

## SHARE PRICE CALCULATION SHEET

PDS for the sale of Shares in the unnamed thoroughbred **Chestnut Filly, foaled 2013**,  
by **SNITZEL** from **LAURINEL ARGIE** inclusive to **31 OCTOBER 2015**

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

	Total for Syndicate	Per Share (20)
A. Initial Cost Price of Horse paid by Promoter – fall of the hammer	\$115,000	\$5,750
B. Promoter’s profit margin on this promotion	\$14,375	\$719
C. Other acquisition costs	\$25,511	\$1,275
D. Syndicate establishment costs	\$18,565	\$929
E. Actual and budgeted Horse husbandry costs to 30 June 2015	\$21,495	\$1,075
<b>Sub-total</b>	<b>\$194,946</b>	<b>\$9,748</b>
F. GST	\$19,494	\$974
G. Racing NSW Registration Fees (GST exempt)	\$560	\$28
<b>Total</b>	<b>\$215,000</b>	<b>\$10,750</b>
<b>Share Application Price – 1/20<sup>th</sup> [or 5%] Share</b>		<b>\$10,750</b>

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

		Total for Syndicate	Per Share (20)
<b>A. Initial Cost Price of Horse paid by Promoter</b>		<b>\$115,000</b>	<b>\$5,750</b>
<b>B. Promoter’s margin 12.5%</b>		<b>\$14,375</b>	<b>\$719</b>
<b>C. Other acquisition costs</b>			
o Race series eligibility payments (6)			
▪ Entry to Magic Millions Race series (one-off)	\$4,500		
▪ BOBS 2-3yo Series (one-off)	\$900		
▪ BOBS Extra 4yo + Series (one-off)	\$764		
▪ Blue Diamond & Blue Sapphire 1 <sup>st</sup> nom	\$300		
▪ Golden Slipper & Golden Rose 1 <sup>st</sup> nom	\$341	<b>\$6,805</b>	<b>\$340</b>
o Insurance premiums (4)			
▪ Mortality from fall of hammer to 8th January 2015 to 1 <sup>st</sup> November 2015 for total syndication value			
▪ Colic			
▪ Disability impairment guarantee to date of issuing and allotment of Shares			
▪ Professional Indemnity cover		<b>\$13,955</b>	<b>\$697</b>
o Acquisition costs			
▪ Veterinary work at sale complex by D. John Walker, including physical inspections, X-ray and endoscopic evaluation apportioned across all yearlings purchased for syndication	\$895		
▪ Endoscopic evaluation post sale payable to William Inglis	\$150		
▪ Blood testing post sale for Anabolic Androgenic Steroids	\$500		
▪ Sales expenses incurred in attending sale apportioned across all yearlings purchased for syndication	\$1,778		
▪ Consultancy Fee to Independent Bloodstock Agent Gary Mudgway for assistance with individual inspections of 103 yearlings to	\$445		

determine final 35 lots to submit for veterinary inspection pro-rata across number of yearlings purchased for syndication			
<ul style="list-style-type: none"> <li>▪ Miscellaneous costs, including professional photographers, pedigree ratings software fee, apportioned across all yearlings purchased for syndication</li> </ul>	\$983	\$4,751	\$238
<b>D. Syndicate establishment costs</b>			
<ul style="list-style-type: none"> <li>○ Establishment and promotion</li> </ul>			
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Proportion of postage, printing, handling &amp; stationary \$128, communications by telephone, facsimile, email, SMS \$325, marketing &amp; promotion, banking, merchant service/eftpos fees, \$825, IT service provider \$857, advertising across TV, radio &amp; websites, including, Sky Sports Radio, Bloodstock.com, Racenet etc. \$9,500, Veterinary report for PDS, \$195, ASIC Form 88 PDS in-use notice \$35</li> </ul> </li> </ul>	\$11,865	\$11,865	\$594
<ul style="list-style-type: none"> <li>○ Accounting and legal</li> </ul>			
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Proportion of auditors fee (\$3,500), chartered accountants fee (1,200), legal fees (\$2,000)</li> </ul> </li> </ul>	\$6,700	\$6,700	\$335
<b>E. Actual and budgeted Horse husbandry costs to 31 October 2015</b>			
<ul style="list-style-type: none"> <li>○ From 8<sup>th</sup> January to 31 October 2015</li> </ul>			
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport 8/1/15 from sale complex to Oakridge Spelling Farm</li> </ul> </li> </ul>	\$680		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from date of arrival at Oakridge to 28 February</li> </ul> </li> </ul>	\$1,836		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport from Oakridge to educators to commence breaking-in process</li> </ul> </li> </ul>	\$180		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Education process at educators stables</li> </ul> </li> </ul>	\$3,575		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport to our Warwick Farm based Pre-Trainer to finish education in stables complex</li> </ul> </li> </ul>	\$210		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ 15 days orientation at Pre-Trainers Stables</li> </ul> </li> </ul>	\$1,155		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Miscellaneous additional costs at Warwick Farm including Track Fees, farrier feet trim and shoes, dentist, parasite drench</li> </ul> </li> </ul>	\$515		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport 14 April from educators back to Oakridge Spelling Farm</li> </ul> </li> </ul>	\$150		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment at Oakridge Spelling Farm (17 days)</li> </ul> </li> </ul>	\$612		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from 1 May to 31 May + Feet Trim and Drench</li> </ul> </li> </ul>	\$1,442		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport 1 June Educators – Second Session</li> </ul> </li> </ul>	\$180		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Educators 14 day re-fresher course</li> </ul> </li> </ul>	\$1,160		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport to Pre-Trainers</li> </ul> </li> </ul>	\$150		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ 16 Days in Pre-Trainers at Warwick Farm</li> </ul> </li> </ul>	\$1,862		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport to Spelling Farm after Pre-training</li> </ul> </li> </ul>	\$180		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from 1 July to 31 July + Costs</li> </ul> </li> </ul>	\$1,422		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from 1 August to 31 + Costs</li> </ul> </li> </ul>	\$1,422		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from 1 September to 30 September</li> </ul> </li> </ul>	\$1,387		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Agistment from 1 October to 10 October</li> </ul> </li> </ul>	\$350		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ Transport to Pre-Trainers</li> </ul> </li> </ul>	\$150		
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>▪ 21 Days in Pre-Trainers at Warwick Farm</li> </ul> </li> </ul>	\$2,182		

▪ Transport to Rosehill to Gerald Ryan's stables	\$180		
▪ Miscellaneous additional costs including farrier feet trim and shoes, dentist, parasite drench	\$515	\$21,495	\$1,075
<b>Total</b>		\$194,946	\$9,748