

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Grey-Bay Filly**, foaled **2020**, by **FROSTED (USA)** from **KITE HARAKA** all-inclusive from **1 November 2021** to **30 June 2022** plus **Fully Insured to 1 November 22.**

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 + GST paid by Promoter on 1 st Nov 21	\$135,436	\$6,772
B. Promoter's margin of purchase price	\$16,929	\$847
C. Other acquisition costs	\$28,042	\$1,402
D. Syndicate establishment costs	\$19,255	\$963
E. Actual and budgeted Horse husbandry costs to 30 June 2022	\$15,793	\$789
Sub-total	\$215,455	\$10,773
F. GST	\$21,545	\$1,077
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	\$237,760	\$11,888
Share Application Price – 1/20th [or 5%] Share		\$11,888

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$135,436	\$6,772
B. Promoter's margin 12.5%		\$16,929	\$847
C. Other acquisition costs			
o Race series eligibility payments (6)			
▪ VOBIS Entry Fee - Category A (once only)	\$600		
▪ VOBIS Gold Entry Fee (once only)	\$1,000		
▪ Blue Diamond & Blue Sapphire 1st nomination	\$300		
▪ Golden Slipper & Golden Rose 1st nomination	\$400	\$2,300	\$115
o Insurance Premiums (4) Cover with Logans			
▪ Mortality from fall of hammer to 1st November 2022 for total syndication value +			
▪ Emergency Surgery / Colic +			
▪ Disability impairment guarantee to date of issuing and allotment of Shares +		\$21,508	\$1,075
▪ ASIC Statutory Professional Indemnity cover		\$1,402	\$70
o Acquisition costs			
▪ Veterinary costs by Dr Tim Roberts including physical inspections, X-rays and endoscopic evaluation		\$1,600	\$80
▪ Magic Millions Market Appraisal (valuation)		\$250	\$13
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication		\$982	\$49
C. Total		\$28,042	\$1,402
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 fee (\$2,000) 	\$6,700		
D. Total		\$19,255	\$963
E. Actual and Budgeted Horse Husbandry Costs from 1 November 21 to 30 June 2022			
<ul style="list-style-type: none"> ○ From 1 NOVEMBER to 30 JUNE 2022 			
<ul style="list-style-type: none"> ▪ Agistment from 1 November 21 to 15 November at Gooree Park 	\$578		
<ul style="list-style-type: none"> ▪ Yearling Preparation \$88 pd x 42 days (6 wks) + Supplements 	\$3,696		
<ul style="list-style-type: none"> ▪ Miscellaneous Gooree additional costs including farrier feet trim and shoes, dentist, parasite drench 1 November to 1 March 	\$743		
<ul style="list-style-type: none"> ▪ Transport Gooree to Bimbadeen Park 1 March 	\$680		
<ul style="list-style-type: none"> ▪ Breaking-In & Education (with Shane Rose) at Bimbadeen Park (6 wks) 2 March to 15 April 	\$3,950		
<ul style="list-style-type: none"> ▪ Agistment at Bimbadeen Park from 15 April to 30 April 	\$578		
<ul style="list-style-type: none"> ▪ Agistment at Bimbadeen from 1 May to 31 May 	\$1,195		
<ul style="list-style-type: none"> ▪ Educational Pre-Training (with Shane Rose at Bimbadeen Park) from 1 June to 30 June \$98pd + Fees & Supplements 	\$3,580		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs include farrier feet trims and shoes, dentist, parasite drench to 30 June 	\$793	\$15,793	\$789
E. Total		\$215,455	\$10,773

Attachment - H (i) - Vendor Disclosure Sale Price

VENDOR DISCLOSURE: ACQUISITION PRICE \$100,000 to SALE PRICE of \$123,124 + GST

Magic Millions Fall Of Hammer 21/5/21	\$100,000	
DWB Purchase Consultancy Fee	\$5,000	
Sale Veterinary Inspection (inc X-rays & endoscope)	\$1,750	
Insurances Premiums 21/5/21 to 1/11/21	\$5,731	
Transport to Gooree Park 22/5/21	\$715	
Racing Australia Unnamed Horse Transfer	\$55	
Gooree Park Mudgee Agistment 22/5/21 to 31/10/21	\$9,011	
Gooree Park – Miscellaneous & Sundry Items	\$862	
Sub Total Ownership Cost		\$123,124 +
GST		<u>\$12,312</u>
Total Costs inc GST		<u>\$135,436</u>