

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Filly**, foaled **2018**, by **EXTREME CHOICE** from **ENCOSTA JEWEL** all-inclusive to **31 OCTOBER 2020**

The costs of establishing the Syndicate are set out in the following table (many of these costs are one-off expenditure items):

	Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter – fall of the hammer \$100,000 less Insurance Claim \$100,000 = \$0	\$nil	\$nil
B. Promoter's margin on this promotion	\$6,250	\$313
C. Other acquisition costs	\$25,839	\$1,292
D. Syndicate establishment costs	\$14,225	\$711
E. Actual and budgeted Horse husbandry costs to 31 October 2020	\$24,814	\$1,241
Sub-total	\$71,128	\$3,557
F. GST	\$7,112	\$355
G. Racing NSW Registration Fees (GST exempt): FOH Ownership Transfer \$55, Registration of Promotion \$250, Registration of Racing Syndicate \$250, Addition of a Racing Syndicate \$40, Transfer Promoter to Syndicate \$55, Registration of Horse Name \$110	\$760	\$38
Total	\$79,000	\$3,950
Share Application Price – 1/20th [or 5%] Share		\$3,950

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter (Less Insurance Payout Received)		\$100,000	\$5,000
Balance Due to Sale Company for Purchase		(\$100,000)	(\$5,000)
		\$nil	\$nil
B. Promoter's margin on this promotion		\$6,250	\$313
C. Other acquisition costs			
o Race series eligibility payments (6)			
▪ Entry to Magic Millions Race series (once only)	\$5,000		
▪ BOBS Entry Fee	\$900		
▪ Blue Diamond & Blue Sapphire 1 st nomination	\$300		
▪ Golden Slipper & Golden Rose 1 st nomination	\$350	\$6,550	\$328
o Insurance premiums (4)			
▪ Mortality from fall of hammer to 30 June 2020 for total syndication value +			
▪ Emergency Surgery / Colic +			
▪ Disability impairment guarantee to date of issuing and allotment of Shares +	CLAIMED		
▪ Professional Indemnity cover =		\$13,319	\$665
o Acquisition costs			
▪ Veterinary work at the sale complex by Dr Tim Roberts, including 145 physical inspections, 107 X-rays and endoscopic evaluation, apportioned across all 8 yearlings purchased	\$2,895		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,275		
▪ Endoscopic evaluation post sale payable to Magic Millions	\$165		
▪ Blood-testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software	\$1,135	\$5,970	\$299

subscription fees, apportioned across all yearlings purchased for syndication			
D. Syndicate establishment costs			
o Establishment and promotion			
▪ Proportion of postage, printing, handling & stationary (\$128), communications by telephone, facsimile, email, SMS (\$360), marketing & promotion, banking, merchant service/eftpos fees, (\$825), IT service provider, ASIC Form 88 PDS in-use notice, advertising across TV, radio & websites, including Sky Channel, Racing.com, Sky Sports Radio, (\$4,900), Bloodstock.com, Facebook (\$457), Vet Report for PDS (\$195).	\$6,865		
▪ ASIC Industry Funding Levy pro-rata (\$660)	\$660		
o Accounting and legal			
▪ Pro-rata of Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fees (\$2,000)	\$6,700		
Total		\$14,225	\$711
E. Actual and budgeted Horse husbandry costs to 31 OCTOBER 2020			
o From 9 January to 31 October 2020			
▪ Transported 12 January from sale complex to Bimbadeen Park Spelling Complex	\$680		
▪ Agistment from date of arrival at Bimbadeen to 29 February inc Drought Levy	\$1,876		
▪ Education process over 6 weeks including stabling	\$3,755		
▪ Pre-Training 14 days orientation to stables	\$1,465		
▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench	\$665		
▪ Agistment from 1 May to 31 May	\$1,442		
▪ Pre-Training from 1 June to 30 June \$90 pd	\$2,700		
▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench: Total Costs to 30 June 2020	\$693	\$13,276	\$664
▪ Agistment July 6 to July 27 Box Rest \$46pd	\$966		
▪ Transport to Angus Banks Vet Hospital	\$190		
▪ July 27th Veterinary – Surgery & Recuperation & Post – Operative Visits	\$4,950		
▪ Agistment August – 4 weeks Box Rest \$46pd	\$1,426		
▪ Agistment 14 days Box Rest & 16 Days \$644 small paddock September - \$608	\$1,216		
▪ October Pre-Training \$90pd 31 days	\$2,790	\$11,538	\$577
Total		\$71,120	\$3,557