

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt** foaled **2020**, by **CAPITALIST** from **SABOT** all-inclusive to **31 OCTOBER 2022**

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	\$120,000	\$6,000
B. Promoter's margin 12.5% of fall of hammer price	\$15,000	\$750
C. Other acquisition costs	\$33,196	\$1,660
D. Syndicate establishment costs	\$19,255	\$963
E. Actual and budgeted Horse husbandry costs to 31 October 2022	\$21,677	\$1,084
Sub-total	\$209,128	\$10,457
F. GST	\$20,912	\$1,045
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	\$230,800	\$11,540
Share Application Price – 1/20th [or 5%] Share		\$11,540

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$120,000	\$6,000
B. Promoter's margin 12.5%		\$15,000	\$750
C. Other acquisition costs			
o Race Series eligibility payments (7)			
▪ Entry to Magic Millions Race series (once only)	\$5,000		
▪ BOBS Entry Fee (once only)	\$900		
▪ BOBS Extra Entry Fee (once only)	\$764		
▪ Blue Diamond & Blue Sapphire 1 st nomination	\$300		
▪ Golden Slipper & Golden Rose 1 st nomination	\$400	\$7,364	\$368
o Insurance Premiums (4) Cover with Logans			
▪ Mortality from fall of hammer to 1 November 2022 for total syndication value +			
▪ Emergency Surgery / Colic +	\$300		
▪ Disability impairment guarantee to date of issuing and allotment of Shares +	\$18,698		
▪ ASIC - Statutory Professional Indemnity cover	\$1,203	\$20,201	\$1,010
o Acquisition Costs			
▪ Veterinary work at sale complex by Dr Tim Roberts including 153 physical inspections, 132 X-rays & 114 endoscopic evaluations, pro-rata apportioned across all yearlings bought	\$2,195		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,778		
▪ Endoscopic evaluation post sale payable to Magic Millions	\$175		
▪ Blood-testing post sale for Anabolic Androgenic Steroids payable to Magic Millions	\$500		

<ul style="list-style-type: none"> ▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication 	\$983	\$5,631	\$282
Part C. Sub-Total		\$33,196	\$1,660
D. Syndicate establishment costs			
<ul style="list-style-type: none"> o Establishment and promotion 			
<ul style="list-style-type: none"> ▪ 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 & 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). 	\$11,895		
<ul style="list-style-type: none"> ▪ Pro-rata ASIC Industry Funding Levy (\$660) 	\$660		
<ul style="list-style-type: none"> o 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		
Part D. Sub-Total		\$19,255	\$963
E. Actual and Budgeted Horse Husbandry Costs to 31 October 2022			
<ul style="list-style-type: none"> o From 12 January 2022 to 31 October 2022 			
<ul style="list-style-type: none"> ▪ Transport 12 January from sale complex to Gooree Park Stud Agistment Farm 	\$780		
<ul style="list-style-type: none"> ▪ Agistment from date of arrival at Gooree Park to 28 February 	\$1,856		
<ul style="list-style-type: none"> ▪ Transport 1 March from Gooree Park to Bimbadeen Park to educator Shane Rose to commence breaking-in process 	\$720		
<ul style="list-style-type: none"> ▪ Education (Breaking-in) process over 42 days including stabling 	\$3,750		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to 11 April 	\$515		
<ul style="list-style-type: none"> ▪ 3 days agistment & Transport 11 April from educators to Gooree Park Pre-Training Stables 	\$690		
<ul style="list-style-type: none"> ▪ Pre-Training 15 days orientation to stables \$88pd + supplements to 30 April 	\$1,320		
<ul style="list-style-type: none"> ▪ Agistment at Gooree from 1 May to 31 May 	\$1,442		
<ul style="list-style-type: none"> ▪ Pre-Training from 1 June to 30 June \$88pd + Track Fees & Supplements 	\$2,820		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench to 30 June 22 	\$693		
<ul style="list-style-type: none"> ▪ Agistment at Bimbadeen Park from 1 July to 31 July 	\$1,442		
<ul style="list-style-type: none"> ▪ Pre-Training 31 days re-orientation to stables 1 August to 31 August 	\$2,502		
<ul style="list-style-type: none"> ▪ Agistment at Bimbadeen Park from 1 September to 30 September 	\$1,396		
<ul style="list-style-type: none"> ▪ Agistment at Bimbadeen Park from 1 October to 31 October 	\$1,442		
<ul style="list-style-type: none"> ▪ Miscellaneous additional costs include farrier feet trims and shoes, dentist, parasite drench to 31 October 	\$309		
Part E. Sub-Total		\$21,677	\$1,083
Total		\$209,128	\$10,457