

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt** foaled **2021**, by **SNITZEL** from **BRING ME THE MAID** all-inclusive from **13 JANUARY 2023** to **30 JUNE 2023**

**INSURANCE:** All Inclusive premium on **4** Policies until **1<sup>st</sup> November 2023**

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   | \$200,000           | \$10,000        |
| B. Promoter's margin 12.5% of fall of hammer price   | \$25,000            | \$1,250         |
| C. Other acquisition costs   | \$45,121            | \$2,256         |
| D. Syndicate establishment costs   | \$19,705            | \$985           |
| E. Actual and budgeted Horse husbandry costs to <b>30 June 2023</b>  | \$15,756            | \$788           |
| <b>Sub-total</b>   | <b>\$305,582</b>    | <b>\$15,279</b> |
| F. GST   | \$30,558            | \$1,528         |
| 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>\$336,900</b>    | <b>\$16,845</b> |
| <b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>   |                     | <b>\$16,845</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>   |          | \$200,000           | \$10,000       |
| <b>B. Promoter's margin 12.5%</b>  |          | \$25,000            | \$1,250        |
| <b>C. Other acquisition costs</b>  |          |                     |                |
| o <b>Race series eligibility payments (7)</b>  |          |                     |                |
| ▪ Entry to Magic Millions Race series (once only)  | \$6,000  |                     |                |
| ▪ BOBS Entry Fee (once only)   | \$900    |                     |                |
| ▪ BOBS Extra Entry Fee (once only)   | \$764    |                     |                |
| ▪ Blue Diamond & Blue Sapphire 1 <sup>st</sup> nomination  | \$300    |                     |                |
| ▪ Golden Slipper & Golden Rose 1 <sup>st</sup> nomination  | \$400    | \$8,364             | \$418          |
| o <b>Insurance Premiums (4) Cover with Logans</b>  |          |                     |                |
| ▪ Mortality from fall of hammer to <b>1 November 2023</b> for total syndication value +  |          |                     |                |
| ▪ Emergency Surgery / Colic +  | \$300    |                     |                |
| ▪ Disability impairment guarantee to date of issuing and allotment of Shares +   | \$28,476 |                     |                |
| ▪ ASIC - Statutory Professional Indemnity cover  | \$1,970  | \$30,746            | \$1,537        |
| o <b>Acquisition costs</b>   |          |                     |                |
| ▪ Veterinary work at sale complex by Dr Tim Roberts including <b>132</b> physical inspections, <b>103</b> X-rays & <b>103</b> endoscopic evaluations, pro-rata apportioned across all yearlings bought | \$2,475  |                     |                |
| ▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication   | \$1,878  |                     |                |
| ▪ Endoscopic evaluation post sale payable to Magic Millions  | \$175    |                     |                |
| ▪ Blood-testing post sale for Anabolic Androgenic Steroids payable to Magic Millions   | \$500    |                     |                |
| ▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication                                   | \$983    | \$6,011             | \$301          |

|  |          |                  |                 |
|--|----------|------------------|-----------------|
|  |          |                  |                 |
| <b>D. Syndicate establishment costs</b>  |          |                  |                 |
| o <b>Establishment and promotion</b>   |          |                  |                 |
| ▪ Pro-rata proportion of: postage, printing, stationary (\$158), communication fees (telephone, internet, SMS) (\$360), bank fees, merchant service/eftpos fees, IT service provider (\$925), 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). | \$11,995 |                  |                 |
| ▪ Pro-rata ASIC Industry Funding Levy (\$660)  | \$760    |                  |                 |
| o <b>Accounting and legal</b>  |          |                  |                 |
| ▪ Pro-rata: Auditor's fee (\$3,700), Chartered Accountants fee (\$1,250), Legal fees (\$2,000)   | \$6,950  |                  |                 |
| <b>Total</b>   |          | <b>\$19,705</b>  | <b>\$985</b>    |
|  |          |                  |                 |
| <b>E. Actual and Budgeted Horse Husbandry Costs to 30 June 2023</b>  |          |                  |                 |
| o <b>From 13 January 2023 to 30 June 2023</b>  |          |                  |                 |
| ▪ Transport <b>13 January</b> from sale complex to Gooree Park Stud Agistment Farm   | \$840    |                  |                 |
| ▪ Agistment from date of arrival at Gooree Park to <b>28 February</b>  | \$1,856  |                  |                 |
| ▪ Transport <b>1 March</b> from Gooree Park to Bimbadeen Park to educator Shane Rose to commence breaking-in process   | \$780    |                  |                 |
| ▪ Education (Breaking-in) process over 42 days including stabling  | \$4,250  |                  |                 |
| ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to <b>11 April</b>  | \$615    |                  |                 |
| ▪ 3 days agistment & Transport <b>11 April</b> from educators to Gooree Park Pre-Training Stables  | \$690    |                  |                 |
| ▪ Pre-Training 15 days orientation to stables \$98pd + supplements to <b>30 April</b>  | \$1,470  |                  |                 |
| ▪ Agistment at Gooree from <b>1 May to 31 May</b>  | \$1,442  |                  |                 |
| ▪ Pre-Training from <b>1 June to 30 June</b> \$98pd + Track Fees & Supplements   | \$3,120  |                  |                 |
| ▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench to <b>30 June 23</b>  | \$693    | <b>\$15,756</b>  | <b>\$788</b>    |
| <b>Total</b>   |          | <b>\$305,582</b> | <b>\$15,279</b> |