

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Filly** foaled **2022**, by **FARNAN** from **INVINCIBLE DIVA (IRE)** all-inclusive from **12 JANUARY 2024** to **30 JUNE 2024**

**INSURANCE:** All Inclusive Premium on **4 Policies** until **1<sup>st</sup> November 2024**

The costs of establishing the Syndicate are set out in the following table (many of these costs are one-off expenditure items):

	Running-Total	Total for Syndicate	Per Share 5% (20)
A. Initial Cost Price of Horse paid by Promoter – fall of the hammer		\$100,000	\$5,000
B. Promoter's margin 12.5% of fall of hammer price		\$12,500	\$625
C. Other acquisition costs		\$6,112	\$305
D. Syndicate establishment costs		\$20,920	\$1,046
E. Actual and budgeted Horse husbandry costs to <b>30 June 24</b>		\$16,020	\$801
<b>Running Sub-total</b>	<b>\$155,552/\$7,777</b>		
F. Race Series Eligibility Payments x 7		\$8,364	\$418
<b>Running Sub-total With Race Series</b>	<b>\$163,916/\$8,195</b>		
G. Insurance Premiums x 4 Policies		\$18,666	\$934
<b>Running Sub-total With Insurance</b>	<b>\$182,582/\$9,129</b>		
H. GST		\$18,258	\$913
<b>Running Sub-Total With GST</b>	<b>\$200,840/\$10,042</b>		
I. <b>Regulatory GST Exempt Costs:</b> Racing NSW Registration Fees, 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>\$201,600/\$10,080</b>	<b>\$201,600</b>	<b>\$10,080</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>			<b>\$10,080</b>

Further breakdown of Items **A, B, C, D, E, F** and **G**:

		Total for Syndicate	Per Share 5% (20)
<b>A. Initial Cost Price of Horse paid by Promoter</b>		\$100,000	\$5,000
<b>B. Promoter's margin 12.5%</b>		\$12,500	\$625
<b>C. Acquisition costs</b>			
o Acquisition costs			
▪ Veterinary work at sale complex by <b>Dr Tim Roberts – Centennial Park Veterinary Practice</b> including <b>138</b> physical inspections, <b>104</b> X-rays & <b>104</b> endoscopic evaluations, pro-rata across all yearlings purchased	\$2,575		\$128

▪ Sales expenses incurred over 12 days pro-rata across all yearlings purchased for syndication	\$1,878		\$94
Endoscopic evaluation post sale payable to Magic Millions	\$175		\$9
Blood-testing post sale for Anabolic Androgenic Steroids payable to Magic Millions	\$500		\$25
▪ Miscellaneous costs, including professional photographers, pedigree ratings software subscription fees, pro-rata across all yearlings purchased for syndication.	\$984		\$49
<b>C. Sub-Total</b>		<b>\$6,112</b>	<b>\$305</b>
<b>D. Syndicate establishment costs</b>			
○ <b>Establishment and promotion</b>			
▪ Pro-rata proportion of: postage, printing, stationary (\$350), communication fees (telephone, internet, SMS) (\$750), bank fees, merchant service/efpos fees, IT service provider (\$930), marketing & promotion advertising across: Facebook (\$750), TV Sky Channel, Racing.com & Bloodstock.com website (\$9,500), Vet Report for PDS (\$495)	\$12,675		
▪ Pro-rata ASIC Form 88 PDS in-use notice & ASIC Industry Funding Levy (\$760)	\$760		
○ <b>Accounting and legal</b>			
▪ Pro-rata: Auditor's fee (\$3,885), Chartered Accountants fee (\$1,350), Legal fees (\$2,250)	\$7,485		
<b>D. Sub-Total</b>		<b>\$20,920</b>	<b>\$1,046</b>
<b>E. Actual and Budgeted Horse Husbandry Costs out to 30 June 2024</b>			
○ <b>From 12 January 2024 to 30 June 2024</b>			
▪ Transport <b>12 January</b> from sale complex to Bimbadeen Park Agistment Farm	\$860		
▪ Agistment from date of arrival at Bimbadeen Park to <b>29 February 24</b>	\$2,184		
▪ Education (Breaking-in) process over 28 days including stabling to <b>1 April</b>	\$4,750		
▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to <b>1 April</b>	\$693		
▪ Pre-Training 15 days orientation to stables \$99pd + supplements to <b>16 April</b>	\$1,485		
▪ Transport from Bimbadeen Park to Bulleroo Agistment Farm <b>16 April</b>	\$350		
▪ Agistment at Bulleroo Farm from <b>16 April to 31 May</b>	\$1,932		
▪ Pre-Training from <b>1 June to 30 June</b> \$99pd + Track Fees & Supplements	\$3,120		
▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench <b>1 April to 30 June 24</b>	\$646		
<b>E. Sub-Total</b>		<b>\$16,020</b>	<b>\$801</b>
<b>F. Various Race Series Eligibility Payments (7)</b>			
○ <b>Race series eligibility payments (7)</b>			
Entry to Magic Millions Race series (once only)	\$6,000		
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	\$400		
<b>F. Sub-Total</b>		<b>\$8,364</b>	<b>\$418</b>

<b>G. Insurance Premiums (4 Policies) placed with LOGANS LIVESTOCK from Fall of Hammer to 1<sup>st</sup> November 24</b>			
o <b>Four (4) different cover policies</b>			
1. Mortality from Fall of Hammer to 1 November 2024 for Full Syndication Value cover +	<b>\$16,699</b>		
2. Disability impairment guarantee to date of issuing and allotment of Shares cover. Combined Premium Payment			
3. Emergency Surgery / Colic cover +	<b>\$300</b>		
4. ASIC - Statutory Professional Indemnity cover	<b>\$1,667</b>		
5. Includes Stamp Duty			
<b>G. Sub-Total</b>		<b>\$18,666</b>	<b>\$934</b>
<b>TOTAL EXPENSES: (Prior to applying GST &amp; Racing NSW Statutory Costs)</b>		<b>\$182,582</b>	<b>\$9,129</b>