

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt**, foaled **2019**, by **AMERICAN PHAROAH** from **LISSON GROVE** all-inclusive to **1st DECEMBER 2021**

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	\$110,000	\$5,500
B. Promoter's margin 12.5% of fall of hammer price	\$13,750	\$688
C. Other acquisition costs	\$27,631	\$1,382
D. Syndicate establishment costs	\$19,225	\$961
E. Actual and budgeted Horse husbandry costs to 1st December 2021	\$19,613	\$980
Sub-total	\$190,219	\$9,512
F. GST	\$19,021	\$951
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	\$210,000	\$10,500
Share Application Price – 1/20th [or 5%] Share		\$10,500

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$110,000	\$5,500
B. Promoter's margin 12.5%		\$13,750	\$688
C. Other acquisition costs			
o Race series eligibility payments (7)			
▪ Entry to INGLIS Race series (once only)	\$3,000		
▪ BOBS Entry Fee (once only)	\$900		
▪ BOBS EXTRA Entry Fee (once only)	\$764		
▪ Blue Diamond & Blue Sapphire 1st nomination	\$300		
▪ Golden Slipper & Golden Rose 1st nomination	\$350	\$5,314	\$266
o Insurance Premiums (4) Cover with Logans			
▪ Mortality from fall of hammer to 1 November 2021 for total syndication value +			
▪ Emergency Surgery / Colic +			
▪ Disability impairment guarantee to date of issuing and allotment of Shares +		\$15,918	\$796
▪ ASIC Statutory Professional Indemnity cover		\$1,078	\$54
o Acquisition costs			
▪ Veterinary work at sale complex by Dr Tim Roberts including 96 physical inspections, 32 X-rays and Endoscopic evaluations, pro-rata apportioned across all yearlings bought	\$1,895		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,778		
▪ Endoscopic evaluation post sale payable to Inglis	\$165		
▪ Blood-testing post sale for Anabolic Androgenic Steroids payable to Inglis	\$500		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication	\$983	\$5,321	\$266
D. Syndicate establishment costs			
o Establishment and promotion			

<ul style="list-style-type: none"> ▪ Pro-rata proportion of: postage, printing, stationary (\$128), communication fees (telephone, internet, SMS) (\$360), bank fees, merchant service/eftpos fees, IT service provider (\$825), 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). 	\$11,865		
<ul style="list-style-type: none"> ▪ Pro-rata ASIC Industry Funding Levy (\$660) 	\$660		
<ul style="list-style-type: none"> ○ Accounting and legal 			
<ul style="list-style-type: none"> ▪ Pro-rata: Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fees (\$2,000) 	\$6,700		
Total		\$19,225	\$961
E. Actual and Budgeted Horse Husbandry Costs to 1st December 2021			
<ul style="list-style-type: none"> ○ From 28 February to 1 December 2021 			
<ul style="list-style-type: none"> ▪ Transport 1 March from sale complex to Bimbadeen Park Agistment Farm 	\$780		
<ul style="list-style-type: none"> ▪ Agistment from date of arrival at Bimbadeen Park to 31 March 	\$1,314		
<ul style="list-style-type: none"> ▪ Education (Breaking-in) process over 42 days including stabling 	\$3,975		
<ul style="list-style-type: none"> ▪ Pre-Training 15 days orientation to stables 	\$1,355		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trims, dentist, parasite drench and supplements to 27 May 	\$515		
<ul style="list-style-type: none"> ▪ Transport 27 May from pre-training to Gooree Park Stud 	\$690		
<ul style="list-style-type: none"> ▪ Agistment at Gooree from 27 May to 31 May 	\$205		
<ul style="list-style-type: none"> ▪ Agistment from 1 June to 30 June 	\$1,276		
<ul style="list-style-type: none"> ▪ Transport 30 June from Gooree Park Stud to Bimbadeen Park 	\$690		
<ul style="list-style-type: none"> ▪ Agistment from 1 July to 31 July 	\$1,314		
<ul style="list-style-type: none"> ▪ Agistment from 1 August to 9 August 	\$383		
<ul style="list-style-type: none"> ▪ 3 weeks Pre-Training at Bimbadeen Park 10 August to 30 August 	\$1,897		
<ul style="list-style-type: none"> ▪ 2 Weeks Pre-Training at Bimbadeen Park 1 September to 15 September 	\$1,355		
<ul style="list-style-type: none"> ▪ Agistment 15 September to 30 September 	\$636		
<ul style="list-style-type: none"> ▪ Agistment from 1 October to 31 October 	\$1,314		
<ul style="list-style-type: none"> ▪ Agistment from 1 November to 30 November 	\$1,276		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs include farrier feet trims, dentist, parasite drench and supplements to 30 November 	\$638	\$19,613	\$980
Total		\$190,219	\$9,512