

## SCHEDULE

### APPLICATION PRICE CALCULATION SHEET

**NOT A SINGLE DOUBT / SUTTON REVIEW - Bay Colt 2010 – Lot 349**

**\* A statement setting out expenses incurred by the Promoter in the formation of the partnership.**

(A) Actual Cost - FALL OF HAMMER Price	<b>\$ 65,000</b>
(B) Costs Incurred in Acquisition of Horse	<b>\$ 27,465</b>
(C) Actual & Budgeted Forward Horse Husbandry Costs	<b>\$ 11,964</b>
(D) Syndicate Establishment, Promotion, Accounting & Legal	<b><u>\$ 17,835</u></b>
	<b>\$122,264+</b>
(E) GST	<b><u>\$ 12,226</u></b>
	<b>\$134,490 +</b>
(F) Racing NSW Registration Fees \$510 (GST Exempt)	<b><u>\$ 510</u></b>
<b><u>TOTAL SYNDICATION VALUE</u></b> (including GST to 30/6/12)	<b><u>\$135,000</u></b>

**(A) PURCHASE PRICE = \$65,000 + GST**

**Purchase Price:**

**\$65,000 + GST**

Fall of Hammer Price in Sale Ring (+ GST)

**(B) VARIOUS ACQUISITION COSTS = \$27,465 + GST**

**Dynamic Syndications Profit Margin On This Promotion**

**\$8,125 + GST**

12.5% on the Fall Of Hammer Sale Price = \$65,000 x 12.5%

**Veterinary Report for PDS**

**\$195 + GST**

**ASIC - PDS in-use Form 88**

**\$33 + GST**

**Insurance – 4 x Premiums:**

**\$9,089 + GST**

(1) - Mortality cover from Fall of Hammer to 1/11/2012 on \$135,000 syndicated value

(2) - Colic Cover

(3) - Disability / Impairment Guarantee - Fall Of Hammer Price to Registration Date

(4) - P. I. Cover:

**5 x Race Series Eligibility Payments:**

**\$5,182 + GST**

- \* Entry Fee Magic Millions Race Series – One off payment = \$3,000
- \* Entry Fee BOBS 2-3YO Series – One off payment = \$900
- \* Entry Fee BOBS Extra Series - 4YO + horses – One off payment = \$764
- \* Golden Slipper / Golden Rose eligibility payment \$318
- \* Blue Diamond eligibility payment \$200

**Acquisition Costs: (Magic Millions Sale 2012)**

**\$4,841 + GST**

- \* Veterinary work conducted at saleyard by Dr Tim Roberts in Selection Process includes: 56 Physical Inspections, 47 X-Rays Inspections and 6 Endoscopic evaluations divided pro-rata across all 6 yearlings purchased for syndication = \$1,916
- \* Sales Expenses (8 Days x 3 Staff) incurred in attending sale i.e. Air Fares, Transport, Accommodation, Phone, Client Liaison, Living Expenses, etc, divided by yearlings purchased for syndication = \$1,942
- \* Miscellaneous Costs = Professional Photographers, Footage of Auction Sale, Pedigree Ratings Software Fee, Pro Rata across all yearlings purchased for syndication = \$983

**(C) HORSE HUSBANDRY ACCOUNTS BUDGET TO 30/06/12 =**

***\$11,964 + GST***

**Planning and Progression for the horse from 13/1/12 to 30/6/12**

Transport on 15/1/12 from Sales Complex to Oakridge Spelling Farm NSW = \$680  
Agistment from Date of Arrival at Oakridge to 31 January – 17 days = \$586  
Agistment from 1 February – 29 February = \$986  
1 March Transport to educators to commence breaking-in process = \$180  
Education process over 35 days (5 weeks) including stabling & agistment = \$2,900  
Transport 4 April to Warwick Farm Pre-Trainers Stables = \$210  
14 days education in racing stables at Warwick Farm @ \$75 = \$1,050  
Miscellaneous additional costs at Warwick Farm include Track Fees (\$39), Farrier Feet Trim and Shoes (\$165), Dentist (\$90), Parasite Drench (\$78) = \$372  
18 April Transport return to Oakridge Spelling Farm = \$210  
April Agistment at Oakridge Spelling Farm 13 days = \$442  
Agistment 1 May – 31 May 31 Days at Oakridge Spelling Farm  
+ Feet Trim and Drench = \$1,442  
Transport 1 June to Warwick Farm Pre-Trainers Stables = \$210  
21 days re-education in racing stables at Warwick Farm @ \$75 = \$1,575  
Miscellaneous additional costs at Warwick Farm include ATC Track Fees (\$63), Farrier Feet Trim and Shoes (\$165), Dentist (\$90), Parasite Drench (\$78) = \$396  
Transport 22/6 to Oakridge Spelling Farm = \$210  
June Agistment 8 days at Oakridge + Feet Trim and Drench = \$515

**(D) BUDGETED SYNDICATE ESTABLISHMENT & PROMOTION =**  
***\$17,835 + GST***

**Auditing, Accounting & Legal Fees** = \$6,700

Auditors Fee: (Pro Rata) \$3,500, Chartered Accountants Fee (Pro Rata): \$1,200, Legal Fees (Pro Rata): Macquarie Legal Practice \$2,000.

**Establishment & Promotion** = \$11,135

Postage, Printing, Handling, Stationary \$128, Communications via Telephone, Fax, Email, SMS (Pro Rata) \$325, Marketing & Promotional, Banking, Merchant Service / Eftpos Fees (Pro Rata) \$825, IT Service Provider (Pro Rata) \$857, Advertising = \$9,000 (Pro Rata expenses across all yearlings for Syndication in 2012 : TV – Radio – Websites: TVN – Sky Channel - Sky Sports Radio – Bloodstock.com & other websites).

***All prices above have been recorded as GST exclusive***

**(E) GST:** (10 % Goods & Services Tax) **\$ 12,226**

**SUB-TOTAL OF COSTS** ***\$134,490 +***

**(F) STATUTORY FEES TO RACING NSW: (GST Exempt)** **\$ 510**

Racing NSW Fees of \$510 (inc: Racehorse Registration Fee \$110, PDS Application Fee \$150, Racing Syndicate Registration Fee \$250)

**TOTAL PRICE TO: 30/06/12** ***\$135,000***

**10% Shares @ \$13,500 (including GST) per share**

**5% Shares @ \$6,750 (including GST) per share**

# CENTENNIAL PARK VETERINARY PRACTICE



A.B.N. 91 072 794 944

## VETERINARY EXAMINATION FOR DYNAMIC SYNDICATIONS

At the request of Dynamic Syndications, a pre-sale veterinary examination of **Lot 349, NOT A SINGLE DOUBT ex SUTTON REVIEW bay yearling colt**, brands as described in the 2012 Magic Millions Yearling Sale Catalogue, was carried out at the Sales Complex Bundall, Qld, on the 10<sup>th</sup> January 2012, prior to the commencement of the Magic Millions Yearling Sale.

### Clinical Examination:

This was is a high quality yearling with extravagant white markings over his head and legs. He was well conformed and well balanced with excellent rein. He is a colt that stands over good ground with an easy flowing action at the walk. He was athletic, well grown and strong. A free moving individual which was presented in excellent condition for inspection. Both testicles were presented. The colt is still immature and will develop further. All clinical parameters were found to be within normal limits. He was examined in hand, and was found to be free moving. Stethoscope examination of heartbeat was normal. There was no clinical evidence of wear or injury to his extremities. There was no response to flexion tests.

### Radiographic Examination:

Pre-sale there was a full set of radiographs available for inspection in the repository at the Magic Millions Sales Complex. Upon examination, there were no radiographic findings of any significance noted.

### Endoscopic Examination:

Post sale the upper respiratory tract was examined endoscopically and the larynx and pharynx were found to be normal in appearance and function.

### Conclusion:

In my opinion, at the time of this examination, **Lot 349 NOT A SINGLE DOUBT ex SUTTON REVIEW 2010 bay yearling colt** is in so far as can be determined from the extensive examination conducted; suitable for racing and public syndication and as such, is therefore suitable for all risk mortality insurance cover. I confirm that I advised Dynamic Syndications that in my opinion this lot was suitable for their purchase.

Yours faithfully,

**Dr. T.M.B. Roberts BVSc. MRCVS**  
**18 January 2012**

NB: This examination is valid for seven (7) days and is only for the use of the person requesting the examination. The issuer of this certificate has no financial interest in the above horse and no contract with any other third party. The issuer has a long standing relationship with Dynamic Syndications to provide a detailed veterinary assessment and specific advice on suitability of prospective yearling purchases at all yearling sales within Australasia.

Veterinary Surgeon: **Dr TMB ROBERTS BVSC. (SYD.) MRCVS**  
Telephone: (02) 93606970 Facsimile: (02) 93806203 email: [cpvp@bigpond.net.au](mailto:cpvp@bigpond.net.au)  
PO Box 535 Randwick NSW 2031 AUSTRALIA  
[www.equinevet.com.au](http://www.equinevet.com.au)

## GERALD RYAN RACING

18 January 2012

Racing NSW

Level 7

51 Druitt Street

SYDNEY NSW 2000

Dear Sir,

RE: Commitment to train for DYNAMIC SYNDICATIONS

I wish to confirm that Dean Watt, on behalf of his company Dynamic Syndications, inquired if I was interested in training the following horse on their behalf:

2010 Bay Colt – Not A Single Doubt / Sutton Review

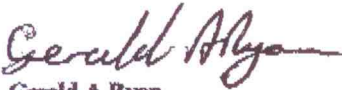
I have agreed to train the above horse from my stables at Rosehill in accordance with my standard terms of trade. These terms are available from my office upon request.

Further, my business practice is in accordance with the Product Disclosure Statement supplied with this horse.

I acknowledge that Dynamic Syndications employ Dr Tim Roberts as their contracted veterinarian. I am aware Dr Roberts has seen this horse both at the sales prior to purchase where it passed a physical examination and its x-ray inspection were clear. I am aware the horse passed full inspection for syndication.

I offer this letter for inclusion with Dynamic Syndications Product Disclosure Statement for the above described horse. I advise that I have had no previous association or any financial interest with this horse prior to being asked to train it for Dynamic Syndications.

Yours faithfully,



Gerald A Ryan

Horse Trainer

LOCKED BAG 207 OATLANDS NSW 2117

E: [ascothill@hammercall.com.au](mailto:ascothill@hammercall.com.au)

M: 0419 394 419 Fax: 02 9637 2097



# Logan Livestock Insurance Agency Pty Ltd

ABN 81 001 826 204

www.logans.com.au

AFS Licence No. 338959

21 PARRAWEEN STREET, CREMORNE NSW 2090 TELEPHONE: (02) 9909 1499 FAX: (02) 9909 8057

Correspondence: P.O. BOX 360, CREMORNE NSW 2090 AUSTRALIA email: postmaster@logans.com.au

19/01/2012

Dynamic Syndications  
PO Box 2324  
Taren Point NSW 2229

## MEMORANDUM OF INSURANCE

**Policy No:** L089483

**Insured:** Dean Watt Thoroughbreds Pty Ltd t/as Dynamic Syndications

**Interest:** Unnamed (Lot 349 MMYS)  
2010 Bay T.Bred Colt  
Not A Single Doubt/ Sutton Review

**Use:** Rearing/Flatracing

**Limit of Liability:** Aud\$135,000 being 100%

**Period:** 12 January 2012 to 1 November 2012 at 4.00pm

**Coverage Summary:** Mortality Insurance  
Colic Surgery Cost Extension Clause not exceeding \$10,000  
Australia & New Zealand Territorial Limits  
12 Month Extension Clause  
Limited Theft and Unlawful Removal Endorsement  
Terrorism Exclusion Endorsement  
Disability Impairment Guarantee to Syndicate Registration

**Underwriters:** Lloyd's of London

Information on horse insurance is available at -:  
www.logans.com.au

The Financial Services Guide and Insurance Policy are held by the Syndicator as syndicate manager and/or arranger of the insurance. They are available from them on request.

This Memorandum of Insurance is provided for inclusion in the Promoters Disclosure Statement for the sale of shares in the horse noted above and does not replace the terms and conditions of the policy.



Stakes winners bred from the DANEHILL--EXPLODENT cross

Stakes Winner	Yob	Sex	Best	Dirt	AWS	Turf	Pedigree
DRAYTON	2004	C				Y	DANETIME ex EXPONENT (EXBOURNE)
LADY ECLAIR	2006	F				Y	DANEHILL DANCER ex BEX (EXPLODENT)
SAVETHISDANCEFORME	2005	F				Y	DANEHILL DANCER ex BEX (EXPLODENT)



20 January 2012

Mr D Watt  
Dynamic Syndications.  
PO Box 2324  
**TAREN POINT NSW 2229**

Dear Mr Watt

**RE: Product Disclosure Statement for 2010 Bay Colt by NOT A SINGLE DOUBT from SUTTON REVIEW**

The disclosure material lodged in respect of the above racehorse has been examined and appears to comply with the provisions required by the Australian Securities & Investments Commission.

Approval is hereby granted for the promotion to proceed.

This approval is conditional on the following:

- i) that all advertisements in respect of the scheme are submitted to Racing NSW for approval; and
- ii) that advertisements are NOT published until Racing NSW approval has been granted.

Note advertisements include Print Media, SKY Channel/TVN, radio, website and all other advertisements.

Yours faithfully

**Clare Wilson  
For Racing NSW**