

**PDS - attachment H**

**APPLICATION PRICE CALCULATION SHEET**

PDS for the sale of Shares in the unnamed thoroughbred **Bay Filly**, foaled **2018**, by **SHALAA (IRE)** from **TALENTED MISS** 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):

	<b>Total for Syndicate</b>	<b>Per Share (20)</b>
A. Initial Cost Price of Horse paid by Promoter – fall of the hammer	\$80,000	\$4,000
B. Promoter’s margin 12.5% of fall of hammer price	\$10,000	\$500
C. Other acquisition costs	\$28,411	\$1,420
D. Syndicate establishment costs	\$19,225	\$962
E. Actual and budgeted Horse husbandry costs to 31 October 2020	\$23,128	\$1,157
<b>Sub-total</b>	<b>\$160,764</b>	<b>\$8,039</b>
F. GST	\$16,076	\$803
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
<b>Total</b>	<b>\$177,600</b>	<b>\$8,880</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$8,880</b>

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

		<b>Total for Syndicate</b>	<b>Per Share (20)</b>
<b>A. Initial Cost Price of Horse paid by Promoter</b>		<b>\$80,000</b>	<b>\$4,000</b>
<b>B. Promoter’s margin 12.5%</b>		<b>\$10,000</b>	<b>\$500</b>
<b>C. Other acquisition costs</b>			
o <b>Race series eligibility payments (7)</b>			
▪ Entry to Magic Millions Race series (once only)	\$4,500		
▪ BOBS Entry Fee	\$900		
▪ BOBS Extra Entry Fee	\$764		
▪ Blue Diamond & Blue Sapphire 1 <sup>st</sup> nomination	\$300		
▪ Golden Slipper & Golden Rose 1 <sup>st</sup> nomination	\$350	<b>\$6,814</b>	<b>\$341</b>
o <b>Insurance premiums (4)</b>			
▪ Mortality from fall of hammer to 1 November 2020 for total syndication value +			
▪ Emergency Surgery / Colic +			
▪ Disability impairment guarantee to date of issuing and allotment of Shares +			
▪ Professional Indemnity cover =		<b>\$16,291</b>	<b>\$814</b>
o <b>Acquisition costs</b>			
▪ Veterinary work at the sale complex by Dr Tim Roberts, including <b>145</b> physical inspections, <b>107</b> X-rays and endoscopic evaluation, apportioned across all <b>10</b> yearlings purchased	\$1,895		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,778		
▪ Endoscopic evaluation post sale payable to Magic Millions	\$150		
▪ Blood-testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication	\$983	<b>\$5,306</b>	<b>\$265</b>
<b>D. Syndicate establishment costs</b>			
o <b>Establishment and promotion</b>			

<ul style="list-style-type: none"> <li>▪ Proportion of postage, printing, handling &amp; stationary (\$128), communications by telephone, facsimile, email, SMS (\$360), marketing &amp; promotion, banking, merchant service/eftpos fees, (\$825), IT service provider, ASIC Form 88 PDS in-use notice, advertising across TV, radio &amp; websites, including Sky Channel, Racing.com, Sky Sports Radio, (\$9,900), Bloodstock.com, Facebook (\$457), Vet Report for PDS (\$195).</li> </ul>	\$11,865		
<ul style="list-style-type: none"> <li>▪ ASIC Industry Funding Levy pro-rata (\$660)</li> </ul>	\$660		
<ul style="list-style-type: none"> <li>○ <b>Accounting and legal</b></li> </ul>			
<ul style="list-style-type: none"> <li>▪ Pro-rata of Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fees (\$2,000)</li> </ul>	\$6,700		
<b>Total</b>		<b>\$19,225</b>	<b>\$962</b>
<b>E. Actual and budgeted Horse husbandry costs to 31 October 2020</b>			
<ul style="list-style-type: none"> <li>○ <b>From 11 January to 31 October 2020</b></li> </ul>			
<ul style="list-style-type: none"> <li>▪ Transport <b>12 January</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 <b>29 February</b> inc Drought Levy</li> </ul>	\$1,876		
<ul style="list-style-type: none"> <li>▪ Transport <b>1 March</b> from Oakridge to Bimbadeen Park (Shane Rose) horse educators to commence breaking-in process</li> </ul>	\$180		
<ul style="list-style-type: none"> <li>▪ Education process including being boxed</li> </ul>	\$3,643		
<ul style="list-style-type: none"> <li>▪ Transport <b>1 April</b> from educators to Pre-Training Stables</li> </ul>	\$210		
<ul style="list-style-type: none"> <li>▪ Early Training; 6 weeks orientation to stables</li> </ul>	\$4,455		
<ul style="list-style-type: none"> <li>▪ Transport <b>15 May</b> from Pre-Trainers to Bimbadeen Park</li> </ul>	\$150		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench</li> </ul>	\$725		
<ul style="list-style-type: none"> <li>▪ Agistment Bimbadeen Park from <b>15 May to 31 May</b></li> </ul>	\$744		
<ul style="list-style-type: none"> <li>▪ Pre-Training from <b>1 June to 30 June</b></li> </ul>	\$2,730		
<ul style="list-style-type: none"> <li>▪ Pre-Training from <b>1 July to 31 July</b></li> </ul>	\$2,730		
<ul style="list-style-type: none"> <li>▪ Agistment from <b>1 August to 31 August</b></li> </ul>	\$1,442		
<ul style="list-style-type: none"> <li>▪ Agistment from <b>1 September to 31 September</b></li> </ul>	\$1,396		
<ul style="list-style-type: none"> <li>▪ Agistment from <b>1 October to 31 October</b></li> </ul>	\$1,442		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench</li> </ul>	\$725	<b>\$23,128</b>	<b>\$1,157</b>
<b>Total</b>		<b>\$160,764</b>	<b>\$8,039</b>