

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay/Brown Colt** foaled **2021**, by **TOO DARN HOT (GB)** from **LA LA LUCHIE** all-inclusive from **10 JANUARY 23** to **30 APRIL 23**

INSURANCE: All Inclusive premium on **4** Policies until **1st November 2023**

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	\$195,000	\$9,750
B. Promoter’s margin 12.5% of fall of hammer price	\$24,375	\$1,219
C. Other acquisition costs	\$45,110	\$2,256
D. Syndicate establishment costs	\$19,705	\$985
E. Actual and budgeted Horse husbandry costs to 30 April 2023	\$10,574	\$529
Sub-total	\$294,764	\$14,739
F. GST	\$29,476	\$1,473
G. Racing Australia 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	\$325,000	\$16,250
Share Application Price – 1/20th [or 5%] Share		\$16,250

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

		Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter		\$195,000	\$9,750
B. Promoter’s margin 12.5%		\$24,375	\$1,219
C. Other acquisition costs			
o Race series eligibility payments (8)			
▪ Entry to Magic Millions Race series (once only)	\$6,000		
▪ BOBS Entry Fee (once only)	\$900		
▪ BOBS Extra Entry Fee (once only)	\$764		
▪ VOBIS / VOBIS Gold Entry Fee (once only)	\$1,000		
▪ Blue Diamond & Blue Sapphire 1st nomination	\$300		
▪ Golden Slipper & Golden Rose 1st nomination	\$400	\$9,364	\$468
o Insurance Premiums (4) Cover with Logans			
▪ Mortality from fall of hammer to 1 November 2023 for total syndication value +			
▪ Emergency Surgery / Colic +	\$300		
▪ Disability impairment guarantee to date of issuing and allotment of Shares +	\$27,505		
▪ ASIC - Statutory Professional Indemnity cover	\$1,930	\$29,735	\$1,487
o Acquisition costs			
▪ Veterinary work at sale complex by Dr Tim Roberts including 132 physical inspections, 103 X-rays & 103 endoscopic evaluations, pro-rata apportioned across all yearlings bought	\$2,475		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,878		
▪ Endoscopic evaluation post sale payable to Magic Millions	\$175		
▪ Blood-testing post sale for Anabolic Androgenic Steroids payable to Magic Millions	\$500		
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, apportioned across all yearlings purchased for syndication	\$983	\$6,011	\$301

D. Syndicate establishment costs			
o Establishment and promotion			
▪ Pro-rata proportion of: postage, printing, stationary (\$158), communication fees (telephone, internet, SMS) (\$360), bank fees, merchant service/eftpos fees, IT service provider (\$925), 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).	\$11,995		
▪ Pro-rata ASIC Industry Funding Levy (\$660)	\$760		
o Accounting and legal			
▪ Pro-rata: Auditor's fee (\$3,700), Chartered Accountants fee (\$1,250), Legal fees (\$2,000)	\$6,950		
Total		\$19,705	\$985
E. Actual and Budgeted Horse Husbandry Costs to 30 April 2023			
o From 10 January 2023 to 30 April 2023			
▪ Transport 12 January from sale complex to Gooree Park Stud Agistment Farm	\$840		
▪ Agistment from date of arrival at Gooree Park to 28 February	\$1,856		
▪ Transport 1 March from Gooree Park to Bimbadeen Park to educator Shane Rose to commence breaking-in process	\$780		
▪ Education (Breaking-in) process over 42 days including stabling	\$4,250		
▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to 11 April	\$615		
▪ Transport to Gooree Park & 19 days agistment 11 April from educators to Gooree Park Spelling Farm to 30 April	\$1,663		
▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench to 30 April 23	\$693	\$10,574	\$529
Total		\$294,764	\$14,739