

PDS - attachment H

APPLICATION PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Bay Colt** foaled **2022**, by **FASTNET ROCK** from **TANTALUS (NZ)** all-inclusive from **10 JANUARY 2024** to being fully subscribed and the **REGISTRATION DATE OF HORSE with RNSW**

INSURANCE: All Inclusive Premium on **4 Policies** until **1st 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		\$200,000	\$10,000
B. Promoter’s margin 12.5% of fall of hammer price		\$25,000	\$1,250
C. Other acquisition costs		\$6,112	\$305
D. Syndicate establishment costs		\$20,920	\$1,046
E. Actual and budgeted Horse husbandry costs to 30 June 24		\$16,020	\$801
Running Sub-total	\$268,052/\$13,402		
F. Race Series Eligibility Payments x 7		\$8,364	\$418
Running Sub-total With Race Series	\$276,416/\$13,820		
G. Insurance Premiums x 4 Policies		\$30,712	\$1,536
Running Sub-total With Insurance	\$307,128/\$15,356		
H. GST		\$30,712	\$1,536
Running Sub-Total With GST	\$337,840/\$16,892		
I. Regulatory GST Exempt Costs: 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
TOTAL	\$338,600/\$16,930	\$338,600	\$16,930
Share Application Price – 1/20th [or 5%] Share			\$16,930

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

		Total for Syndicate	Per Share 5% (20)
A. Initial Cost Price of Horse paid by Promoter		\$200,000	\$10,000
B. Promoter’s margin 12.5%		\$25,000	\$1,250
C. Acquisition costs			
o Acquisition costs			
▪ Veterinary work at sale complex by Dr Tim Roberts – Centennial Park Veterinary Practice including 138 physical inspections, 104 X-rays & 104 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
C. Sub-Total		\$6,112	\$305
D. Syndicate establishment costs			
○ Establishment and promotion			
▪ 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		
○ Accounting and legal			
▪ Pro-rata: Auditor's fee (\$3,885), Chartered Accountants fee (\$1,350), Legal fees (\$2,250)	\$7,485		
D. Sub-Total		\$20,920	\$1,046
E. Actual and Budgeted Horse Husbandry Costs out to 30 June 2024			
○ From 10 January 2024 to 30 June 2024			
▪ Transport 10 January from sale complex to Bimbadeen Park Agistment Farm	\$860		
▪ Agistment from date of arrival at Bimbadeen Park to 29 February 24	\$2,184		
▪ Education (Breaking-in) process over 28 days including stabling to 1 April	\$4,750		
▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench to 1 April	\$693		
▪ Pre-Training 15 days orientation to stables \$99pd + supplements to 16 April	\$1,485		
▪ Transport from Bimbadeen Park to Bulleroo Agistment Farm 16 April	\$350		
▪ Agistment at Bulleroo Farm from 16 April to 31 May	\$1,932		
▪ Pre-Training from 1 June to 30 June \$99pd + Track Fees & Supplements	\$3,120		
▪ Miscellaneous additional costs include farrier feet trim and shoes, dentist, parasite drench 1 April to 30 June 24	\$646		
E. Sub-Total		\$16,020	\$801
F. Various Race Series Eligibility Payments (7)			
○ Race series eligibility payments (7)			
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 st nomination	\$300		
Golden Slipper & Golden Rose 1 st nomination	\$400		
F. Sub-Total		\$8,364	\$418

G. Insurance Premiums (4 Policies) placed with LOGANS LIVESTOCK from Fall of Hammer to 1st November 24			
o Four (4) different cover policies			
1. Mortality from Fall of Hammer to 1 November 2024 for Full Syndication Value cover +	\$27,612		
2. Disability impairment guarantee to date of issuing and allotment of Shares cover. Combined Premium Payment			
3. Emergency Surgery / Colic cover +	\$300		
4. ASIC - Statutory Professional Indemnity cover	\$2,800		
5. Includes Stamp Duty			
G. Sub-Total		\$30,712	\$1,536
TOTAL EXPENSES: (Prior to applying GST & Racing NSW Statutory Costs)		\$307,128	\$15,356

The Promoter will incur all holding costs from 1 July 24 until the horse is registered with Racing NSW.