

## SHARE PRICE CALCULATION SHEET

PDS for the sale of Shares in **RECONDITE (IRE)**

**A Southern Hemisphere 4YO Bay Gelding (3YO Northern Hemisphere), foaled 2016,  
by ACCLAMATION (GB) from AQUARIUS STAR (IRE) costs inclusive to 31 JANUARY 2020**

*\* This racehorse was purchased in the United Kingdom currency of 45,000 Guineas.*

*1 Guinea = 21 Shillings = 1 GBP + 5%. The following figures have been calculated at the Australian Dollar exchange rate. The current cash exchange rate for Westpac Business Customers as at 18 October 2019 was 1.00 Guinea = 1.05 GBP = \$0.5037 AUD for the Fall Of Hammer Price (only).*

*All Standard costings in UK were 1 GBP = 1.9853 AUD*

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 AUD	\$94,302	\$4,715
B. Promoter's profit margin on this promotion <b>12.5%</b> Hammer Price AUD	\$11,787	\$589
C. Other acquisition costs	\$16,739	\$837
D. Syndicate establishment costs	\$1,808	\$90
E. Actual and budgeted Horse husbandry costs to <b>31 JANUARY 2020</b>	\$35,764	\$1,789
<b>Sub-total</b>	<b>\$160,400</b>	<b>\$8,020</b>
F. GST on Landed Value of Horse + All Australian Costs	\$16,040	\$802
G. Racing NSW Registration Fees (GST exempt)	\$560	\$28
<b>Total</b>	<b>\$177,000</b>	<b>\$8,850</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$8,850</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>\$94,302</b>	<b>\$4,715</b>
<b>B. Promoter's margin</b>		<b>\$11,787</b>	<b>\$589</b>
<b>C. Other acquisition costs</b>			
o Acquisition costs			
▪ 60 Days Mortality Cover including transit to Australia including stamp duty plus emergency surgery and P/I cover	\$2,963		
▪ Veterinary work at sale including physical inspections <b>85</b> lots physical inspections pro-rata	\$1,800		
▪ Veterinary Endoscopic evaluation pre-sale inspection of <b>40</b> lots pro-rata	\$2,375		
▪ Blood testing post sale	\$144		
▪ Sales expenses incurred in attending sale: including return airfare AUD <b>\$8,000</b> for (1) veterinarian, (2) Dean & Adam airfares AUD <b>\$16,000</b> , Accommodation 3 rooms tariff x a total 19 room nights in AUD <b>\$6,820</b> plus AUD <b>\$2,880</b> staff living away from home allowances = AUD <b>\$33,700</b> divided pro-rata across <b>4</b> racehorses purchased for syndication	\$8,475		
▪ Miscellaneous costs, including photographers, ASB Import Certificate	\$982	<b>\$16,739</b>	<b>\$837</b>

Fees, pedigree ratings software fees, pro-rata across three racehorses purchased for syndication			
<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, Facebook and Social Media marketing &amp; promotion \$300, banking and merchant service/eftpos fees, \$825 Veterinary report for PDS, \$195, ASIC Form 88 PDS in-use notice</li> </ul>	\$1,808	\$1,808	\$90
<b>E. Actual and budgeted Horse husbandry costs to: 31 JANUARY 2020</b>			
○ From <b>30 OCTOBER 19 to 31 JANUARY 20</b>			
<ul style="list-style-type: none"> <li>▪ Transport <b>30/10/19</b> from Tattersalls Newmarket Complex UK to Holding Farm 50 GBP</li> <li>▪ Truck to quarantine - GBP 50</li> <li>▪ Pretesting - GBP 200</li> <li>▪ Stabling 17 days @ GBP 26/day - GBP 442</li> <li>▪ Flight &amp; quarantines - GBP 14,238</li> <li>▪ Stud book transfer GBP 220</li> <li>▪ Total cost GBP <b>15,200</b> (circa AUD <b>30,177</b> <b>30/10/19</b> rates from fall of hammer to release ex Melbourne quarantine)</li> </ul>	\$30,177		
<ul style="list-style-type: none"> <li>▪ Transport ex Melbourne to Boynton Park Spelling Complex</li> </ul>	\$720		
<ul style="list-style-type: none"> <li>▪ Standard Agistment until 31 December 2019 at Boynton Park stables inc Stabling / day yards / dry walker.</li> </ul>	\$1,845		
<ul style="list-style-type: none"> <li>▪ Standard Pre-Training Costs 1 January to 31 January 2020</li> </ul>	\$2,402		
<ul style="list-style-type: none"> <li>▪ Standard Miscellaneous Additional Costs until 31 January 2020 including Farrier feet trim and full set new shoes, Dentist, worming / parasite drench</li> </ul>	\$620	\$35,764	\$1,789
<b>Total</b>		<b>\$160,400</b>	<b>\$8,020</b>