

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay FILLY**, foaled **2017**, by **SNITZEL** from **FICTIONAL ACCOUNT (IRE)** all-inclusive to **30 SEPTEMBER 2019**

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 | \$150,000 | \$7,500 |
| B. Promoter's margin 12.5% of fall of hammer price | \$18,750 | \$938 |
| C. Other acquisition costs | \$29,194 | \$1,459 |
| D. Syndicate establishment costs | \$18,565 | \$928 |
| E. Actual and budgeted Horse husbandry costs to 30 September 2019 | \$16,119 | \$806 |
| Sub-total | \$232,628 | \$11,631 |
| F. GST | \$23,262 | \$1,163 |
| G. Racing NSW Registration Fees (GST exempt) | \$610 | \$31 |
| Total | \$256,500 | \$12,825 |
| Share Application Price – 1/20th [or 5%] Share | | \$12,825 |

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

| | | Total for Syndicate | Per Share (20) |
|---|---------|---------------------|----------------|
| A. Initial Cost Price of Horse paid by Promoter | | \$150,000 | \$7,500 |
| B. Promoter's margin 12.5% | | \$18,750 | \$938 |
| C. Other acquisition costs | | | |
| o Race series eligibility payments (7) | | | |
| ▪ Entry to Inglis Race series (one-off) | \$3,500 | | |
| ▪ Entry to BOBS 2 & 3YO series (one-off) | \$900 | | |
| ▪ Entry to BOBS 4YO + series (one-off) | \$764 | | |
| ▪ Blue Diamond & Blue Sapphire 1 st nomination | \$300 | | |
| ▪ Golden Slipper & Golden Rose 1 st nomination | \$341 | \$5,805 | \$290 |
| o Insurance premiums (4) | | | |
| ▪ Mortality from fall of hammer to 31 October 2019 for total syndication value | | | |
| ▪ Emergency Surgery / Colic | | | |
| ▪ Disability impairment guarantee to date of issuing and allotment of Shares | | | |
| ▪ Professional Indemnity cover | | \$18,264 | \$913 |
| o Acquisition costs | | | |
| Veterinary work at sale complex by Dr Tim Roberts, including Physical inspections, X-rays and endoscopic evaluation, apportioned across yearlings purchased | \$1,714 | | |
| ▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication | \$1,778 | | |
| Endoscopic evaluation post sale payable to William Inglis | \$150 | | |
| Blood testing post sale payable to William Inglis for Anabolic Androgenic Steroids (Drug Testing) | \$500 | | |

| | | | |
|---|----------|------------------|-----------------|
| <ul style="list-style-type: none"> ▪ Miscellaneous costs, including professional photographers, pedigree ratings software fee, apportioned across all yearlings purchased for syndication | \$983 | \$5,125 | \$256 |
| D. Syndicate establishment costs | | | |
| <ul style="list-style-type: none"> o Establishment and promotion | | | |
| <ul style="list-style-type: none"> ▪ 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, veterinary report for PDS, (\$195), advertising across TV, radio & websites, including TVN, Sky Sports Radio, Bloodstock.com, Racenet etc. (\$9,500), ASIC Form 88 PDS in-use notice (\$35) | \$11,865 | | |
| <ul style="list-style-type: none"> o Accounting and legal | | | |
| <ul style="list-style-type: none"> ▪ Proportion of auditor's fee (\$3,500), chartered accountants fee (\$1,200), legal fees (\$2,000) | \$6,700 | | |
| Total | | \$18,565 | \$928 |
| E. Actual and budgeted Horse husbandry costs to 30 SEPTEMBER 2019 | | | |
| <ul style="list-style-type: none"> o From 9 April to 30 September 2019 | | | |
| <ul style="list-style-type: none"> ▪ Transport 10 April from sale complex to Oakridge Spelling Farm | \$180 | | |
| <ul style="list-style-type: none"> ▪ Agistment from date of arrival at Oakridge to 30 April | \$1,876 | | |
| <ul style="list-style-type: none"> ▪ Transport 1 May from Oakridge to educators to commence breaking-in process | \$180 | | |
| <ul style="list-style-type: none"> ▪ Education process over 6 weeks including stabling | \$3,575 | | |
| <ul style="list-style-type: none"> ▪ Transport 14 June from educators to Wild Oaks Pre-Training Stables | \$210 | | |
| <ul style="list-style-type: none"> ▪ Pre-Training 15 days orientation to stables | \$1,255 | | |
| <ul style="list-style-type: none"> ▪ Transport 30 June from Pre-Trainers to Oakridge Spelling Farm | \$150 | | |
| <ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench | \$515 | | |
| <ul style="list-style-type: none"> ▪ Agistment from 1 July to 31 July | \$1,442 | | |
| <ul style="list-style-type: none"> ▪ Transport 1 July to Pre-Trainers | \$150 | | |
| <ul style="list-style-type: none"> ▪ Pre-Training from 1 July to 15 August | \$3,612 | | |
| <ul style="list-style-type: none"> ▪ Transport 15 August from Pre-Trainers Oakridge Spelling Farm | \$150 | | |
| <ul style="list-style-type: none"> ▪ Agistment from 16 August to 31 August | \$736 | | |
| <ul style="list-style-type: none"> ▪ Agistment 1 September to 30 September | \$1,395 | | |
| <ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench | \$693 | \$16,119 | \$806 |
| Total | | \$232,628 | \$11,631 |