-Trainer to finish education in stables complex</li> </ul>	\$210		
<ul style="list-style-type: none"> <li>▪ 15 days orientation at Pre-Trainers Stables</li> </ul>	\$1,155		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs at including Track Fees, Farrier feet trim and shoes, Dentist, parasite drench</li> </ul>	\$515		
<ul style="list-style-type: none"> <li>▪ Transport 14 April from educators back to Oakridge Spelling Farm</li> </ul>	\$150		

▪ Agistment at Oakridge Spelling Farm (17 days)	\$612		
▪ Agistment from 1 May to 31 May + Feet Trim and Drench	\$1,442		
▪ Agistment from 1 June to 30 June + Feet Trim and Drench	\$1,399		
▪ Agistment from 1 July to 31 July + Feet Trim and Drench	\$1,422		
▪ Transport 1 August Educators – Second Session	\$180		
▪ Educators 14 day re-fresher course	\$1,387		
▪ Transport to Pre-Trainers	\$150		
▪ 16 Days in Pre-Trainers	\$1,862		
▪ Transport to Spelling Farm after Pre-training	\$180		
▪ Agistment from 1 September to 30 September + Feet Trim and Drench	\$1,399		
▪ Agistment from 1 October to 31 October + Feet Trim and Drench	\$1,442		
▪ Miscellaneous additional costs at Oakridge including, farrier feet trim, shoes, dentist, parasite drenches, etc.	\$693	\$20,489	\$1,025
<b>Total</b>		<b>\$196,309</b>	<b>\$9,816</b>