

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Grey Colt**, foaled **2018**, by **FROSTED (USA)** from **ANTARCTIC MISS (NZ)** all-inclusive to **30 SEPTEMBER 2020**

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	\$26,534	\$1,327
D. Syndicate establishment costs	\$19,225	\$962
E. Actual and budgeted Horse husbandry costs to 30 September 2020	\$17,232	\$861
Sub-total	\$175,491	\$8,775
F. GST	\$17,549	\$877
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
Total	\$193,800	\$9,690
Share Application Price – 1/20th [or 5%] Share		\$9,690

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$100,000	\$5,000
B. Promoter's margin 12.5%		\$12,500	\$625
C. Other acquisition costs			
o Race series eligibility payments (7)			
▪ Entry to Inglis Race Series (once only)	\$3,500		
▪ Super VOBIS Nominated (paid by Vendor)	\$n/a		
▪ VOBIS GOLD Entry Fee (once only)	\$1,000		
▪ Blue Diamond & Blue Sapphire 1 st nomination	\$300		
▪ Golden Slipper & Golden Rose 1 st nomination	\$350	\$5,150	\$258
o Insurance premiums (4)			
▪ Mortality from fall of hammer to 1 November 2020 for total syndication value +			
▪ Emergency Surgery / Colic +			
▪ Disability impairment guarantee to date of issuing and allotment of Shares +			
▪ Professional Indemnity cover =		\$16,078	\$804
o Acquisition costs			
▪ Veterinary work at the sale complex by Dr Tim Roberts, including 89 physical inspections, 24 X-rays and endoscopic evaluation, apportioned across all 3 yearlings purchased	\$1,895		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,778		
▪ Endoscopic evaluation post sale payable to Inglis	\$150		
▪ Blood-testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication	\$983	\$5,306	\$265
D. Syndicate establishment costs			
o Establishment and promotion			

<ul style="list-style-type: none"> ▪ Proportion of postage, printing, handling & stationary (\$128), communications by telephone, facsimile, email, SMS (\$360), marketing & promotion, banking, merchant service/eftpos fees, (\$825), IT service provider, ASIC Form 88 PDS in-use notice, advertising across TV, radio & websites, including Sky Channel, Racing.com, Sky Sports Radio, (\$9,900), Bloodstock.com, Facebook (\$457), Vet Report for PDS (\$195). 	\$11,865		
<ul style="list-style-type: none"> ▪ ASIC Industry Funding Levy pro-rata (\$660) 	\$660		
<ul style="list-style-type: none"> ○ Accounting and legal 			
<ul style="list-style-type: none"> ▪ Pro-rata of Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fees (\$2,000) 	\$6,700		
Total		\$19,225	\$962
E. Actual and budgeted Horse husbandry costs to 30 SEPTEMBER 2020			
<ul style="list-style-type: none"> ○ From 1 March to 30 September 2020 			
<ul style="list-style-type: none"> ▪ Transport 1 March from sale complex to Bimbadeen Park Spelling Farm 	\$780		
<ul style="list-style-type: none"> ▪ Agistment from date of arrival at Bimbadeen to 31 March 	\$1,276		
<ul style="list-style-type: none"> ▪ Education process over 6 weeks including stabling 	\$3,975		
<ul style="list-style-type: none"> ▪ Transport 14 May from educators to Warwick Farm Stables for Pre-Training Stables 	\$350		
<ul style="list-style-type: none"> ▪ Pre-Training 15 days orientation to stables 	\$1,355		
<ul style="list-style-type: none"> ▪ Transport 31 May from Pre-Trainers to Boynton Park Spelling Farm 	\$480		
<ul style="list-style-type: none"> ▪ Agistment from 1 June to 30 June 	\$1,442		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to 30 June 	\$793		
<ul style="list-style-type: none"> ▪ Transport 1 July to Pre-Trainers 	\$150		
<ul style="list-style-type: none"> ▪ Pre-Training from 1 July to 15 August 	\$3,612		
<ul style="list-style-type: none"> ▪ Transport 15 August from Pre-Trainers Oakridge Spelling Farm 	\$150		
<ul style="list-style-type: none"> ▪ Agistment from 16 August to 31 August 	\$890		
<ul style="list-style-type: none"> ▪ Agistment from 1 Sept to 30 September 	\$1,442		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to 30 September 	\$537		
Total		\$17,232	\$861