

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt**, foaled **2018**, by **PRIDE OF DUBAI** from **VORMISTA** all-inclusive to **30 JUNE 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	\$80,000	\$4,000
B. Promoter's margin 12.5% of fall of hammer price	\$10,000	\$500
C. Other acquisition costs	\$25,839	\$1,291
D. Syndicate establishment costs	\$19,255	\$964
E. Actual and budgeted Horse husbandry costs to 30 June 2020	\$13,306	\$665
Sub-total	\$148,400	\$7,420
F. GST	\$14,840	\$742
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	\$164,000	\$8,200
Share Application Price – 1/20th [or 5%] Share		\$8,200

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$80,000	\$4,000
B. Promoter's margin 12.5%		\$10,000	\$500
C. Other acquisition costs			
o Race series eligibility payments (7)			
▪ Entry to Magic Millions Race series (once only)	\$4,500		
▪ BOBS Entry Fee	\$900		
▪ BOBS Extra Entry Fee	\$764		
▪ Blue Diamond & Blue Sapphire 1 st nomination	\$300		
▪ Golden Slipper & Golden Rose 1 st nomination	\$350	\$6,814	\$341
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 =		\$13,719	\$685
o Acquisition costs			
▪ Veterinary work at the sale complex by Dr Tim Roberts, including 145 physical inspections, 107 X-rays and endoscopic evaluation, apportioned across all 10 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 Magic Millions	\$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"> o 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	\$964
E. Actual and budgeted Horse husbandry costs to 30 June 2020			
o From 8 January to 30 June 2020			
<ul style="list-style-type: none"> ▪ Transport 12 January from sale complex to Oakridge Spelling Farm 	\$680		
<ul style="list-style-type: none"> ▪ Agistment from date of arrival at Oakridge to 29 February inc Drought Levy 	\$1,876		
<ul style="list-style-type: none"> ▪ Transport 1 March from Oakridge to educators to commence breaking-in process 	\$180		
<ul style="list-style-type: none"> ▪ Education process over 6 weeks including stabling 	\$3,575		
<ul style="list-style-type: none"> ▪ Transport 14 April from educators to Wild Oaks Pre-Training Stables 	\$210		
<ul style="list-style-type: none"> ▪ Pre-Training 15 days orientation to stables 	\$1,255		
<ul style="list-style-type: none"> ▪ Transport 30 April from Pre-Trainers to Oakridge Spelling Farm 	\$150		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench 	\$515		
<ul style="list-style-type: none"> ▪ Agistment from 1 May to 31 May 	\$1,442		
<ul style="list-style-type: none"> ▪ Transport 1 June to Pre-Trainers 	\$150		
<ul style="list-style-type: none"> ▪ Pre-Training from 1 June to 30 June \$80 pd 	\$2,580		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench 	\$693	\$13,306	\$665
Total		\$148,400	\$7,420