

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt**, foaled **2019**, by **MERCHANT NAVY** from **PARFAITS** all-inclusive from **15 June 2021** to **31 October 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	\$90,000	\$4,500
B. Promoter's margin 12.5% of purchase price	\$11,250	\$563
C. Other acquisition costs	\$14,529	\$726
D. Syndicate establishment costs	\$19,255	\$963
E. Actual and budgeted Horse husbandry costs to <b>31 October 2021</b>	\$9,639	\$482
<b>Sub-total</b>	<b>\$144,673</b>	<b>\$7,234</b>
F. GST	\$14,467	\$723
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
<b>Total</b>	<b>\$159,900</b>	<b>\$7,995</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$7,995</b>

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

		Total for Syndicate	Per Share (20)
<b>A. Initial Cost Price of Horse paid by Promoter</b>		\$90,000	\$4,500
<b>B. Promoter's margin 12.5%</b>		\$11,250	\$563
<b>C. Other acquisition costs</b>			
o <b>Race series eligibility payments (6)</b>			
▪ BOBS Entry Fee (once only)	\$900		
▪ BOBS EXTRA Entry Fee (once only)	\$764		
▪ Blue Diamond & Blue Sapphire 1 <sup>st</sup> nomination	\$300		
▪ Golden Slipper & Golden Rose 1 <sup>st</sup> nomination	\$350	\$2,314	\$116
o <b>Insurance Premiums (4) Cover with Logans</b>			
▪ 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 +		\$9,432	\$471
▪ ASIC Statutory Professional Indemnity cover		\$835	\$42
o <b>Acquisition costs</b>			
▪ Veterinary costs by Dr Tim Roberts including physical inspections, X-rays and endoscopic evaluation		\$965	\$48
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication		\$983	\$49
		\$14,529	\$726
<b>D. Syndicate establishment costs</b>			
o <b>Establishment and promotion</b>			

<ul style="list-style-type: none"> <li>▪ Pro-rata proportion of: postage, printing, stationary (\$158), communication fees (telephone, internet, SMS) (\$360), bank fees, merchant service/eftpos fees, IT service provider (\$825), marketing &amp; promotion advertising across: Facebook (\$457), TV Sky Channel &amp; Racing.com, radio Sky Sports Radio &amp; website Bloodstock.com (\$9,900), ASIC Form 88 PDS in-use notice &amp; Vet Report for PDS (\$195).</li> </ul>	\$11,895		
<ul style="list-style-type: none"> <li>▪ Pro-rata ASIC Industry Funding Levy (\$660)</li> </ul>	\$660		
<ul style="list-style-type: none"> <li>○ <b>Accounting and legal</b></li> </ul>			
<ul style="list-style-type: none"> <li>▪ Pro-rata: Auditor's fee (\$3,500), Chartered Accountants fee (\$1,200), Legal fee (\$2,000)</li> </ul>	\$6,700		
<b>Total</b>		<b>\$19,255</b>	<b>\$963</b>
<b>E. Actual and Budgeted Horse Husbandry Costs from 15 June to 31 October 2021</b>			
<ul style="list-style-type: none"> <li>○ <b>From 15 June to 31 October 2021</b></li> </ul>			
<ul style="list-style-type: none"> <li>▪ Agistment from <b>15 June to 30 June</b> at Gooree Park</li> </ul>	\$711		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to <b>30 June</b></li> </ul>	\$515		
<ul style="list-style-type: none"> <li>▪ Agistment at Gooree from <b>1 July to 31 July</b></li> </ul>	\$1,422		
<ul style="list-style-type: none"> <li>▪ Agistment at Gooree from <b>1 August to 31 August</b></li> </ul>	\$1,422		
<ul style="list-style-type: none"> <li>▪ Agistment at Gooree from <b>1 September to 30 September</b></li> </ul>	\$1,376		
<ul style="list-style-type: none"> <li>▪ Pre-Training from <b>1 October to 31 October</b> \$88pd + Fees &amp; Supplements</li> </ul>	\$2,820		
<ul style="list-style-type: none"> <li>▪ Transport <b>31 October</b> Gooree to Bimbadeen Park</li> </ul>	\$680		
<ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench to <b>31 October</b></li> </ul>	\$693	<b>\$9,639</b>	<b>\$482</b>
<b>Total</b>		<b>\$144,673</b>	<b>\$7,234</b>



**Attachment - H (i)** - Vendor Disclosure Sale Price

**VENDOR DISCLOSURE ACQUISITION PRICE \$50,000 to \$90,000 SALE PRICE**

Inglis Fall Of Hammer 8/7/20 (+ GST)	\$50,000	
DWB Purchase Consultancy Fee	\$2,500	
Inglis Race Series Fee	\$1,500	
Sale Veterinary Inspection (inc X-rays & endoscope)	\$750	
Insurances Premiums	\$3,650	
Transport to Gooree Park 8/7/20	\$715	
Sub-Total Acquisition Cost		\$59,115
Racing Australia Unnamed Horse Transfer	\$55	
Actual Ownership Cost		<b><u>\$59,170 +</u></b>
Gooree Park Mudgee 8 months Agistment to 28/2/21	\$8,166	
Gooree Park – Miscellaneous / Sundry Item 8 months	\$872	
Transport to Bimbadeen Park (Shane Rose - Educator)	\$680	
Breaking-In and Education	\$3,750	
Bimbadeen Park Miscellaneous Fees February	\$240	
Bimbadeen Park Miscellaneous Fees March	\$240	
Transport to Gooree Park	\$680	
Gooree Park Agistment: April, May, 14 Days in June	\$2,216	
Magic Millions Valuation	\$250	
DWB Sale Consultancy Fee	\$2,500	
Racing Australia Unnamed Horse Transfer 15/6	\$55	
Sub-Total Costs		<b><u>\$19,649</u></b>
Total Costs by Owner		<b><u>\$78,819 +</u></b>
GST		<b><u>\$7,881</u></b>
Total Costs inc GST		<b>\$86,700 +</b>
Differential Margin (3.6%)		<b><u>\$3,300</u></b>
<b><u>TOTAL PRICE</u></b>		<b><u>\$90,000</u></b>