

# **PRODUCT DISCLOSURE STATEMENT**

**(P. D. S.)**

**For the Sale of Shares in a Racehorse**

**Lead Regulator Approved**

***HORSE: UNNAMED THOROUGHBRED Bay Colt 25/10/2012***

***By : COMMANDS***

***FROM : MEZMAR by (Marwina)***

**DYNAMIC SYNDICATIONS  
Promoter and Syndicate Manager**

**AFSL 336808**

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*Important notice to prospective investors*

The information set out in this PDS is not and must not be regarded as advice or a recommendation or opinion in relation to the Syndicate, or that an investment in the Syndicate is suitable. This PDS does not take into account your investment objectives, financial situation and particular needs. You should, before investing, consider the appropriateness of doing so, having regard to your own objectives, financial situation or needs.

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## **PRODUCT DISCLOSURE STATEMENT**

### **1. Preparation and purpose**

This *Product Disclosure Statement* (“PDS”) is dated **29 October 2014**. This PDS has been prepared by the Promoter in relation to the sale of Shares in the thoroughbred horse to which this PDS relates (“the Syndicate”). This PDS has been lodged with and approved by **Racing NSW**, as *Lead Regulator*. A *Form FS88 (PDS in-use notice)* in relation to this PDS has been lodged on-line with the *Australian Securities and Investments Commission* (“ASIC”). No responsibility as to the contents of this PDS is taken by either the *Lead Regulator*, ASIC, their respective officers, employees or agents. This PDS is available in both printed form and electronically in PDF format.

### **2. Jurisdiction**

The Offer constituted by this PDS is only available to persons receiving this PDS within Australia. This PDS does not constitute an offer in any jurisdiction in which, or to any person to whom, it would be unlawful to make such an Offer. The distribution of this PDS to jurisdictions outside Australia may be restricted and persons who come into possession of this PDS should seek advice from their professional advisers and observe any possible restrictions. A failure to comply with such restrictions may violate the applicable securities law.

### **3. Disclosure**

This PDS has been compiled by the Promoter for presentation to prospective investors in compliance with the disclosure requirements for the public offering of shares set out in *Class Order 02/139* issued by ASIC on 15<sup>th</sup> February, 2002 (“CO 02/319”).

Prospective investors should be aware that the Syndicate is relieved, by the provisions of CO 02/319, from the requirements of *Chapter 5C* of the *Corporations Act*, which would otherwise require that it be established and operated as an ASIC-registered *Managed Investment Scheme*.

### **4. Cooling-off**

Applicants whose applications for Shares are accepted will have a right to “Cool-off” (thereby cancelling the purchase of the Share or Shares applied for) at any time during the “Cooling-off period”. The Cooling-off period will commence at the end of the fifth (5<sup>th</sup>) day following the day upon which notification of acceptance of applications is forwarded to those applicants whose applications for Shares have been accepted (“the Cooling-off commencement date”) and will expire at the end of the fourteenth (14<sup>th</sup>) day thereafter (“the Cooling-off expiration date”). An applicant who is a retail investor who desires to Cool-off must, during the Cooling-off period, notify the Promoter in writing (by post, facsimile or email) that the applicant has elected to Cool-off, in which event the applicant will be entitled to receive a full refund of all application monies paid to the Promoter.

### **5. Statement to prospective investors as to the commercial merits of the offer and recommendation regarding the seeking of advice**

The commercial merits of investing in Shares offered in this PDS should be regarded as being of a speculative nature. The investment is not recommended for investors who are unable to risk the initial outlays and ongoing commitments.

Prior to entering into this investment, prospective investors should read this PDS in its entirety and are advised to consult their own or independent licensed financial or investment adviser, legal, taxation and other professional consultants (including bloodstock consultants) in assessing the potential merits of the investment.

The only information authorised by the Promoter to be provided to prospective investors is that contained in this *PDS* and no person is authorised to give any information or to make any representations in connection with the Offer other than the information and representations which are contained in this *PDS*.

## **6. Disclaimer**

This *PDS* has been prepared to the best of the knowledge of the Promoter. In preparing this *PDS*, the Promoter has used information and opinions sourced from third parties. Those third parties do not accept any responsibility for any investment decisions or actions of investors as a result of the information and opinions provided.

In addition, neither the Promoter (nor any other party named in this *PDS*), its related bodies corporate, nor any officer, employee or representative of the Promoter, nor any bodies corporate:

- (i) gives any guarantee with respect to the future success of the Syndicate, the repayment of capital, a return on investment, or the general performance of the Syndicate; or
- (ii) is liable to compensate or reimburse any investor for any liabilities, costs or expenses incurred in connection with evaluating or making an investment decision regarding the Syndicate.

## **7. Key features of Syndicate**

The following table is only a summary of the features of an investment in the Syndicate. You must read the whole of the *PDS* to obtain more information:

<b>Share holdings</b>	
Application Price per Share	<b>\$4,750.00</b> (including GST) For further details see Section 10
Total number of Shares	Twenty (20 x 5% Shares)
Minimum Investment	One (1) 5% Share
Additional Investment	Not applicable
<b>Distributions</b>	
Frequency of net income distribution	Directly via the Lead Regulator's Stakes payment system when Prizemoney and Breeders Bonus or Incentive Scheme payments are won. Otherwise within 14 days of the end of each Accounting Period during the life of the Syndicate and on the winding up of the Syndicate; or more frequently if the amount available for distribution warrants it
Payment	By EFT directly to the Owner's nominated bank account, or cheque
Amount	Each Owner's proportionate share of the net income of the Syndicate, if any
Capital distributions	On the winding up of the Syndicate or on the earlier sale of the Horse
<b>Fees</b>	
Entry fee	Nil
Exit fee (on termination of Syndicate)	Nil
Fee payable to Syndicate Manager by each Owner of a 10%, 5% or 2.5% Share.	\$792 including GST per Share per annum payable by each Owner of a share by monthly instalments in advance of \$66 including GST. For further details see Section 13

Fee payable to the Syndicate Manager by the Trainer	For further details see Section 13
Additional remuneration to which the Syndicate Manager is entitled from the Owners	<ul style="list-style-type: none"> <li>• A fee equivalent to the value of 2% of Prizemoney for wins and placings (1<sup>st</sup> to 5<sup>th</sup> in Group or listed or feature or metropolitan races) where prizemoney won is not less than \$12,000. This percentage will increase to 5% when the total gross value of Prizemoney, Breeder's Bonus or Incentive Scheme payments (cash component only) and Trophies won by the Horse exceeds an amount equal to the total value of the Shares in the Horse subject to this PDS.</li> <li>• 5% of sale price of Horse</li> <li>• 2 Lifetime Service Rights [only in the event of the Horse being an entire and being retired to stud]. For further details see Section 13</li> </ul>
Other fees – Horse expenses	\$1,750 including GST per Share per annum, which equates to \$145.83 per Share per month is estimated. These costs and expenses for training, horse husbandry and care will be invoiced monthly in arrears directly to each Owner by the relevant service providers. For further details see Sections 20(c)
Cost recoveries	Pro-rata. For further details see Sections 20(c)
Insurance – initial premiums included in Application Price	For further details see Section 18
<b>Investments</b>	
Horse investment	The Syndicate relates to the Horse only and to no other horse
Other investments	The capital and any income will be deposited in a trust account or other designated account with a bank or other Australian authorised deposit taking institution, pending expenditure or distribution, as the case may be
Each Shareholder's entitlement to Syndicate Income	Pro rata. For further details see Section 20(b)

## **8. Promoter**

The Promoter of the Offer the subject of this PDS is *DYNAMIC SYNDICATIONS (DEAN WATT THOROUGHBREDS PTY LTD T/AS)*, of Suite 1, 15-17 Forest Road HURSTVILLE NSW 2220. The Promoter is the holder of *Australian Financial Services Licence: AFSL 336808*.

The sole director of the Promoter is *DEAN WARREN WATT*. Mr Watt has more than 30 years experience in the syndication and management of thoroughbred horses.

## **9. Issue**

*DYNAMIC SYNDICATIONS (DEAN WATT THOROUGHBREDS PTY LTD T/AS) (ABN64 134 481 539)* is the owner of the currently **UNNAMED THOROUGHBRED BAY COLT FOALED 25/10/2012 BY COMMANDS FROM MEZMAR BY MARWINA** and the seller of the Shares the subject of this PDS ("the Offeror").

The ownership of the Horse is being syndicated by the Offeror into **Twenty (20) Shares**. The Syndicate will be known as the "*DYNAMIC SYNDICATIONS [INSERT REGISTERED NAME OF HORSE WHEN AVAILABLE] RACING SYNDICATE*". It is contemplated that the Owners of Shares will obtain the benefit of the Horse from racing, under the terms and conditions of the *Syndicate Deed* and the *Australian Rules of Racing*, a copy of which can be obtained by request from either the *Lead Regulator* or the *Australian Racing Board*.

The Syndicate will commence on the *Commencement Date* specified in Schedule 1 of the *Syndicate Deed* and will operate until the *Termination Date* (to be determined in accordance with the provisions of *clause 19* of the *Syndicate Deed*).

Prospective investors should read the *Syndicate Deed*, as each Owner of a Share will be bound by its terms.

## **10. Application Price**

The Offeror proposes to offer Shares to prospective investors at the Application Price per 5% Share of **\$4,750.00** (inclusive of GST), calculated as follows:

Base Sale Price of Horse, excluding GST	<b>\$30,000</b>	
Total Syndicate Establishment Costs	<b>\$55,900</b>	
GST (rounded)	<b>\$8,590</b>	
Registration fees payable to Racing NSW	<b>\$510</b>	
Application Price per 5% Share payable upon application		<b>\$4,750.00</b>

A full breakdown of Syndicate establishment costs, including the margin being charged by the Offeror, is set out in the *Application Price Calculation Sheet* annexed to this *PDS*.

## **11. How to invest**

All Applications for Shares must be made on the enclosed Application Form. Shares will not be issued on the basis of this Application after the Offer closing date. This Application Form includes details of how to invest.

The Promoter will hold all application monies in a separate trust account, or other designated account, with a bank or other Australian authorised deposit taking institution, until the Offer closing date. All application monies received with Applications for Shares which are not accepted by the Promoter will be returned to investors. Any interest earned will be paid on the refunds.

This *PDS* will expire 6 months from the date hereof, or such earlier date as may be determined by the Promoter ("Offer closing date"). The Promoter reserves the right to close the Offer at any time without notice.

In the event this Offer is not fully subscribed by the Offer closing date, the Offer will lapse and all monies received by the Promoter for the purchase of Shares will be refunded, together with any interest earned.

## **12. Title**

The Offeror purchased the Horse, being **Lot 547**, from vendor **BOWNESS STUD (As Agent)** at the **2014 WILLIAM INGLIS AUSTRALIAN EASTER YEARLING SALE conducted by WILLIAM INGLIS & SONS LIMITED (ABN 75 000 011 307) at NEWMARKET COMPLEX, RANDWICK NSW, on 8th to 10th April 2014**, for the purchase price of **\$30,000 + GST** ("purchase price"). The Offeror will receive unencumbered title to the Horse upon payment of the purchase price to **WILLIAM INGLIS & SONS LIMITED**.

Within seven (7) days of the Offeror paying the purchase price to **WILLIAM INGLIS & SONS LIMITED**, the Promoter will compile a register of Owners of the Shares numbered consecutively - **1 to 20** - inclusive.

Within 45 days of the Syndicate being fully subscribed the Promoter will ensure that the Horse is registered in the names of the Owners, in accordance with the provisions of clause 2.5 of the Syndicate Deed.

## **13. Syndicate Manager**

The Promoter will act as Syndicate Manager, as first appointee of the Owners in accordance with the provisions of clause 4 of the Syndicate Deed.

The Syndicate Manager will manage the Syndicate in accordance with the provisions of the *Syndicate Deed* and any rules, regulations or guidelines made from time to time by the *Lead Regulator*.

The Syndicate Manager will be entitled to charge fees to each Owner [approximately \$2.00 per day [see Section 20(c) of this *PDS*] and to the Trainer [approximately \$8.62 per day that the Horse is in full training with the Trainer], in accordance with the provisions of *clause 4.10* of the *Syndicate Deed*, for acting as Syndicate Manager. The initial fees will be the fees disclosed in *Schedule 1* of the *Syndicate Deed*.

The first appointee only of the Owners as Syndicate Manager will also be entitled to the following additional remuneration:

- (i) A fee equivalent to the value of 2% of Prizemoney for wins and also placings (1<sup>st</sup> to 5<sup>th</sup> in Group or Listed or Feature or Metropolitan races) where Prizemoney (including Breeders Bonus or Incentive Scheme cash payments) won is not less than \$12,000 in accordance with the provisions of *clause 4.11* of the *Syndicate Deed* [this % figure will increase to 5% when the total gross value of Prizemoney, Breeders Bonus or Incentive Scheme cash payments and Trophies won by the Horse exceeds an amount equal to the total value of the Shares in the Horse the subject of this *PDS*];
- (ii) 5% of the sale price of the Horse, in accordance with the provisions of *clause 4.12* of the *Syndicate Deed*; and
- (iii) 2 Lifetime Service Rights [only in the event of the horse being an entire and being retired to stud], in accordance with the provisions of *clause 4.13* of the *Syndicate Deed*.

The Horse will race in the racing colours nominated by the Syndicate Manager, in accordance with the provisions of *clause 2.6* of the Syndicate Deed, being the colours disclosed in *Schedule 1* thereof.



### **13(b). Information about Management Fees for Prospective Owners**

Promoters may include Management Fees in the Product Disclosure Statement.

Management of a horse by a Promoter may be considered important to some investors as certain Promoters may have extensive experience in the industry.

Investors should consider the monthly management service and fee as detailed in the Product Disclosure Statement (or other contract or agreement) for the services provided and ask any questions of the Promoter before deciding whether to proceed.

Investors should note that under usual circumstances the agreements reached to provide a management service is only for the racing career of the horse and does not extend beyond this e.g. breeding career except by separate arrangement.

### **14. Racing Manager**

**DEAN WARREN WATT** will act as Racing Manager, as first appointee of the Syndicate Manager as Racing Manager, in accordance with the provisions of *clause 5* of the *Syndicate Deed*.

### **15. Trainer**

**GERALD RYAN** will train the Horse. Their stables are based at **ROSEHILL NSW**. They are the first appointee of the Syndicate Manager as Trainer, in accordance with the provisions of *clause 6.2* of the *Syndicate Deed*.

**GERALD RYAN** have agreed to train the Horse.

### **16. Veterinary Report**

**DR JOHN WALKER of John Walker and Associates BVSc, Veterinary Surgeon (“Dr Walker”)** has provided an initial veterinary report as to the suitability of the Horse for purchase and syndication.

**Dr WALKER** has given, and has not, before the date of this PDS, withdrawn his consent to the issue of this *PDS* with the veterinary report being included in the form and context in which it is included.

**Dr ANDREW ARGYLE of Wollondilly Equine BVSc, Veterinary Surgeon (“Dr Argyle”)** for AFSL Compliance purposes has provided an updated veterinary report as to the continued suitability of the Horse for purchase and syndication.

Both **Dr WALKER** and **Dr ARGYLE** have given, and have not, before the date of this PDS, withdrawn their consent to the issue of this PDS with the veterinary report being included in the form and context in which it is included.

### **17. Assessment of Value**

The Promoter relies on the price paid for the Horse by the Offeror at public auction as being the current market value of the Horse.

## **18. Insurance**

The Offeror has arranged mortality insurance cover with LOGAN LIVESTOCK INSURANCE AGENCY (ABN 81 001 826 204) which will expire on 1 November, 2014, subsequent to which date the Promoter will continue the cover at the Promoters expense to **1 February 2015** at which date each Owner will be responsible for assessing his or her own insurance risk and arranging whatever insurance cover he or she considers is appropriate.

## **19. Interests of the Promoter, the Offeror, the Syndicate Manager, the Racing Manager, their directors and experts**

1. The Promoter, the Offeror, the Syndicate Manager and the Racing Manager, neither have, nor have had in the period of two years before the date of this *PDS*, any interest in relation to the promotion of the Syndicate or in the Horse other than the interests detailed in this *PDS*.
2. No Director or proposed Director of the Promoter, the Offeror the Syndicate Manager or the Racing Manager, either has, or has had in the period of two years before the date of this *PDS*, any interest in relation to the promotion of the Syndicate or in the Horse other than emoluments he or she may be entitled to receive from the Offeror, the Promoter, the Syndicate Manager or the Racing Manager and interests detailed in this *PDS*.
3. **Mr GERALD RYAN** neither have, nor have had in the period of two years before the date of this *PDS*, any interest in relation to the promotion of the Syndicate or in the Horse, save for the expectation that they will receive fees from training the Horse. Prospective investors should be aware that **Mr GERALD RYAN** may train other Horses syndicated and/or managed by the Promoter, Syndicate Manager and/or Racing Manager.
4. **Dr JOHN WALKER** neither has, nor has had in the period of two years before the date of this *PDS*, any interest in relation to the promotion of the Syndicate or in the Horse except that he will receive a professional fee in connection with the provision of the Veterinary Report. Prospective investors should be aware that **Dr JOHN WALKER** may provide veterinary services to other Horses syndicated and/or managed by the Promoter, Syndicate Manager and/or Racing Manager.

**Dr ANDREW ARGYLE** neither has, nor has had in the period of two years before the date of this *PDS*, any interest in relation to the promotion of the Syndicate or in the Horse except that he will receive a professional fee in connection with the provision of the Veterinary Report. Prospective investors should be aware that **Dr ANDREW ARGYLE** may provide veterinary services to other Horses syndicated and/or managed by the Promoter, Syndicate Manager and/or Racing Manager.

5. There is nothing in the *Syndicate Deed* to prevent either themselves or any members, officers, directors of the Promoter, the Offeror the Syndicate Manager or the Racing Manager, or any corporation related to any of them or their officers, from purchasing, holding, dealing in or disposing of Shares in the Syndicate, or from otherwise contracting or acting as agent or entering into or being interested in any contract or transaction whatsoever with any other of them or with any Owner.

## **20. Summary of rights and liabilities attaching to Shares in the Syndicate and other relevant information**

The full rights and liabilities attaching to Shares in the Syndicate are set out in the *Syndicate Deed*, a copy of which is annexed to this *PDS*. Each prospective purchaser of a Share should read that

document in its entirety, as each Owner of a Share will be bound by its terms. Some important points are as follows:

- (a) None of the Promoter, the Offeror, nor any person or corporation named in the *Syndicate Deed*, nor anyone on behalf of any of them, makes any representation or warranty with regard to either:
- (i) the suitability of the Horse either for racing or subsequently for stud purposes; or
  - (ii) the reliability or adequacy of any insurance cover arranged for the benefit of the Owners and referred to in this *PDS* or the *Syndicate Deed*;

and each Purchaser of a Share must acknowledge entering into the Syndicate at his or her own risk and being aware that investment in thoroughbred horses is highly speculative.

- (b) (i) The Owner of each Share will be entitled to a pro-rata share of net Prizemoney (gross Prizemoney less the obligatory deductions of 10% for the trainer and 5% for the jockey) and Breeders Bonus or Incentive Scheme payments earned by the Horse from racing, in accordance with the provisions of *Clause 2.3* of the *Syndicate Deed*; and
- (ii) The entitlements of the Owners are subject to the default provisions set out in *clause 18* of the *Syndicate Deed*, which afford the Syndicate Manager both the right to suspend an Owner's entitlements whilst in default, and a power of sale in the event such default is not rectified within 14 days of receipt of notice.
- (c) The Owner of each share will be liable for a pro-rata share of costs associated with operating the Syndicate and with maintaining, training and racing the Horse, including any additional gratuities for wins in Group races which the Syndicate Manager may at its discretion agree to pay to the trainer and or jockey (*any such agreement to be communicated in advance and as soon as practical to the partners*) in accordance with the provisions of clauses 3 and 13.

The following are indicative of Syndicate and Horse expenses (inclusive of GST) for a full financial year, payable by each Owner monthly:

	Total for the Syndicate per annum	Per Shareholder per annum	Total per Share per month
Fee payable to Syndicate Manager by owners with 10%, 5%, 2.5% Shareholding		\$792	\$66
Estimated Horse costs (agistment, veterinary, pre-training, training and racing costs etc, but excluding major race entry and acceptance fees). *Note – these costs will vary significantly from month to month depending upon whether or not the Horse is in full training on out of training on agistment.	\$35,000	\$1,750 (5%)	\$145.83* (5%) (indicative only and subject to significant variation from month to month)
<b>Total</b>	<b>\$35,000</b>	<b>\$2,542</b>	<b>\$211.83</b>

- (d) Each Owner, by the provisions of *clause 2.8* of the *Syndicate Deed*, authorises the Syndicate Manager to do all things required to be done by an Owner to comply with the provisions of the *Syndicate Deed* and the *Rules of Racing* including signing a transfer of ownership of that Owner's interest in the event of unremedied default.

- (e) A procedure for determining the entitlements of the Owners to Trophies and replica Trophies is set out in *clause 2.3* of the *Syndicate Deed*.
- (f) A procedure for handling internal complaints is provided by the provisions of *clause 16* of the *Syndicate Deed*, which includes the right of an Owner, in certain circumstances, to have the dispute referred to the *FINANCIAL OMBUDSMAN SERVICE LIMITED (ABN 67 131 124 448)* ("FOS") for determination by conciliation or arbitration.
- (g) Provisions relating to the termination of the Syndicate on either the sale or death of the Horse, Owners agreement by Extraordinary Resolution, the Syndicate Manager electing to wind-up the Syndicate, or by order of the Court, are set out in *clause 19* of the *Syndicate Deed*.
- (h) The Owners rights of indemnity are limited by the provisions of *clauses 20* and *21* of the *Syndicate Deed*.
- (i) Investors should be aware that the Promoter, the Offeror, the Syndicate Manager and/or the Racing Manager, may each retain/acquire Shares in the Syndicate and that they may retain/acquire any number of Shares.

## **21. Marketing of Shares**

An Owner will not be able to offer for purchase, or issue invitations to buy Shares, unless the prospective purchaser is provided with a *PDS* prepared by the Syndicate Manager in accordance with the provisions of *clause 4.8* of the *Syndicate Deed*.

In addition, there are restrictions on the sale of Shares set out in *clause 11* of the *Syndicate Deed*.

There will be no ready market for the Shares. Neither the Syndicate Manager nor the Racing Manager will be obliged to sell a Share on behalf of an Owner. Each Owner should consider the acquisition of a Share as a long term investment for the life of the Syndicate.

## **22. Warning**

Investment in bloodstock must be considered to be of a speculative nature.

Each Purchaser of a Share must also acknowledge that there are inherent risks associated with investment in thoroughbred horses, including, without limitation, the following:

- (a) not all horses offered for syndication progress to competing in races;
- (b) the rate at which young horses mature varies markedly and it is not possible to predict with any degree of certainty at what age a horse will be mature enough to race;
- (c) not all horses which do race either win, or are placed, or earn prize money;
- (d) injuries can be sustained which may delay or inhibit a horse's ability to race, or even prevent a horse from having a racing career at all;
- (e) an extremely high percentage of colts are invariably gelded to optimise racing potential; and
- (e) insurance is available against some, but not all, risks associated with the ownership of thoroughbred horses.

### **23. Risk**

Fluctuations in the value and sale price of Shares should be anticipated. Factors which will influence both the value and sale price of the Shares include, without limitation, the following:

- (a) the skill and expertise of the individuals engaged to manage, maintain and market the Horse, as well as the manner in which these functions are carried out;
  - (b) the race performances of the Horse;
  - (c) the Horse may die or its value may be diminished as a consequence of accident, injury, contraction of disease or natural cause;
  - (d) the level of demand for horses of equivalent calibre both at public auction and by private treaty;
  - (e) the level of supply of horses of equivalent calibre both at public auction and by private treaty;
  - (f) any change in the current conditions affecting investment in the thoroughbred horse industry, including level of prize money and taxation benefits available to breeders;
  - (g) changing conditions within the Australian economy generally; and
  - (h) the price which buyers at public auction or by private treaty are willing to pay either for the Horse, or Shares in the Horse, if offered for sale, may not reflect either the purchase price paid by the Offeror for the Horse or the sale price of the Shares offered under this *PDS*.
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**24. Declaration**

I *DEAN WARREN WATT*, Sole Director of *DYNAMIC SYNDICATIONS (DEAN WATT THOROUGHBREDS PTY LTD T/AS)* declare that:

- (a) the statements contained in this PDS are true and correct; and not misleading in their form or content; and
- (b) this PDS contains all information which prospective investors and their advisers would require and reasonably expect to find in a PDS for the syndication of a Horse for the purpose of making an informed assessment about investment in the Syndicate.



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*DEAN WARREN WATT*

**29 OCTOBER 2014**

## SCHEDULE

### SHARE APPLICATION PRICE - CALCULATION SHEET

#### COMMANDS / MEZMAR Bay Colt 2012 - Lot 547 Inglis Easter

\* A statement setting out expenses incurred by the Promoter in the formation of this promotion.

(A) Actual Cost - FALL OF HAMMER Price	\$ 30,000
(B) Costs Incurred in Acquisition of Horse	\$ 20,644
(C) Actual & Budgeted Forward Horse Husbandry Costs	\$ 16,921
(D) Syndicate Establishment, Promotion, Accounting & Legal	<u>\$ 18,335</u>
	\$ 85,900 +
(E) GST	<u>\$ 8,590</u>
	\$ 94,490 +
(F) Racing Authority Registration Fees \$510 (GST Exempt)	<u>\$ 510</u>
<b><u>TOTAL SYNDICATION VALUE</u></b> (including GST to 31/12/14)	<b><u>\$ 95,000</u></b>

**(A) PURCHASE PRICE = \$30,000 + GST**

**Purchase Price:** \$30,000 + GST  
Fall of Hammer Price in Sale Ring (+ GST)

**(B) VARIOUS ACQUISITION COSTS = \$20,644 + GST**

**Dynamic Syndications Profit Margin On This Promotion** \$3,750 + GST  
12.5% on the Fall Of Hammer Sale Price = \$30,000 x 12.5%

**Veterinary Report for PDS** \$195 + GST

**ASIC - PDS in-use Form 88** \$35 + GST

**Insurance – 4 x Premiums:** \$7,137 + GST  
(1) - Mortality Cover from Fall of Hammer to 1/11/2014 on \$90,000 syndicated value  
(2) - Colic Cover

- (3) - Disability / Impairment Guarantee - Fall Of Hammer Price to Registration Date
- (4) - P. I. Cover
- (5) - Stamp Duty

**4 x Race Series Eligibility Payments: \$3,982 + GST**

- \* Entry Fee Inglis Race Series – One off payment = \$2,000
- \* Entry Fee BOBS 2YO-3YO Series – One off payment = \$900
- \* Entry Fee BOBS Extra Series - 4YO + horses – One off payment = \$764
- \* Golden Slipper & Golden Rose First eligibility payment \$318

**Acquisition Costs: (Inglis Australian Easter 2014) \$5,545 + GST**

- \* Veterinary work conducted at saleyard by Dr. John Walker in Selection Process includes: 26 Physical Inspections, 26 sets of X-Rays and 2 Endoscopic evaluations divided pro-rata across 2 yearlings purchased for syndication = \$1,950
- \* Sales Expenses (7 Days x 3 Staff) incurred in attending sale i.e. 1 x Air Fare, Transport, 1 x Accommodation, Phone, Internet, Client Liaison, 1 x Living Expenses, etc., divided by the 2 yearlings purchased for syndication = \$1,990
- \* Consultancy Fee to Gary Mudgway for individual inspections of 124 yearlings from the sale to determine final 26 lots to submit to the veterinarian for appraisal divided pro rata across yearlings purchased for syndications = \$645
- \* Miscellaneous Costs = Professional Photographers, Pedigree Ratings Software Fee - Pro Rata across all yearlings purchased for syndication = \$960

**(C) HORSE HUSBANDRY ACCOUNTS BUDGET TO 31/12/14 = \$16,921 + GST**

**Planning and Progression for the horse from 10/4/14 to 31/12/14**

Transport on 10/4/13 from Randwick Saleyards to Oakridge Spelling Farm NSW = \$170  
 Agistment from Date of Arrival at Oakridge 10 April – 30 April (21 Days) = \$735  
 1 May - Transport to educators to commence breaking-in process = \$180  
 Education process over 35 days (5 weeks) including stabling & agistment = \$2,900  
 Transport 5 June to Pre-Trainers Stables = \$210  
 18 days education in pre-trainers racing stables @ \$85 = \$1,530  
 Miscellaneous additional costs include Track Fees, Farrier Feet Trims and Shoes, Dentist, Parasite Drenches = \$474  
 24 June Transport return to Oakridge Spelling Farm = \$170  
 6 days June Agistment at Oakridge Spelling Farm 6 days = \$210  
 Agistment 1 July – 31 July 31 Days at Oakridge Spelling Farm + Feet Trim and Drench = \$1,310  
 Miscellaneous additional costs include, Farrier Feet Trim and Shoes (\$165), Dentist (\$90), Parasite Drench (\$78) = \$396  
 Agistment 1 August – 31 August 31 Days at Oakridge Spelling Farm + Feet Trim and Drench = \$1,310  
 Agistment 1 September – 30 September 30 Days at Oakridge Spelling Farm + Dentist = \$1,136



Agistment 1 October – 31 October 31 Days at Oakridge Spelling Farm + Feet Trim and Shoes + Drench + Transport to Wild Oaks Pre-Training Facility \$170 = \$1,645  
30 days November at pre-trainers racing stables Wild Oaks @ \$85 = \$2,550  
Miscellaneous additional costs include Track Fees, Farrier Feet Trims and Shoes, Dentist, Parasite Drenches = \$515  
1 December Transport return to Oakridge Spelling Farm = \$170  
Agistment 1 December – 31 December 31 Days at Oakridge Spelling Farm + Feet Trim and Drench = \$1,310

**(D) BUDGETED SYNDICATE ESTABLISHMENT & PROMOTION =**  
***\$18,335 + GST***

**Statutory Auditing; Accounting & Legal Fees** = \$6,700

Auditors Annual Fee: (Pro Rata) \$3,500, Chartered Accountants Fee (Pro Rata): \$1,200,  
Legal Fees (Pro Rata): Macquarie Legal Practice \$2,000.

**Establishment & Promotion** = \$11,635

Postage, Printing, Handling, Stationary \$128, Communications via Telephone, Fax, Email, SMS (Pro Rata) \$325, Marketing & Promotional, Banking, Merchant Service / Eftpos Fees (Pro Rata) \$825, IT Service Provider (Pro Rata) \$857, Advertising = \$9,500  
Pro Rata expenses across all yearlings for Syndication in 2014: (TV – Radio – Websites: TVN – Sky Channel - Sky Sports Radio – Bloodstock.com & other websites).

*All prices above have been recorded as GST exclusive*

**(E) GST:** (10 % Goods & Services Tax) **\$ 8,590**

**SUB-TOTAL OF COSTS** **\$ 94,490 +**

**(F) RACING AUTHORITY STATUTORY FEES** (GST Exempt) **\$ 510**

Racehorse Registration Fee \$110, PDS Application Fee \$150,  
Racing Syndicate Registration Fee \$250

**TOTAL PRICE TO: 31/12/14** **\$ 95,000**

**10% Shares @ \$9,500 per share including  
GST & All Costs to 31 December 2014**

**5% Shares @ \$4,750 per share including  
GST & All Costs to 31 December 2014**

# FIT FOR SYNDICATION

HORSE: UNNAMED

SIRE: COMMANDS

DAM: MEZMAR

DESCRIPTION: BAY COLT

BRANDS:       NSS: J N UNDER TICKED BAR  
                  OSS: 127 OVER 2

MICROCHIP NUMBER: 985100012014105

DATE: 23 / 5 / 2014

On 23<sup>rd</sup> May, 2014, the above-described horse was examined for the purposes of a PDS for syndication for Dynamic Syndications and I am aware that prospective investors will rely on the opinion contained herein.

Based on the examination, which involved a clinical examination, endoscopic examination of the upper respiratory tract, and full series of radiographs, this horse is considered fit for syndication for racing purposes and mortality insurance.

I certify that I have no current or prospective interest in the above yearling other than in supply of this veterinary opinion of sustainability for purchase for racing.

Should you require further information regarding this horse, I can be contacted on 0412 501 999.

Regards,



Dr John B. Walker BVSc

This certificate has been prepared for the inclusion in the disclosure statement of the thoroughbred in question. This certificate may be relied upon by potential investors, however it does not constitute a "pre-purchase" examination. I certify that I have no current, nor contemplate, future interest in the above-described horse, other than in the supply of the Veterinary opinion of suitability for racing. Furthermore, I am aware that this report is provided to Dynamic Syndications for use by them in promoting the sale of the above-described colt.

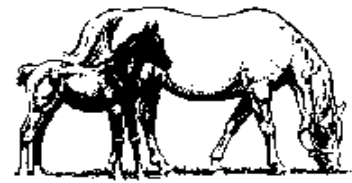
Enquiries  
Email: [johnnie@horsevet.com.au](mailto:johnnie@horsevet.com.au)  
Snail Mail: P.O. Box 372, Mt Martha VIC 3934  
Mobile: 0412 501 999 Fax: 03 5973 6722  
Web: [www.horsevet.com.au](http://www.horsevet.com.au)



Accounts  
Email: [admin@horsevet.com.au](mailto:admin@horsevet.com.au)  
Snail Mail: P.O.Box 372, Mt Martha Vic 3934  
Phone: 03 5973 6095 03 5973 6022  
Fax: 03 5973 6722 ABN 87 107 988 616

# WOLLONDILLY EQUINE

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## Veterinary Report

P.O Box 125  
Oakdale 2570 Australia  
Phone: 02 4659 7322  
Fax: 02 4659 7122  
E-mail: wollondillyequine@bigpond.com

Date: 23rd May 2014

Horse Name: Mezmar/ Commands 12

Description: Bay 2yr old colt

Microchip No: 985100012014105

I examined the above horse to assess its suitability to syndicate as a race horse.

The examination performed was a general health check which included taking the horse's temperature, checking mucous membrane colour, pulse quality and respiratory system. Cardiac and thoracic auscultation were performed. The eyes were assessed for vision. Musculature symmetry and basic conformation were assessed. No abnormalities were found.

There was no lameness at the walk and trot and no response to hoof testers was found. On palpation and manipulation of the legs and major joints no abnormalities were found.

No radiographs, blood tests, drug sampling, ECG or upper respiratory endoscopy were performed.

Obviously the above mentioned special procedures would be necessary to diagnose certain joint problems such as OCD or problems with the upper respiratory tract.

I certify that I have no current or future interest in the above horse other than the supply of this veterinary opinion of the above examination.

Please do not hesitate to contact the undersigned if you have any queries regarding the above.

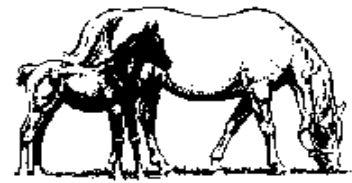
Kind Regards

A handwritten signature in black ink, appearing to be 'A Argyle'.

Dr Andrew Argyle B.V.Sc (PRET)  
Wollondilly Equine

# WOLLONDILLY EQUINE

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## Veterinary Report


P.O Box 125  
Oakdale 2570 Australia  
Phone: 02 4659 7322  
Fax: 02 4659 7122  
E-mail: admin@wollondillyequine.com

Date: 19th September 2014

Horse Name: Mezmar/Commands 12

Description: 2012 Bay Thoroughbred Colt

Microchip No: 985100012014105

Brand NSS:  OSS: 127 over 2

I examined the above horse to assess its suitability to syndicate as a race horse.

The examination performed was a general health check which included taking the horse's temperature, checking mucous membrane colour, pulse quality and respiratory system. Cardiac and thoracic auscultation were performed. The eyes were assessed for vision. Musculature symmetry and basic conformation were assessed. No abnormalities were found.

There was no lameness at the walk and trot on a straight line and on a circle. The horse was sound post flexion and no response to hoof testers was found. On palpation and manipulation of the legs and major joints no abnormalities were found.

On endoscopic examination the horse was a grade 1 out of 5 (Normal laryngeal function)

No radiographs, blood tests, drug sampling or ECG were performed.

I certify that I have no current or future interest in the above horse other than the supply of this veterinary opinion of the above examination.

Please do not hesitate to contact the undersigned if you have any queries regarding the above.

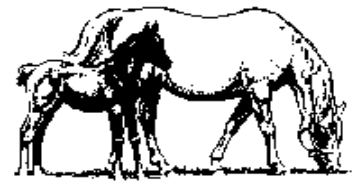
Kind Regards



Dr Andrew Argyle B.V.Sc (PRET)  
Wollondilly Equine

# WOLLONDILLY EQUINE

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## Veterinary Report


P.O Box 125  
Oakdale 2570 Australia  
Phone: 02 4659 7322  
Fax: 02 4659 7122  
E-mail: admin@wollondillyequine.com

Date: 29th October 2014

Horse Name: Mezmar/Commands 12

Description: 2012 Bay Thoroughbred Colt

Microchip No: 985100012014105

Brand NSS:  OSS: 127 over 2

I examined the above horse to assess its suitability to syndicate as a race horse.

The examination performed was a general health check which included taking the horse's temperature, checking mucous membrane colour, pulse quality and respiratory system. Cardiac and thoracic auscultation were performed. The eyes were assessed for vision. Musculature symmetry and basic conformation were assessed. No abnormalities were found.

There was no lameness at the walk and trot on a straight line and on a circle. The horse was sound post flexion and no response to hoof testers was found. On palpation and manipulation of the legs and major joints no abnormalities were found.

On endoscopic examination the horse was a grade 1 out of 5 (Normal laryngeal function)

No radiographs, blood tests, drug sampling or ECG were performed.

I certify that I have no current or future interest in the above horse other than the supply of this veterinary opinion of the above examination.

Please do not hesitate to contact the undersigned if you have any queries regarding the above.

Kind Regards



Dr Andrew Argyle B.V.Sc (PRET)  
Wollondilly Equine



On Account of BOWNESS STUD, Young (As Agent)

Lot 547

BAY COLT

(Branded JT nr sh. 127/2 off sh. Foaled 25th October 2012)

(SIRE)	Danehill (USA) .....	Danzig .....	by Northern Dancer .....
COMMANDS .....		Razyana .....	by His Majesty .....
	Cotehele House (GB) .....	My Swanee .....	by Petition .....
		Eight Carat .....	by Pieces of Eight .....
(DAM)	Marwina .....	Marscay .....	by Biscay .....
MEZMAR .....		Orwhina .....	by Vain .....
	2004	Cossack Warrior .....	by Bletchingly .....
	Mezdorf .....	Slightly Suss .....	by Red Anchor (NZ) .....

COMMANDS (AUS) (Bay 1996-Stud 2000). 4 wins-3 at 2, STC Missile S., Gr.3. Leading Aust. Sire of Winners, 3 times. Sire of 966 rns, 682 wns, 61 SW, inc. Appearance (VRC Myer Classic, Gr.1), Epaulette, Purple, Undue, Paratroopers, Commanding Jewel, Skilled, Russeting, Erewhon, Rain Affair, First Command, El Cambio, Lamasery, Court Command, Paximadia, Soul, Ambidexter, Gregers, Altar, Marching, Kanzan, Proverb, Rarefied, Friday Creek, etc.

1st Dam

MEZMAR, by Marwina. 5 wins 900 to 1450m, 2d AJC International Passport Day H., City Tatt's RC Diona Rose of Tralee H., 3d AJC New Years Day at Randwick H., STC Girls Just Wanna Have Fun H. Half-sister to DORF COMMAND. This is her first foal.

2nd Dam

MEZDORF, by Cossack Warrior. Winner at 1600m. Half-sister to Brother of Danny, Sussman, Windorf. Dam of 5 named foals, 4 to race, all winners, inc:- DORF COMMAND (f Commands) 7 wins 1100 to 1350m, Ipswich TC Gai Waterhouse Classic, L, 2d AJC Challenge S., Gr 2, Nivison H., L, PJ Bell H., L, 3d ATC Maurice McCarten S., L, MRC Sportingbet Sprint Series Final S., L. Paese Commands (f Commands) 2 wins at 1750, 1800m to 2012-13, 2d STC Schweppes Sparkling Water H., AJC Convention Centre H., ATC Alexandria H.

3rd Dam

SLIGHTLY SUSS, by Red Anchor (NZ). Winner at 1350m. Three-quarter-sister to Rednytro, half-sister to SWIFT GUN, Oh So Special (dam of WAIT AND HOPE). Dam of 8 foals, 7 to race, 5 winners, inc:- Sussman (g Commands) 8 wins 1400 to 2300m, \$179,320, AJC Cabramatta H., 2d STC Neville Sellwood S., L, 3d AJC Barr Industries H. Brother of Danny (c Danewin) 6 wins-1 at 2-1200 to 2200m, \$112,795, AJC CVD 79th Birthday H., STC Information Services H., AOG H. Windorf (c Danewin) 3 wins 1500 to 2400m, AJC Seppelt Wines H., Rhonda Boyce H., 2d STC Christmas Cup, L, 4th AJC Summer Cup, Gr 3.

4th Dam

LEATHER LASS, by Hell for Leather (GB). 3 wins at 1260, 1480m, STC Novice H., Encourage H., 2d STC Encourage H., VATC Kooyong H. Half-sister to SKY CALL. Dam of 9 foals, 8 to race, 5 winners, inc:- SWIFT GUN (c Bletchingly) 4 wins 1000 to 1250m, AJC Sir Brian Crowley S., L, NSW Tatt's RC Roman Consul S., L, AJC Amounis H. Sire. Better Sight. Placed. Grandam of- MOHICAN BRAVE (g Desert King (Ire)) 5 wins 1200 to 2000m, \$108,332, AuRC New Zealand Derby Trial S., L, 2d Matamata Cup, L. Cobanna. Unraced. Dam of 7 winners- COCO COBANNA (f Casual Lies (USA)) 7 wins 1250 to 2600m, \$1,048,693, AJC Metropolitan H., Gr 1, Australian Oaks, Gr 1, Colin Stephen H., Gr 3, 3d South Australian Oaks, Gr 1. Producer. Oh So Special. Unraced. Dam of 8 winners- WAIT AND HOPE (c Nedyim (Ire)) 3 wins-1 at 2-1000 to 1615m, \$101,590, QTC JF Meynink S., L, BTC Fitton Insurance H. Prodigious. 3 wins-2 at 2, NSW Tatt's RC J Simpson H. Dam of 5 winners- ELECTRIC GENERAL (g General Nedyim) 7 wins-1 at 2-1000 to 1300m, WATC Colonel Reeves S., Gr 3, 3d WATC Winterbottom S., Gr 2.

INGEAS14

Generated on 05/08/14

	1	NORTHERN DANCER (B/C)	NEARCTIC
		DANZIG (I/C)	<b>NATALMA</b>
		PAS DE NOM	ADMIRAL'S VOYAGE
DANEHILL (Q)		HIS MAJESTY (C)	PETITIONER
		RAZYANA	RIBOT
	1	SPRING ADIEU	FLOWER BOWL
COMMANDS		PETITION (I)	BUCKPASSER
(96)		MY SWANEE	<b>NATALMA</b>
		GREY RHYTHM	FAIR TRIAL
		COTEHELE HOUSE	ART PAPER
		PIECES OF EIGHT II	GREY SOVEREIGN
		EIGHT CARAT	METRONOME
		KLAIRESSA	RELIC
<b>Hip 547</b>		<b>BISCAY (Q)</b>	BABY DOLL II
Colt		MARSCAY (Q)	KLAIRON
		HEART OF MARKET	COURTESSA
		MARWINA	STAR KINGDOM
		VAIN (Q)	MAGIC SYMBOL
		ORWHINA	TO MARKET
		ORANA MISS	ACCROCHE COEUR
MEZMAR		BLETCHINGLY (Q)	WILKES
(2004)		COSSACK WARRIOR	ELATED
		MARY	DIGNITAS
		RED ANCHOR (NZ)	PROPER SUE
MEZDORF		SLIGHTLY SUSS	<b>BISCAY</b>
		LEATHER LASS	COOGEE
			HERMES (GB)
			PETINE
			SEA ANCHOR
			DECOY GIRL
			HELL FOR LEATHER
			GLENHURST GIRL

Sibling Identifier: odd numbers = same dam only; even numbers = same sire and dam

Roman Dosage Profile: (1-4-5-0-0)

D.I.: 3.00 C.D.: 0.60

Werk Quality Rating: Q 6

Dosage Points: 10 + Quality Points: 18 = Total Points: 28

**Best of Sale:**



**5-Generation Inbreeding:** BISCAY - x 4m, 5m  
 NATALMA - 5m, 5f x

**COMMANDS**

Stands at DARLEY AUSTRALIA, NSW for a fee of A\$55000

**Stakes Winners from the DANEHILL--MARSCAY cross**

Stakes Winner	Yob	Sex	Best	Dirt	AWS	Turf	Pedigree
ROYALSECURITYBABY	2010	F	G3			Y	CHOISIR--SERENE CITY (MARSCAY)
FLAMBERGE	2009	G	G3			Y	EXCEED AND EXCEL--RAZOR BLADE (BLAZING SWORD)
UNDERESTIMATION	2009	C				Y	AL SAMER--NAWADDER (MARSCAY)
MISTER JOHN	2009	G				Y	STRADA--KATS CLAUSE (WEASEL CLAUSE)
OASIS BLOOM	2008	F	G2			Y	AL MAHER--NAWADDER (MARSCAY)
GLIDING	2008	F				Y	FLYING SPUR--MARREGO (MARSCAY)
ERAMOR	2008	F				Y	STRATUM--ROMARE (MARSCAY)
TEXAN	2007	G				Y	STRATUM--JEWELMER (MARSCAY)
CURTANA	2007	F				Y	EXCEED AND EXCEL--RAZOR BLADE (BLAZING SWORD)
NAKAAYA	2006	F	G2			Y	TIGER HILL--DUCHESS TALARIA (MARWINA)
DOUBTFUL JACK	2006	G	G3			Y	NOT A SINGLE DOUBT--TOOTSIE ROLL (MARSCAY)
TURF EXPRESS	2006	C				Y	DANEHILL DANCER--NEWSCASTER (MARSCAY)
I HAVE NO FEAR	2004	F				Y	ROCK OF GIBRALTAR--COUNTESS CHRISTIE (MARSCAY)
CALCHRIS	2003	F				Y	COMMANDS--MISS CHAKRA (MARSCAY)
SOLEIL	2002	F				Y	FLYING SPUR--BLAZE THE TURF (BLAZING SWORD)
BREAK THE BARRIER	2001	G				Y	DANEHILL DANCER--RHAPSODY IN BLUE (MAIZCAY)
SAVUTE	2001	G	G3			Y	DANZERO--WOLF (MARSCAY)
ELVSTROEM	2000	C	G1			Y	DANEHILL--CIRCLES OF GOLD (MARSCAY)
DANBIRD	2000	C	G2			Y	DANEHILL--FITTING (MARSCAY)
BIRLE'S GAMBLE	99	G				Y	LADONI--BIRLE'S MAGIC (WEASEL CLAUSE)
TYROLEAN	97	F				Y	DANEHILL--YODELLS (MARSCAY)
MR MURPHY	97	C	G1			Y	DANEHILL--MARSCAY'S DREAM (MARSCAY)
MANNINGTON	97	F	G3			Y	DANEHILL--BINT MARSCAY (MARSCAY)
KOOTOOMOOTOO	97	C	G3			Y	DANEWIN--CACHELLE (MARSCAY)
LADY MARION	96	F	G2			Y	DANEHILL--MARIONIQUE (MARSCAY)
CATBIRD	96	C	G1			Y	DANEHILL--FITTING (MARSCAY)
CAMARENA	95	F	G1			Y	DANEHILL--CANNY MISS (MARSCAY)



Stakes winners bred from the DANEHILL--MARSCAY cross

Stakes Winner	Yob	Sex	Best	Dirt	AWS	Turf	Pedigree
BIRLE'S GAMBLE	99	G				Y	LADONI ex BIRLE'S MAGIC (WEASEL CLAUSE)
BREAK THE BARRIER	2001	G				Y	DANEHILL DANCER ex RHAPSODY IN BLUE (MAIZCAY)
CALCHRIS	2003	F				Y	COMMANDS ex MISS CHAKRA (MARSCAY)
CAMARENA	95	F	G1			Y	DANEHILL ex CANNY MISS (MARSCAY)
CATBIRD	96	C	G1			Y	DANEHILL ex FITTING (MARSCAY)
CURTANA	2007	F				Y	EXCEED AND EXCEL ex RAZOR BLADE (BLAZING SWORD)
DANBIRD	2000	C	G2			Y	DANEHILL ex FITTING (MARSCAY)
DOUBTFUL JACK	2006	G	G3			Y	NOT A SINGLE DOUBT ex TOOTSIE ROLL (MARSCAY)
ELVSTROEM	2000	C	G1			Y	DANEHILL ex CIRCLES OF GOLD (MARSCAY)
ERAMOR	2008	F				Y	STRATUM ex ROMARE (MARSCAY)
FLAMBERGE	2009	G	G3			Y	EXCEED AND EXCEL ex RAZOR BLADE (BLAZING SWORD)
GLIDING	2008	F				Y	FLYING SPUR ex MARREGO (MARSCAY)
I HAVE NO FEAR	2004	F				Y	ROCK OF GIBRALTAR ex COUNTESS CHRISTIE (MARSCAY)
KOOTOOMOOTOO	97	C	G3			Y	DANEWIN ex CACHELLE (MARSCAY)
LADY MARION	96	F	G2			Y	DANEHILL ex MARIONIQUE (MARSCAY)
MANNINGTON	97	F	G3			Y	DANEHILL ex BINT MARSCAY (MARSCAY)
MISTER JOHN	2009	G				Y	STRADA ex KATS CLAUSE (WEASEL CLAUSE)
MR MURPHY	97	C	G1			Y	DANEHILL ex MARSCAY'S DREAM (MARSCAY)
NAKAAYA	2006	F	G2			Y	TIGER HILL ex DUCHESS TALARIA (MARWINA)
OASIS BLOOM	2008	F	G2			Y	AL MAHER ex NAWADDER (MARSCAY)
ROYALSECURITYBABY	2010	F	G3			Y	CHOISIR ex SERENE CITY (MARSCAY)
SAVUTE	2001	G	G3			Y	DANZERO ex WOLF (MARSCAY)
SOLEIL	2002	F				Y	FLYING SPUR ex BLAZE THE TURF (BLAZING SWORD)
TEXAN	2007	G				Y	STRATUM ex JEWELMER (MARSCAY)
TURF EXPRESS	2006	C				Y	DANEHILL DANCER ex NEWSCASTER (MARSCAY)
TYROLEAN	97	F				Y	DANEHILL ex YODELLS (MARSCAY)
UNDERESTIMATION	2009	C				Y	AL SAMER ex NAWADDER (MARSCAY)

Stakes winners bred from the DANEHILL--BISCAY cross

Stakes Winner	Yob	Sex	Best	Dirt	AWS	Turf	Pedigree
WEST POINT	93	C	G2			Y	DANEHILL ex QUARANTIEME (BLETCHINGLY)
TROPICAL AFFAIR	95	F				Y	DANEHILL ex JUST AS LOVELY (BLETCHINGLY)
SPECIAL DANE	94	C	G1			Y	DANEHILL ex WING SPACE (BLETCHINGLY)
DANSINO	95	F				Y	DANEHILL ex LEICA WESTERN (BEST WESTERN)
CAMARENA	95	F	G1			Y	DANEHILL ex CANNY MISS (MARSCAY)
REDOUTE'S CHOICE	96	C	G1			Y	DANEHILL ex SHANTHA'S CHOICE (CANNY LAD)
CATBIRD	96	C	G1			Y	DANEHILL ex FITTING (MARSCAY)
TENNESSEE MIDNIGHT	97	F				Y	DANEHILL ex TENNESSEE MORN (BLETCHINGLY)
MANNINGTON	97	F	G3			Y	DANEHILL ex BINT MARSCAY (MARSCAY)
CROWNED GLORY	97	F	G3			Y	DANEHILL ex SIGNIFICANT MOMENT (BLETCHINGLY)
SPRINGSTEEN	97	C				Y	DANEHILL ex BISCALOWE (BISCAY)
LADY MARION	96	F	G2			Y	DANEHILL ex MARIONIQUE (MARSCAY)
MR MURPHY	97	C	G1			Y	DANEHILL ex MARSCAY'S DREAM (MARSCAY)
DIAMOND DANE	97	C	G3			Y	DANEHILL ex DIAMOND SHOWER (ZEPHYR ZIP)
CLOTHILDE	98	F	G3			Y	DANEHILL ex SEIKA (CANNY LAD)
TYROLEAN	97	F				Y	DANEHILL ex YODELLS (MARSCAY)
PLATINUM SCISSORS	99	C	G1			Y	DANEHILL ex SHANTHA'S CHOICE (CANNY LAD)
DANE RIVER	97	G				Y	DANEHILL ex STAR OF LIGHT (STAR WATCH)
DANBIRD	2000	C	G2			Y	DANEHILL ex FITTING (MARSCAY)
ELVSTROEM	2000	C	G1			Y	DANEHILL ex CIRCLES OF GOLD (MARSCAY)
SAFWA	2002	F				Y	DANEHILL ex SHOWELLA (LORD BALLINA)
KOOTOOMOOTOO	97	C	G3			Y	DANEWIN ex CACHELLE (MARSCAY)
FLYING BABE	98	F	G2			Y	FLYING SPUR ex CAST YOUR FATE (BLETCHINGLY)
SPURRED ON	97	C	G3			Y	FLYING SPUR ex KISSES OF GOLD (BROAD REACH)
MISTER JOHN	2009	G				Y	STRADA ex KATS CLAUSE (WEASEL CLAUSE)
SPURN	97	F	G2			Y	FLYING SPUR ex ESPIARE (LICORICE STICK)
BLUR	99	C	G2			Y	FLYING SPUR ex BALCANNY (CANNY LAD)
BIRLE'S GAMBLE	99	G				Y	LADONI ex BIRLE'S MAGIC (WEASEL CLAUSE)
RIVER CHANT	97	F				Y	DANASINGA ex CRASH COURSE (VOYAGER)
ALLGUNADOIT	2000	C	G3			Y	HAAYIL ex SAVING GRACE (TAKE YOUR PARTNER)
HARLEY MA	2000	F				Y	SHOVHOG ex MARJOYAN (STAR WATCH)
ONE WORLD	2004	F	G2			Y	DANEHILL DANCER ex RIVER SERENADE (HURRICANE SKY)
DESERT WAR	2000	G	G1			Y	DESERT KING ex HIGH HEELS (CANNY LAD)
SUBTLE IRONY	99	G				Y	AKHADAN ex ROYAL NIGHT LIGHT (PRINCE CALLIDE)
JOY OF FLIGHT	99	F	G3			Y	FLYING SPUR ex MERRY LIFE (BLETCHINGLY)
TREZEVANT	2001	F	G2			Y	FLYING SPUR ex TENNESSEE MAGIC (BLETCHINGLY)
BASRA	2001	F	G2			Y	DESERT KING ex DUPION (BLETCHINGLY)
DENMARKET	2002	C	G2			Y	LORD DANE ex BUSINESS BABE (BLETCHINGLY)
PARATROOPERS	2002	C	G1			Y	COMMANDS ex CREW (SANCTION)
SAVUTE	2001	G	G3			Y	DANZERO ex WOLF (MARSCAY)
COLLATE	2001	C	G3			Y	CATBIRD ex CALFREE (CANNY LAD)
JET SPUR	2002	C	G2			Y	FLYING SPUR ex VEROCATIVE (BLETCHINGLY)
WAR OF THE WORLDS	2002	G				Y	COMMANDS ex CONQUERED (STAR WATCH)
VOLITANT	2001	C	G3			Y	FLYING SPUR ex SIBON (BLETCHINGLY)

Stakes winners bred from the DANEHILL--BISCAY cross

Stakes Winner	Yob	Sex	Best	Dirt	AWS	Turf	Pedigree
CORONGA	2002	C	G3			Y	DANEHILL DANCER ex SILAQUE (SIR LAURENCE)
STRAWBERRY MALT	2002	F				Y	LION HUNTER ex ROYAL MALT (BLACK ZEPHYR)
STREET SMART	2002	F	G2			Y	LION HUNTER ex IMPEDIMENT (CANNY LAD)
BREAK THE BARRIER	2001	G				Y	DANEHILL DANCER ex RHAPSODY IN BLUE (MAIZCAY)
SOJUSTREMEMBERTHIS	2001	F				Y	FLYING SPUR ex REMEMBER PRU (BLETCHINGLY)
UNDUE	2001	C	G1			Y	COMMANDS ex INFLUENCE (BLETCHINGLY)
WHOEVER	2001	F				Y	REDOUTE'S CHOICE ex CELEBRATION BELL (TRUE VERSION)
SOLEIL	2002	F				Y	FLYING SPUR ex BLAZE THE TURF (BLAZING SWORD)
SHREWD RHYTHM	2004	C	G3			Y	DANEHILL DANCER ex BALCANNY (CANNY LAD)
POSADAS	2002	C	G3			Y	COMMANDS ex NAVIDAD (CHRISTMAS TREE)
HOT DANISH	2003	F	G1			Y	NOTHIN' LEICA DANE ex HOT 'N' BREEZY (ZEPHYR ZIP)
SLIDING CUBE	2004	F	G3			Y	ROCK OF GIBRALTAR ex SHANTHA'S CHOICE (CANNY LAD)
I HAVE NO FEAR	2004	F				Y	ROCK OF GIBRALTAR ex COUNTESS CHRISTIE (MARSCAY)
EL CAMBIO	2004	G	G2			Y	COMMANDS ex CHAPARRA (CANNY LAD)
KEEPA CRUISIN	2004	F	G1			Y	KEEPER ex JUST CRUISING (BROAD REACH)
CALCHRIS	2003	F				Y	COMMANDS ex MISS CHAKRA (MARSCAY)
LIM'S FIGHTER	2002	G				Y	FLYING SPUR ex SKY WATCH (STAR WATCH)
DANECAY	2002	F				Y	LOVE A DANE ex CONAMORE (ACECAY)
CARRARA	2006	C	G2			Y	ELVSTROEM ex CRYSTAL SPRITE (HURRICANE SKY)
STRAPPED FOR CASH	2002	G				Y	D'CASH ex ELFA LEATHER (BEAU ZEPHYR)
DORF COMMAND	2005	F				Y	COMMANDS ex MEZDORF (COSSACK WARRIOR)
LUCKY LUNA	2004	G				Y	SPRINGSTEEN ex COUNTRY BOWL (HIGH REGARD)
FIRST COMMAND	2005	G	G2			Y	COMMANDS ex RIVER SERENADE (HURRICANE SKY)
HAPPY ZERO	2004	G				Y	DANZERO ex HAVE LOVE (CANNY LAD)
LADY LYNETTE	2004	F	G2			Y	LADONI ex QUEEN'S OWN (CORONATION DAY)
TURF EXPRESS	2006	C				Y	DANEHILL DANCER ex NEWSCASTER (MARSCAY)
ROULETTES	2007	F				Y	FLYING SPUR ex DISCRETION (CANNY LAD)
KEEP THE PEACE	2006	F	G1			Y	KEEPER ex PEACE OF MIND (WILD RAMPAGE)
THE MIKADO	2006	C				Y	DANEHILL DANCER ex LIRICO (RIGOLETTO)
CONQUERED DREAM	2006	G				Y	COMMANDS ex CONQUERED (STAR WATCH)
EPIC DRAGON	2007	C				Y	AL MAHER ex TOP TIPS (CANNY LAD)
ERIC THE VIKING	2005	G				Y	VIKING RULER ex SHRULE GROVE (LORD BALLINA)
MILESTONE	2007	C				Y	REDOUTE'S CHOICE ex CANNYANNA (CANNY LAD)
CURTANA	2007	F				Y	EXCEED AND EXCEL ex RAZOR BLADE (BLAZING SWORD)
RISKY BUSINESS	2004	G				Y	DANEHILL DANCER ex SKY WATCH (STAR WATCH)
ADEBISI	2007	C	G3			Y	SHOVHOG ex HELL FOR LEATHER (SANCTION)
SISTER MADLY	2006	F	G2			Y	REDOUTE'S CHOICE ex JADE TIARA (BUREAUCRACY)
NAKAAYA	2006	F	G2			Y	TIGER HILL ex DUCHESS TALARIA (MARWINA)
LADYS ANGEL	2006	F				Y	ARENA (AUS) ex LADY SUBLIME (HURRICANE SKY)
SHADOWS IN THE SUN	2007	G	G1			Y	DANE SHADOW ex BEST OUT WEST (BEST WESTERN)
GLIDING	2008	F				Y	FLYING SPUR ex MARREGO (MARSCAY)
PRESENTING	2002	F				Y	REDOUTE'S CHOICE ex CHRISTMAS SPIRIT (BLETCHINGLY)
CHARM'S HONOUR	2008	F				Y	STRADA ex SHE'S GOT CHARM (BLETCHARM)
FILL THE PAGE	2007	F				Y	DANE SHADOW ex DOROTHY DINOSAUR (CANNY LAD)

Stakes winners bred from the DANEHILL--BISCAY cross

Stakes Winner	Yob	Sex	Best	Dirt	AWS	Turf	Pedigree
COMTESSE LA GRAN	2008	F				Y	SAXON ex SCREECH (CANNY LAD)
MISS IMAGICA	2007	F				Y	HIDDEN DRAGON ex IMAGICA (SHEDAD)
INFERNO	2006	G	G3			Y	DANTE'S FURY ex SAY YOU WILL (BLACK KITE)
DYLAN'S PROMISE	2009	F	G2			Y	DYLAN THOMAS ex MADONNA (RIGOLETTO)
OASIS BLOOM	2008	F	G2			Y	AL MAHER ex NAWADDER (MARSCAY)
GREEN ROLLER	2009	F				Y	FLYING SPUR ex GIVEN (CANNY LAD)
DANY THE FOX	2008	G				Y	DANROAD ex LASSY FOX (FOXBAY)
COMPLICATE	2009	G				Y	COMMANDS ex CHAPARRA (CANNY LAD)
SAFEGUARD	2010	C	G3			Y	EXCEED AND EXCEL ex PRESERVE (CANNY LAD)
RIOCETTO	2010	G				Y	ORATORIO ex DOLCETTO (CANNY LAD)
LIMES	2009	G				Y	COMMANDS ex RUM CRUISE (CANNY LAD)
GREGERS	2010	F	G2			Y	COMMANDS ex SATNAV (CANNY LAD)
FLAMBERGE	2009	G	G3			Y	EXCEED AND EXCEL ex RAZOR BLADE (BLAZING SWORD)
HORIZONS	2006	F				Y	CHOISIR ex UBIQUITY (HURRICANE SKY)
CHOISTAR	2006	C				Y	CHOISIR ex SVELDTE (STAR WATCH)
DOUBTFUL JACK	2006	G	G3			Y	NOT A SINGLE DOUBT ex TOOTSIE ROLL (MARSCAY)
ERAMOR	2008	F				Y	STRATUM ex ROMARE (MARSCAY)
KARUTA QUEEN	2008	F	G3			Y	NOT A SINGLE DOUBT ex CARD QUEEN (FINAL CARD)
UNDERESTIMATION	2009	C				Y	AL SAMER ex NAWADDER (MARSCAY)
TEXAN	2007	G				Y	STRATUM ex JEWELMER (MARSCAY)
MY EX MATE	2007	G	G3			Y	NOT A SINGLE DOUBT ex INDRIS (KENNY'S BEST PAL)
ROYALSECURITYBABY	2010	F	G3			Y	CHOISIR ex SERENE CITY (MARSCAY)
IT'S ON THE POCKET	2009	G				Y	MEARAS ex LICATA (CANNY LAD)
SHE CAN SKATE	2009	F				Y	BRADBURY'S LUCK ex CANIONA (CANNY LAD)

## **PEDIGREE RATING SCORES - “NICKS”**

It's a simple formula – It's all about risk reduction.

Nicks have become an integral part of the decision-making process in the mating and purchasing of thoroughbreds. Most breeders recognise that an affinity or compatibility can exist between two thoroughbred sire lines, such that, when crossed, those lines yielded a greater proportion of superior runners than when either one of them are crossed with any other sire lines. Great breeders, from Federico Tesio to present-day breeders around the world have relied on observed nicks to help guide their breeding plans and buying decisions.

### **Over 70% of ALL Stakes Winners are “A” Rated Nicks**

In order to identify nicks in a systematic way, the software database we use developed an evaluation method based on sire-line analysis. Ongoing studies by researchers show that approximately 25% of the Thoroughbred population is the product of highly successful nicks ("A" rated nicks) while over 70% of stakes winners come from these "A" rated nicks!

#### **Statistics:**

There are approximately 20,000 live foals born each year –  
25% (5,000) are A Rated whilst 75% (15,000) are rated below.

There are 541 Stakes Races in Australia this racing season.

70% (379) will be won from the 5,000 A rated foals born (7.6%)

30% (162) will be won from the 15,000 foals in the lower rated group (1.08%).

For a practical businessperson seeking a return on money invested, it makes no sense to ignore statistically unfavorable odds. Buying a superior racehorse is already a difficult enough proposition. The Rating systems we use allow us to see into the future by looking into the past and thereby to avoid those mating patterns that have failed. The Nick Rating enables us to avoid crosses that have had little or no success in the past. At the same time, it enables us to identify and thus duplicate successful sire-line crosses, dramatically increasing the chances of success.

Over the years evaluating Nicks have proven to be an invaluable tool in the stallion selection process when identifying yearlings for purchase. Dean Watt, Managing Director of Dynamic Syndications has enjoyed great success as a result of utilising such information. For example:

**SAVABEEL, POLAR SUCCESS, HE'S NO PIE EATER, ATOMIC FORCE, ECONSUL, DE BEERS, BRADBURY'S LUCK, TENANT'S TIARA and REWARD FOR EFFORT** were all superior racehorses who had superior pedigree ratings.

<b>ECONSUL</b>	<b>A+ +</b>	<b>13,862%</b>
<b>SAVABEEL</b>	<b>A+ +</b>	<b>9,325%</b>
<b>DEBEERS</b>	<b>A+ +</b>	<b>4,270%</b>
<b>POLAR SUCCESS</b>	<b>A+ +</b>	<b>2,240%</b>
<b>REWARD FOR EFFORT</b>	<b>A+</b>	<b>1,175%</b>
<b>ATOMIC FORCE</b>	<b>A+</b>	<b>988%</b>
<b>BRADBURY'S LUCK</b>	<b>A</b>	<b>485%</b>
<b>TENANT'S TIARA</b>	<b>A</b>	<b>238%</b>
<b>HE'S NO PIE EATER</b>	<b>A</b>	<b>161%</b>

Further afield, in 2008 the Top 5 Racehorses in the world had the following ratings:

<b>1 CURLIN</b>	<b>A+</b>	<b>1,375%</b>
<b>2 NEW APPROACH</b>	<b>A+</b>	<b>1,472%</b>
<b>3 RAVEN'S PASS</b>	<b>A+ +</b>	<b>5,961%</b>
<b>4 DUKE OF MARMALADE</b>	<b>A</b>	<b>409%</b>
<b>5 HENRYTHE NAVIGATOR</b>	<b>A+ +</b>	<b>1,531%</b>

Then to further support the theories, in 2008 there was 67 Group 1 races run in Australia. These races were won by 48 individual horses. When these 48 individuals' pedigrees were analysed it showed:

**35 / 48 Rated A or above = 73% of Individual Group 1 Winners Rates A or above**

Affinity between sire lines was long ago observed by the world's best thoroughbred breeders. Today through modern technologies we are able to quantify what was once only a subjective judgment based on the observations of a relatively small equine population.

Ratings are essentially the objective measurement of success, or lack therefore, of sire-line crosses. Success is quantified by being the winners of stakes races with a prizemoney of at least \$50,000. Through software databases, containing the pedigrees of all such winners since 1977 (over 30,000 winners), we are able to more easily identify what sire-line crosses have succeeded in producing stakes winners and compare those numbers with the stakes winning population on the whole.

Often a sire line may appear to be successful with a particular broodmare sire line. However, if the level of success is no better than that sire line's success with the entire population, then there is not a true nick.

In order to understand the ratings for easy use, a letter-grade scale was developed. As in the scholastic setting, the scales ranges from F (Fail) through to A with A+ also A++ and now since 2011 the software system now identifies A+++ as possible to be achieved in some select instances. The Variants (percentages) shown in the table below are the deviation from the norm that has been observed by that sire line cross in question. On this

scale -15% to +15% (C) is considered average, meaning that the sire-line cross has yielded results that are statistically no better and no worse than what would be expected with the entire population.

An "A" rated nick indicates that a far greater percentage of stakes winners have resulted from that cross than expected. An "F" rated nick indicates that the number of stakes winners resulting from a cross is at least 50% below expectations. This does not mean that there cannot be success or will not be success from such a mating in the future. It does mean that in all the experience of the last 20 + years of winners of stakes races, that type of mating has had a significant lack of success as measured by stakes winner production.

It must be stressed that a below "Average" rating does not guarantee or even predict failure. It means only that, to date, the particular sire-line cross has fallen at least 16% short of what would be expected. Nicks can and do change over time.

Consequently, an above Average Rating must be kept in proper perspective as there are other factors that must be considered when selecting a horse for purchase. Specifically, conformation evaluation is critical. A thoroughbred may have a brilliant pedigree on paper that rates as either Excellent, Superior, Superb or Outstanding on our Ratings Score however if the skeletal structure and/or the overall constitution of the individual is lacking then the horse is rejected as a candidate for purchase.

**The Rating Scale is shown below:**

<b>Nick</b>	<b>Horse</b>	<b>Variant %</b>
A+++	Excellent	+20,000 and above
A++	Superior	+1,501 to + 19,999
A+	Superb	+500 to +1,500
A	Outstanding	+150 to +499
B+	Very Good	+100 to +149
B	Good	+50 to +99
C+	Acceptable	+16 to +49
C	Average	-15 to +15
D+	Weak	-16 to -34
D	Poor	-35 to -49
F	Unsuccessful	-50
0 SW	Zero Stakes Winners	0 SW

Dynamic Syndications uses these rating tools along with additional pedigree analysis systems from other software databases which skewer the data to local environmental factors and we have introduced a ranking on the class of Stakes Races which are won to establish what we consider is an inherent opportunity of greater racetrack success. Often a horse can have a very high Nick rating and yet score lowly on the variant and visa versa. We use this information to assist us in pedigree selections after the physical inspections have also been considered. Also we cannot blindly accept a rating score. For example Australia has only 2.9% of our races listed as Stakes Races whilst New Zealand has 9.7% and Ireland has 13.1%. Obviously the data will be weighted in certain directions if we did not counter this information with a ranking on the Stakes Races based upon country and class of race, racing region within the country and climatic conditions in the region. After adjustments the rating scale is presented below.

### **Quality Rating Summary**

It is undeniable that racing class is in great part a function of the *quality* of ancestors contributing to new individual. It follows that certain quality stallions tend to contribute more favorably than other sires. When Quality points contributed by such deserving sires are combined with dosage points, the total points more accurately reflect the overall class of a pedigree.

The *Quality sires* in a pedigree contribute quality points (QP) to the new individual in exactly the same way as ancestral sires contribute dosage points (DP). The total number of *Quality points* is added to the *Dosage points* to get *Total Points* (TP).

The Quality Rating, which ranges from zero, as the low, to ten, as the high, is scaled to the number of total points in the pedigree:

Total Points	Quality Rating
0	Q0
1 to 4	Q1
5 to 9	Q2
10 to 14	Q3
15 to 19	Q4
20 to 24	Q5
25 to 29	Q6
30 to 39	Q7
40 to 44	Q8
45 to 54	Q9
55 +	Q10



# What is a Best of Sale Rating ?

Selecting yearlings that excel on the racetrack takes expert analysis of pedigree and conformation as well as luck. Best of Sale recommendations offers a unique, proven method of identifying potential superstars based on a variety of pedigree factors.

The approach to evaluating auction entries draws upon data of successful breeding patterns of the winners identified by analysing the pedigrees of the winners of stakes races run since early 1990's. The target is to identify the compatibility of matings as reflected in part, by the initial pedigree rating + the quality of mating based upon the performance of sire + broodmare sire + female families. Then add in the aptitude balance of matings as supplied by the contributions of specific *chef de race* ancestors, and successful patterns of inbreeding.

While some of these may be obvious choices to most buyers, the majority of them are not so obvious and many potential buyers, whom do not understand the genetic aspects of pedigrees or dismiss the relevance of same, overlook these potential superstars.

## Best of Sale Recommendations

Each lot number in a sale is rated for both its genetic compatibility and to the Best of Sale recommendation. They are given a simple Star Rating, from 5 Stars being the highest rating to 1 Star being the minimum qualifier. Best of Sale rating is an overall pedigree rating and takes into account all pedigree-related indicators as declared above.

However it only refers to the auction sale database against which it's being compared. Outside of these parameters, we return specifically to the pedigree rating alone. We are searching for competitive advantage against all other catalogued lots which is vitally important in closed race series races.

We embrace the favorable information and disregard horses with unfavorable aspects to pedigree rating, inbreeding, strength of the female family, evaluation of a stallion's stats and/or potential, sex biases, etc.

Frequently, selections are 'A' or better genetic nicks but we do see entries that are 'B' and 'C' (average) nicks occasionally that correspond with some very favorable breeding pattern that swings the balance in their favor. Only the Best of Sale recommendations get a Star Rating, so a one-star selection raises a mating well above its peers and merits a physical inspection.

Using Best of Sale recommendations in conjunction with our rigorous physical inspection systems of each of the horses, can dramatically improve our chances of selecting a potential quality runner.

## **Past Best of Sale Success**

The formula for evaluating all the pedigrees of specific auction sale has proven very successful for us.

### **Our resume speaks for itself.**

The data used commenced collection in 1990. Now well over twenty years evolved, Best of Sale categories as at the end of 2012 have resulted world wide in over 32,600 individual winners, 2,975 stakes winners, and 220 individual G1 winners !

Obviously the recommendations are only a part of the selection process. We still rely heavily on the conformation and athleticism of the individual, the horse husbandry techniques, commercial success and track record of the vendor and most importantly, the commercial value of the progeny.

Again we are well advanced in this regard. Dynamic Syndications Managing Director Dean Watt has over 30 years experience as a Bloodstock Consultant and is a Member of the Bloodstock Agents Federation – Australia. Dean as a licenced Commercial Agent is experienced in the art of thoroughbred valuation based upon specific formula and historical data determining current market “true price”.

In addition, with the vast wealth of experience and available data, farms that produce quality winners at a constant rate are easily identified statistically equally as those who do not.

***Knowledge, Due Diligence and Attention to Detail – That’s what sets Dynamic Syndications well above its peers in the competitive environment of syndication of racehorses.***



# Inglis

**WILLIAM INGLIS & SON LIMITED**  
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Mr Dean Watt  
Dean Watt Thoroughbreds T/As Dynamic  
Syndications  
PO Box 2324  
TAREN POINT NSW 2229

**2014 AUSTRALIAN EASTER YEARLING SALE**  
**THURSDAY, 10 APRIL 2014**

**TAX INVOICE**

Date: 10-Apr-2014  
Account: WATTD2  
Invoice number: 80031

Lot	Description	Sire/Dam	Sale Price	GST	Total
547	B. Colt	Commands (AUS)/Mezmar (AUS)			
	Purchase of Lot 547 at 2014 Australian Easter Yearling Sale		30,000.00	3,000.00	33,000.00
	Race Series Nomination Fee		2,000.00	200.00	2,200.00
	Scope Fee		165.00	16.50	181.50
<b>SUBTOTAL</b>			<b>\$32,165.00</b>	<b>\$3,216.50</b>	<b>\$35,381.50</b>
<b>TOTAL AMOUNT DUE</b>					<b>\$35,381.50</b>

**PAYMENT OPTIONS**

Please note our bank details have changed

By EFT directly into our ANZ account:  
William Inglis & Son Ltd - Bloodstock Sales  
BSB: 012-003  
Account: 8379-29209

• By credit card: Please telephone (02) 9399 7999  
NB Merchant fee applicable

• By post:



# Inglis

**Account WATTD2**



# Logan Livestock Insurance Agency Pty Ltd

ABN 81 001 826 204

www.logans.com.au

AFS Licence No. 238959

21 PARRAWHEN STREET, CREMORNE NSW 2090 TELEPHONE: (02) 9909 1499 FAX: (02) 9909 8057

Correspondence: P.O. BOX 360, CREMORNE NSW 2090 AUSTRALIA email: postmaster@logans.com.au

29/10/2014

Dynamic Syndications Pty Ltd  
PO Box 2324  
TAREN POINT NSW 2229

## MEMORANDUM OF INSURANCE

**Policy No:** L095659

**Insured:** Dynamic Syndications

**Interest:** Unnamed (Lot 547 IEYS)  
2012 Bay Colt  
Commands/Mezmar

**Use:** Flatracing

**Limit of Liability:** Aud\$95,000 being 100%

**Period:** 1<sup>st</sup> November 2014 to 4.00pm 1<sup>st</sup> February 2015

**Coverage Summary:** Mortality Insurance  
Colic Surgery Extension Clause not exceeding \$10,000  
Australia & New Zealand Territorial Limits  
90 Day Extension Clause  
Limited Theft and Unlawful Removal Endorsement  
Terrorism Exclusion Endorsement  
Disability Impairment Guarantee to Syndicate Registrars

**Underwriters:** Lloyd's of London

Information on horse insurance is available at -:  
[www.logans.com.au](http://www.logans.com.au)

The Financial Services Guide and Insurance Policy are held by the Syndicator as syndicate manager and/or arranger of the insurance. They are available from them on request.

This Memorandum of Insurance is provided for inclusion in the Promoters Disclosure Statement for the sale of shares in the horse noted above and does not replace the terms and conditions of the policy.





# Logan Livestock Insurance Agency Pty Ltd

ABN 81 001 826 204

[www.logans.com.au](http://www.logans.com.au)

AFS Licence No. 238959

21 PARRAWEEN STREET, CREMORNE NSW 2090 TELEPHONE: (02) 9909 1499 FAX: (02) 9909 8057

Correspondence: P.O. BOX 360, CREMORNE NSW 2090 AUSTRALIA email: [postmaster@logans.com.au](mailto:postmaster@logans.com.au)

28/04/2014

Dynamic Syndications Pty Ltd  
PO Box 2324  
TAREN POINT NSW 2229

## MEMORANDUM OF INSURANCE

**Policy No:** L092621

**Insured:** Dynamic Syndications

**Interest:** Unnamed (Lot 547 Inglis Easter)  
2012 Bay Colt  
Commands/Mezmar

**Use:** Flatracing

**Limit of Liability:** Aud\$90,000 being 100%

**Period:** 10<sup>th</sup> Mar 2014 to 4.00pm 1<sup>st</sup> November 2014

**Coverage Summary:** Mortality Insurance  
Colic Surgery Extension Clause not exceeding \$10,000  
Australia & New Zealand Territorial Limits  
90 Day Extension Clause  
Limited Theft and Unlawful Removal Endorsement  
Terrorism Exclusion Endorsement  
Disability Impairment Guarantee to Syndicate Registration

**Underwriters:** Lloydø of London

Information on horse insurance is available at -:  
[www.logans.com.au](http://www.logans.com.au)

The Financial Services Guide and Insurance Policy are held by the Syndicator as syndicate manager and/or arranger of the insurance. They are available from them on request.

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# **DYNAMIC SYNDICATIONS RACING SYNDICATE**

## **SHARE APPLICATION FORM**

Subscriber – Surname (or Company):		
Given name(s):		Date of Birth:
Street Address:		
Suburb:	State:	Postcode:
Telephone: (Bus)	Home:	Mobile:
Email:		
Tax file number:		
Australian Business Number (ABN), if applicable:		
If you have an ABN number, are you registered for GST (if applicable):		
Where ABN is not supplied, please confirm that you are a hobby owner:		

**[Please complete the above table as the information is required by the Registrar of Racehorses when registering ownership].**

### **ACKNOWLEDGMENTS**

I acknowledge having received and examined the following documentation from *DEAN WATT THOROUGHBREDS PTY LTD (ABN 64 134 481 539) (T/AS DYNAMIC SYNDICATIONS) (AFSL 336808)* ("the Promoter"):

- (a)
  - (i) *Financial Services Guide ("FSG");*
  - (ii) *Product Disclosure Statement ("PDS")* relating to the offering of Shares in the **UNNAMED THOROUGHBRED BAY COLT FOAL 25/10/2012 BY COMMANDS FROM MEZMAR (by Marwina) ("the Horse")** and
  - (iii) *Share Application Form.*
- (b) I have relied on my own inquires and independent advice in relation to my financial and legal rights and obligations as the Owner of a Share in the Horse. Furthermore, I acknowledge I have had the opportunity to obtain my own independent financial and legal advice relating to my acquisition of a Share or Shares in the Horse. I further acknowledge and declare that I have not received any advice either from the Promoter or any representative of the Promoter other than that detailed in the FSG and the PDS.
- (c) I agree to be bound by the terms and conditions of the Syndicate Deed, the terms of which I am fully familiar.
- (d) I acknowledge that the Promoter reserves the right to decline any application or part of any application at their discretion and that the allotment of Shares to any applicant requires the approval of the Promoter. Subject to that right, Shares will be allotted in the order in which applications are received and application monies will be refunded to applicants whose applications are unsuccessful either because their applications have been declined or because all the available Shares have been sold. Any interest earned will be paid on the refunds.
- (e) I acknowledge that the total amount payable per Share upon application is **\$4,750.00** ("the Application Price").

- (f) Furthermore, I hereby acknowledge and confirm that I authorise the Syndicate Manager to sign on my behalf and lodge with the Registrar of Racehorses and/or Lead Regulator any application for registration and/or transfer of ownership (including a transfer of ownership of my interest in the event that I am in default and fail to remedy that default) relating to the Horse during the life of the Syndicate (as per clause 2.8 of the Syndicate Deed).

### **APPLICATION FOR SHARES**

I apply for \_\_\_\_ Share(s) in this **20 Share** Syndicate at the Application Price per share of **\$4,750.00**

Attached is a cheque for \$ \_\_\_\_\_ **\$4,750.00** x \_\_\_\_\_ for \_\_\_\_\_ Share(s).

Cheques are to be made payable to **DEAN WATT THOROUGHBREDS PTY LTD T/AS DYNAMIC SYNDICATIONS TRUST ACCOUNT** and forwarded with this completed Application Form to: **DYNAMIC SYNDICATIONS, PO Box 2324, TAREN POINT, NSW, 2324.**

### **HOW TO INVEST**

Shares will not be issued on the basis of this Application after the Offer closing date.

This Application Form must be signed by all parties. Joint Applicants must state whether they wish to purchase as joint tenants or tenants in common. In the absence of any such statement Joint Applicants will be deemed to be tenants in common. Tenants in common will be deemed to be in equal Shares unless the contrary is stated. The Promoter reserves the right to require the joint owners of any share to register their own Syndicate with the Lead Regulator in accordance with the Rules of Racing and to own such Share in the name of such Syndicate.

If signed under Power of Attorney, the Attorney hereby certifies that he or she has not received notice of a revocation of that power and undertakes to produce the Power of Attorney (or a certified copy of it) if requested.

A Company must execute in accordance with the provisions of Section 127 of the Corporations Act.

This Application Form must not be handed on unless attached to this PDS.

Applicants are advised to seek independent advice as to their legal position and in relation to the value of the Horse and Shares the subject of this PDS.

**THE FOLLOWING PRIVACY NOTICE AND REQUEST FOR PERSONAL INFORMATION IS INCLUDED ON THIS APPLICATION FORM AT THE REQUEST OF THE LEAD REGULATOR):**  
**PRIVACY:** The Registrar or Deputy Registrar of Racehorses collects information about all syndicate members when the syndicate manager submits an application to register a syndicate. The Registrar or Deputy Registrar will use that information to assess the application and if the syndicate is approved, the ongoing status of the syndicate. To do that, the Registrar may disclose your information to other racing bodies. On occasion, the Registrar may disclose names and contact details to racing organisations, including race clubs and owners or breeders associations. However, this information will only be disclosed where the Registrar is of the opinion that such communication may be of interest or benefit to you. If you do not want to receive such communication, you may advise the Registrar of that fact at any time. You can gain access to and request changes be made to your information held by the Registrar at any time. You do not have to supply the information requested, but if the information is not provided your application may be rejected.

**PRIVACY and PERSONAL INFORMATION:**

The personal information collected on this form which is required to complete your application includes your name, birth date, address, contact details, email, mobile GST status, and bank account details. This information is required to:

- identify you
- assess your eligibility as an owner
- facilitate the administration of racing
- communicate with you
- enable payment of prize money

Where information is not provided your application may be refused or delayed until the required information is provided.

**How your Personal Information is used :**

The information collected about you will be shared with the PRA in each state and territory of Australia in order to:

- enable PRA's to fulfill their regulatory responsibilities
- promote and protect the integrity of the sport to ensure compliance with the Rules of Racing
- communicate with you

Personal information may be disclosed to third parties such as government enforcement agencies, appeal bodies, race clubs, the Australian Stud Book, wagering service providers and international racing bodies or other authorities as required, but only for one or more of the purposes described above or if RISA believes that the disclosure is reasonably necessary for law enforcement either by or on behalf of an enforcement body or the disclosure is authorised or required by law.

Names of horse owners are publicly available on certain websites and may also appear in race field lists, race books, form guides and similar publications where appropriate.

For further information about privacy, visit each PRA's website or [www.risa.com.au](http://www.risa.com.au) for the RISA Privacy Policy.

**Access to Information :**

You can access and request changes to the information held about you by contacting the Registrar of Racehorses or relevant PRA.

**Signature of Applicant** – if an individual or duly authorised representative, if a company

\_\_\_\_\_

**Signature of witness** \_\_\_\_\_

**Name of Witness** \_\_\_\_\_

**Address of Witness** \_\_\_\_\_

**Dated** \_\_\_\_\_