

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Chestnut Filly**, foaled **2019**, by **HIGHLAND REEL** from **EUREKA DUBAI** all-inclusive to **30 JUNE 2021**

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	\$30,000	\$1,500
B. Promoter's margin of fall of hammer price	\$5,000	\$250
C. Other acquisition costs	\$18,326	\$916
D. Syndicate establishment costs	\$19,255	\$963
E. Actual and budgeted Horse husbandry costs to 30 June 2021	\$14,456	\$723
Sub-total	\$87,037	\$4,352
F. GST	\$8,703	\$435
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	\$96,500	\$4,825
Share Application Price – 1/20th [or 5%] Share		\$4,825

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$30,000	\$1,500
B. Promoter's margin		\$5,000	\$250
C. Other acquisition costs			
o Race series eligibility payments (7)			
▪ Entry to INGLIS Race series (once only)	\$3,000		
▪ Super VOBIS Entry Fee (once only)	\$1,200		
▪ VOBIS GOLD Entry Fee (once only)	\$1,000		
▪ Blue Diamond & Blue Sapphire 1 st nomination	\$300		
▪ Golden Slipper & Golden Rose 1 st nomination	\$350	\$5,850	\$292
o Insurance Premiums (4) Cover with Logans			
▪ Mortality from fall of hammer to 1 November 2021 for total syndication value +			
▪ Emergency Surgery / Colic +			
▪ Disability impairment guarantee to date of issuing and allotment of Shares +		\$6,612	\$331
▪ ASIC Statutory Professional Indemnity cover		\$543	\$27
o Acquisition costs			
▪ Veterinary work at sale complex by Dr Tim Roberts including 49 physical inspections, 19 X-rays and endoscopic evaluations, pro-rata apportioned across all yearlings bought	\$1,995		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,678		
▪ Endoscopic evaluation post sale payable to William Inglis	\$165		
▪ Blood-testing post sale for Anabolic Androgenic Steroids payable to William Inglis	\$500		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication	\$983	\$5,321	\$266
D. Syndicate establishment costs			
o Establishment and promotion			

<ul style="list-style-type: none"> ▪ Pro-rata proportion of: postage, printing, stationary (\$158), communication fees (telephone, internet, SMS) (\$360), bank fees, merchant service/eftpos fees, IT service provider (\$825), marketing & promotion advertising across: Facebook (\$457), TV Sky Channel & Racing.com, radio Sky Sports Radio & website Bloodstock.com (\$9,900), ASIC Form 88 PDS in-use notice & Vet Report for PDS (\$195). 	\$11,895		
<ul style="list-style-type: none"> ▪ Pro-rata ASIC Industry Funding Levy (\$660) 	\$660		
<ul style="list-style-type: none"> ○ Accounting and legal 			
<ul style="list-style-type: none"> ▪ Pro-rata: Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fees (\$2,000) 	\$6,700		
Total		\$19,255	\$964
E. Actual and Budgeted Horse Husbandry Costs to 30 June 2021			
<ul style="list-style-type: none"> ○ From 9 February to 30 June 2021 			
<ul style="list-style-type: none"> ▪ Transport 9 February from sale complex to Booleroo Agistment Farm 	\$220		
<ul style="list-style-type: none"> ▪ Agistment from date of arrival at Booleroo to 28 February 	\$1,856		
<ul style="list-style-type: none"> ▪ Transport 1 March from Booleroo to Bimbadeen Park to educator Shane Rose to commence breaking-in process 	\$180		
<ul style="list-style-type: none"> ▪ Education (Breaking-in) process over 42 days including stabling 	\$3,750		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to 11 April 	\$515		
<ul style="list-style-type: none"> ▪ 3 days agistment & Transport 11 April from educators to Gooree Park Pre-Training Stables 	\$780		
<ul style="list-style-type: none"> ▪ Pre-Training 15 days orientation to stables \$88pd + supplements to 30 April 	\$1,540		
<ul style="list-style-type: none"> ▪ Agistment at Gooree from 1 May to 31 May 	\$1,422		
<ul style="list-style-type: none"> ▪ Pre-Training from 1 June to 30 June \$88pd + Track Fees & Supplements 	\$2,820		
<ul style="list-style-type: none"> ▪ Transport 30 June Gooree to Bimbadeen Park 	\$680		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench to 30 June 	\$693	\$14,456	\$723
Total		\$87,037	\$4,352