

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay COLT**, foaled **2017**, by **VANCOUVER** from **DANGLISSA GIRL** all-inclusive to **31 AUGUST 2018**

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	\$100,000	\$5,000
B. Promoter’s margin 12.5% of fall of hammer price	\$12,500	\$625
C. Other acquisition costs	\$22,947	\$1,147
D. Syndicate establishment costs	\$18,565	\$928
E. Actual and budgeted Horse husbandry costs to 31 August 2019	\$16,343	\$817
Sub-total	\$170,355	\$8,517
F. GST	\$17,035	\$852
G. Racing NSW Registration Fees (GST exempt)	\$610	\$31
Total	\$188,000	\$9,400
Share Application Price – 1/20th [or 5%] Share		\$9,400

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$100,000	\$5,000
B. Promoter’s margin 12.5%		\$12,500	\$625
C. Other acquisition costs			
o Race series eligibility payments (7)			
▪ Entry to Inglis Race series (one-off)	\$2,000		
▪ Entry to BOBS 2 & 3YO series (one-off)	\$900		
▪ Entry to BOBS 4YO series (one-off)	\$764		
▪ Blue Diamond & Blue Sapphire 1 st nom	\$300		
▪ Golden Slipper & Golden Rose 1 st nom	\$341	\$4,327	\$217
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		\$13,495	\$674
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			
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		
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 31 AUGUST 2019			
o From 10 February to 31 August 2019			
<ul style="list-style-type: none"> ▪ Transport 12 February from sale complex to Oakridge Spelling Farm 	\$180		
<ul style="list-style-type: none"> ▪ Agistment from date of arrival at Oakridge to 28 February 	\$1,876		
<ul style="list-style-type: none"> ▪ Transport 1 March 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 April 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 April 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 May to 31 May 	\$1,442		
<ul style="list-style-type: none"> ▪ Transport 1 June to Pre-Trainers 	\$150		
<ul style="list-style-type: none"> ▪ Pre-Training from 1 June to 15 July 	\$3,612		
<ul style="list-style-type: none"> ▪ Transport 15 July from Pre-Trainers Oakridge Spelling Farm 	\$150		
<ul style="list-style-type: none"> ▪ Agistment from 16 July to 31 August 	\$2,355		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench 	\$693	\$16,343	\$817
Total		\$170,355	\$8,517