

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Chestnut Colt** foaled **2021**, by **THE AUTUMN SUN** from **TOTAL DISCRETION** all-inclusive from **12 JANUARY 23** to **30 JUNE 23**

**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	\$100,000	\$5,000
B. Promoter's margin 12.5% of fall of hammer price	\$12,500	\$625
C. Other acquisition costs	\$33,076	\$1,654
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>\$181,037</b>	<b>\$9,052</b>
F. GST	\$18,103	\$905
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>\$199,900</b>	<b>\$9,995</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$9,995</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>		<b>\$100,000</b>	<b>\$5,000</b>
<b>B. Promoter's margin 12.5%</b>		<b>\$12,500</b>	<b>\$625</b>
<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 +	\$17,131		
▪ ASIC - Statutory Professional Indemnity cover	\$1,270	\$18,701	\$935
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 12 January 2023 to 30 June 2023</b>			
▪ Transport <b>12 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>\$181,037</b>	<b>\$9,052</b>