

SHARE PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred Bay/Brown Filly, foaled 2013,
by MEDAGLIA D'ORO from TRICK OF LIGHT (GB) inclusive to 31 July 2015

The costs of establishing the Syndicate are set out in the following table (these costs are one-off costs):

	Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter – fall of the hammer	\$105,000	\$5,250
B. Promoter's profit margin on this promotion	\$13,125	\$656
C. Other acquisition costs	\$22,535	\$1,127
D. Syndicate establishment costs	\$18,335	\$917
E. Actual and budgeted Horse husbandry costs to #[insert date]	\$11,860	\$593
Sub-total	\$170,855	\$8,543
F. GST	\$17,085	\$854
G. Racing NSW Registration Fees (GST exempt)	\$560	\$28
Total	\$188,500	\$9,425
Share Application Price – 1/20th [or 5%] Share		\$9,425

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$105,000	\$5,250
B. Promoter's margin 12.5%		\$13,125	\$656
C. Other acquisition costs			
o Race series eligibility payments (6)			
▪ Entry to Inglis Race series (one-off)	\$2,000		
▪ BOBS 2-3yo Series (one-off)	\$900		
▪ BOBS Extra 4yo + Series (one-off)	\$764		
▪ VOBIS Gold Series (one-off)	\$1,000		
▪ Blue Diamond & Blue Sapphire 1 st nom	\$300		
▪ Golden Slipper & Golden Rose 1 st nom	\$341	\$5,305	\$265
o Insurance premiums (4)			
▪ Mortality from fall of hammer to 1 st March 2015 to 1 st November 2015 for total syndication value			
▪ Colic			
▪ Disability impairment guarantee to date of issuing and allotment of Shares			
▪ Professional Indemnity cover		\$13,107	\$656
o Acquisition costs			
▪ Veterinary work at sale complex by D. John Walker, including physical inspections, X-ray and endoscopic evaluation apportioned across all yearlings purchased for syndication	\$1,200		
▪ Endoscopic evaluation post sale payable to William Inglis	\$150		
▪ Blood testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$660		
▪ Consultancy Fee to Independent Bloodstock	\$400		

Agent Gary Mudgway for assistance with individual inspections of 103 yearlings to determine final 35 lots to submit for veterinary inspection pro-rata across number of yearlings purchased for syndication			
<ul style="list-style-type: none"> Miscellaneous costs, including professional photographers, pedigree ratings software fee, apportioned across all yearlings purchased for syndication 	\$983	\$3,893	\$195
D. Syndicate establishment costs			
<ul style="list-style-type: none"> Establishment and promotion 			
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Proportion of postage, printing, handling & stationary \$128, communications by telephone, facsimile, email, SMS \$325, marketing & promotion, banking, merchant service/eftpos fees, \$825, IT service provider \$857, advertising across TV, radio & websites, including, Sky Sports Radio, Bloodstock.com, Racenet etc. \$9,500, Veterinary report for PDS, \$195, ASIC Form 88 PDS in-use notice \$35 	\$11,865	\$11,865	\$593
<ul style="list-style-type: none"> Accounting and legal 			
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Proportion of auditors fee (\$3,500), chartered accountants fee (1,200), legal fees (\$2,000) 	\$6,700	\$6,700	\$335
E. Actual and budgeted Horse husbandry costs to 31 July 2015			
<ul style="list-style-type: none"> From 1st March to 31st July 			
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Transport 1/3/15 from sale complex to Oakridge Spelling Farm 	\$720		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Agistment from date of arrival at Oakridge on 2/3/15 to 6 April = 35 days 	\$1,225		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Transport from Oakridge to Randwick educators to commence breaking-in process 	\$180		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Education process by Gai Waterhouse's yearling educator including stabling 	\$3,575		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Transport to Gai Waterhouse's Tempest Morn stables 	\$110		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> 14 days orientation at Gai Waterhouse stables 	\$2,079		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Miscellaneous additional costs at Randwick Racecourse including Track Fees, farrier feet trim and shoes, dentist, parasite drench 	\$572		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Transport from educators back to Oakridge Spelling Farm 	\$180		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Agistment from 18 May to 31 May at Oakridge Spelling Farm (14 days) 	\$490		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Agistment from 1 June to 30 June 	\$1,050		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Agistment from 1 July to 31 July 	\$1,085		
<ul style="list-style-type: none"> <ul style="list-style-type: none"> Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench 	\$594	\$11,860	\$593
Total		\$170,855	\$8,543