

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Chestnut Colt** foaled **2020**, by **JUSTIFY (USA)** from **SAVAPINSKI** all-inclusive to **30 SEPTEMBER 2022**

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	\$165,000	\$8,250
B. Promoter's margin 12.5% of fall of hammer price	\$20,625	\$1,031
C. Other acquisition costs	\$37,320	\$1,866
D. Syndicate establishment costs	\$19,255	\$963
E. Actual and budgeted Horse husbandry costs to <b>30 September 2022</b>	\$15,291	\$765
<b>Sub-total</b>	<b>\$257,491</b>	<b>\$12,875</b>
F. GST	\$25,749	\$1,287
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>\$284,000</b>	<b>\$14,200</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$14,200</b>

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

		Total for Syndicate	Per Share (20)
<b>A. Initial Cost Price of Horse paid by Promoter</b>		\$165,000	\$8,250
<b>B. Promoter's margin 12.5%</b>		\$20,625	\$1,031
<b>C. Other acquisition costs</b>			
o <b>Race series eligibility payments (7)</b>			
▪ <b>Entry Fee \$6m Inglis Race series (once only)</b>	\$3,500		
▪ <b>BOBS Entry Fee (once only)</b>	\$900		
▪ <b>BOBS Extra Entry Fee (once only)</b>	\$764		
▪ <b>Blue Diamond &amp; Blue Sapphire 1<sup>st</sup> nomination</b>	\$300		
▪ <b>Golden Slipper &amp; Golden Rose 1<sup>st</sup> nomination</b>	\$400	\$5,864	\$293
o <b>Insurance Premiums (4) Cover with Logans</b>			
▪ <b>Mortality from fall of hammer to 1 November 2022 for total syndication value +</b>			
▪ <b>Emergency Surgery / Colic +</b>		\$300	\$15
▪ <b>Disability impairment guarantee to date of issuing and allotment of Shares +</b>		\$25,071	\$1,253
▪ <b>ASIC - Statutory Professional Indemnity cover</b>		\$1,532	\$77
o <b>Acquisition costs</b>			
▪ <b>Veterinary work at sale complex by Dr Tim Roberts including physical inspections, X-rays &amp; endoscopic evaluations, pro-rata apportioned across all yearlings bought</b>	\$1,245		
▪ <b>Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication</b>	\$1,778		
▪ <b>Endoscopic evaluation post sale payable to Inglis</b>	\$165		
▪ <b>Blood-testing post sale for Anabolic Androgenic Steroids payable to Inglis</b>	\$500		
▪ <b>Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication</b>	\$865	\$4,553	\$228
<b>D. Syndicate establishment costs</b>			
o <b>Establishment and promotion</b>			

<ul style="list-style-type: none"> <li>▪ 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 &amp; promotion advertising across: Facebook (\$457), TV Sky Channel &amp; Racing.com, radio Sky Sports Radio &amp; website Bloodstock.com (\$9,900), ASIC Form 88 PDS in-use notice &amp; Vet Report for PDS (\$195).</li> </ul>	\$11,895		
<ul style="list-style-type: none"> <li>▪ Pro-rata ASIC Industry Funding Levy (\$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: Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fees (\$2,000)</li> </ul>	\$6,700		
<b>Total</b>		<b>\$19,255</b>	<b>\$963</b>
<b>E. Actual and Budgeted Horse Husbandry Costs to 30 September 2022</b>			
<ul style="list-style-type: none"> <li>○ <b>From 6 April 2022 to 30 September 2022</b></li> </ul>			
<ul style="list-style-type: none"> <li>▪ Transport <b>6 April</b> from sale complex to Bimbadeen Park Stud Agistment Farm</li> </ul>	\$320		
<ul style="list-style-type: none"> <li>▪ Agistment from date of arrival at Bimbadeen Park <b>6 April to 30 April</b></li> </ul>	\$1,856		
<ul style="list-style-type: none"> <li>▪ Education (Breaking-in) process over 42 days including stabling and Gear Hire</li> </ul>	\$3,750		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to <b>10 June</b></li> </ul>	\$515		
<ul style="list-style-type: none"> <li>▪ 3 days agistment &amp; Transport <b>13 June</b> from educators to Gooree Park Pre-Training Stables</li> </ul>	\$835		
<ul style="list-style-type: none"> <li>▪ Pre-Training 17 days orientation to stables \$88pd + supplements to <b>30 June</b></li> </ul>	\$1,690		
<ul style="list-style-type: none"> <li>▪ Agistment at Gooree from <b>1 July to 31 July</b></li> </ul>	\$1,442		
<ul style="list-style-type: none"> <li>▪ 4 weeks Pre-Training from <b>1 August to 30 August</b> \$88pd + Track Fees &amp; Supplements</li> </ul>	\$2,820		
<ul style="list-style-type: none"> <li>▪ Agistment at Gooree from <b>1 September to 30 September</b></li> </ul>	\$1,395		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench to <b>30 September 22</b></li> </ul>	\$668	<b>\$15,291</b>	<b>\$765</b>
<b>Total</b>		<b>\$257,491</b>	<b>\$12,875</b>