



THE RACEHORSE SYNDICATION SPECIALISTS

www.belhusracing.com.au

Here's A Magic Millions Filly By Lonhro's Multiple Record Breaking Sprinter & Best Horse Of His Generation- **EXOSPHERE!**



When I went to the Magic Millions Yearling Sale early in January, I went with one request from Ascot trainer Trevor Andrews-to buy an Exosphere for him to train.

Given the success of Lonhro's champion son Pierro, now well established as a genuinely top class sire, it's no wonder that there's considerable anticipation surrounding the offspring of his next superstar son to go to stud in Exosphere.

A brilliant juvenile that trained on to score a dominant win in the Group 1 ATC Golden Rose at three, Exosphere was retired to stud lightly raced with 5 wins from just 10 starts. Of those 5 wins, 2 were as a 2yo, and 3 were in succession, they being the G2 Run To The Roses, the aforementioned G1 Golden Rose, and also the G2 Roman Consul Stakes in what was an outstanding 3 year old season.

It's little wonder that he's been very popular with breeders, and so has good numbers at all the major sales for 2019. His size and strength is apparent in his yearlings, and if his raw ability is there as well, then buyers will be quick to snap up these youngsters and write another chapter in the success of Lonhro as a sire of sires.



Potential Future Residual Value:

The importance of future residual value when purchasing thoroughbred fillies should be taken seriously when considering whether to buy a colt or a filly.

Whilst almost all colts end up being gelded and are therefore suitable only for a further career off the track, fillies and mares, if they've shown ability on the track are worth considerably more as potential broodmares.

Importantly then, there's quite a bit of promise in this filly's immediate family which is another reason that I decided to buy her. She has an older 2yo relation-a black colt by Pierro that sold last year for \$100,000 that's being trained in New Zealand. The mare, Amaliehaven has a Testa Rossa foal at foot, and she's now in foal to **SHALLA**, the top rated juvenile in both England and France in 2015 and who stands the Southern Hemisphere breeding season at Arrowfield Stud for \$33,000. All of that means that something could very likely jump out of her pedigree page and further boost the value of this filly. If she were to do well on the track, then there's another pay day waiting when she eventually gets sold as a potential broodmare. It could even be just the same from a financial point of view of winning a big race!

This filly is a strong type, solid with a deep girth, correct conformation, good feet, and a nice nature. She looks every inch a runner.

As mentioned, she'll be trained at Ascot by Trevor Andrews. With a wealth of experience and big race victories behind him, Trevor has proven himself to be one of the most successful trainers in Perth over the last few decades. He'll be doing his very best to get both her-and you-in the Winners Circle!

Share Costs

This is a 20 share syndicate priced at \$4,095 each (inc gst) which includes the share in the horse and all other acquisition and holding costs incurred to July 1st 2019. This will be the day that syndicate fees commence for all owners irrespective of sign up date.

The fees are set at \$220/month (billed quarterly in advance) and are budgeted to include all normal anticipated costs associated with racing a horse including training, agistment, farrier, transport, vet bills, incidental expenses, partnership management and communications. Insuring your share is optional. In fact, with the exception of possible feature race payments and interstate travel (which are bills you want because it means that you've got a very good horse!), there should be nothing else to pay.

Your ownership bestows you the following privileges:

- Access to the tie-up stalls on race day;
- Passes to enter the saddling enclosure to speak with your trainer & jockey, (usually issued on a rotational basis);
- Tickets into the Owners Stand to watch your race;
- Opportunity to lead your horse back to the Winners Circle after a win for that much sought after photo!
- [YOUR SHARE OF PRIZEMONEY!](#)





Account of YULONG, Mangalore, Vic.

Lot 342 (No GST)

BAY FILLY

Stable L 10

Foaled 29th August 2017

Branded : **G** nr sh; 45 over 7 off sh

Sire	Lonhro	Octagonal	Zabeel
EXOSPHERE		Shadea	Straight Strike
2012	Altitude	Danzero	Danehill
		Highest	Marscay
Dam	More Than Ready	Southern Halo	Halo
AMALIEHAVEN		Woodman's Girl	Woodman
2010	Amalienborg	Danehill	Danzig
		Palatious	Semipalatinsk

EXOSPHERE (AUS) (Bay 2012-Stud Aust. 2016, France 2017). 5 wins-2 at 2-from 1000m to 1400m, AS\$1,091,600, ATC Golden Rose S., Gr.1, Roman Consul S., Gr.2, Skyline S., Gr.2, Run to the Rose H., Gr.2, 4th VRC Coolmore Stud S., Gr.1, Lightning S., Gr.1. Grandson of SP Highest, a half-sister to SW Tell Me Straight (WATC Belgravia S., L) and SW Vibrant Virgo. His oldest progeny are yearlings.

1st dam

AMALIEHAVEN, by More Than Ready. **Winner** at 1850m, 3d ATC Australian Turf Club 2YO H. This is her second foal. Her first foal is a 2YO.

2nd dam

AMALIENBORG, by Danehill. **2 wins**-1 at 2-at 1250m, 1400m, AJC Bronte H., Ad Alta 2YO H., 2d AJC Convention Centre H., Neutral Bay H. Sister to **DANELAGH** (dam of **SUBSCRIBE - VENGEANCE OF RAIN** (H.K.), **DIZELLE**, **BERNICIA**), **Villa Bled**, half-sister to **CABLE - WELL DONE** (Mac.). Dam of 6 named foals, 5 to race, **2 winners**, inc:- Amaliehaven. **Winner**. See above.

3rd dam

PALATIOUS, by Semipalatinsk. **7 wins** 1200m to 3200m, \$304,420, WATC CB Cox S., **Gr.2**, Perth Cup, **Gr.2**, 2d Western Australian Oaks, **Gr.2**. Sister to **MEMPHIS BLUES**, **EVASION**, **Bluetinsk**, **Russian Trader**, **Bluisi** (dam of **KINGS HONOR - BON AMIE** (Sing.)), three-quarter-sister to **Himalaya Vain**. Dam of 8 foals, **all winners**, inc:-

DANELAGH (Danehill). **4 wins**-2 at 2-1000m to 1400m, \$887,400, VATC Blue Diamond S., **Gr.1**, VRC Shamrock Travel H., **L**, VATC Tranquil Star S., **L**, MVRC William Crockett S., **L**, 2d VATC One Thousand Guineas, **Gr.1**, STC Reisling Slipper Trial S., **Gr.2**, 3d MVRC AAMI Vase, **Gr.2**. Dam of-

SUBSCRIBE - VENGEANCE OF RAIN (H.K.) (Zabeel). Horse of the Year in Hong Kong in 2006-07. **10 wins**-1 at 2-1200m to 2400m, \$11,711,215 in Aust., HK and U.A.E, HKJC Queen Elizabeth II Cup, **Gr.1**, Hong Kong Cup, **Gr.1**, Nad al Sheba Dubai Sheema Classic S., **Gr.1**.

DIZELLE (Zabeel). **5 wins**-1 at 2-1300m to 2400m, \$983,890, AJC Australian Oaks, **Gr.1**, MVRC Woodstock Mile Oaks, **Gr.2**, AJC Canterbury Cup, **Gr.3**, 2d AJC Warwick S., **Gr.2**. Dam of-

PINOT (Pierro). **3 wins** 1800m to 2500m, \$733,275, in 2017-18, VRC Oaks, **Gr.1**, MRC Ethereal S., **Gr.3**, VRC Kennedy Oaks Trial P.

DIZLAGO (Encosta de Lago). **2 wins**-1 at 2-at 1400m, 2000m, MRC Ethereal S., **L**, Shooobra 2YO P. Producer.

BERNICIA (Elusive Quality). **4 wins** 1200m to 1600m, \$313,200, MRC Summoned S., **L**, Illawarra TC Keith F Nolan Classic, **L**. Dam of-

OLD NORTH (Lonhro). **4 wins** 1350m to 2000m, \$316,990, to 2017-18, ATC Tulloch S., **Gr.2**, 2d ATC Frank Packer P., **Gr.3**.

CABLE - WELL DONE (Mac.) (Last Tycoon). **8 wins**-2 at 2-at 1000m, 1200m, \$409,073 in Aust. and Macau, SAJC Jansz S., **Gr.3**.

Villa Bled (Danehill). **4 wins** 1200m to 1600m, 2d Wyong RC Mona Lisa S., **L**, 3d AJC Emancipation S., **Gr.2**, Qld Tatt's RC Winter S., **Gr.2**.

Palatial. **3 wins** 1400m to 1600m, AJC Sydney City Lexus H. Grandam of- **PLATINUM COMMAND** (Red Giant). **10 wins** 1400m to 1800m, \$275,601, to 2018-19, CJC Winter Cup, **Gr.3**, 2d CJC Winter Cup, **Gr.3**.

The Trainer - Trevor Andrews



Trevor Andrews is one of Western Australia's most successful and professional racehorse trainers.

Trevor learnt his craft by working for leading trainer Bert Harrison as a young lad when Bert had the top gallopers Asian Beau and Fait Accompli. He spent time working for the legendary Tommy Smith, and also spent three years training in Singapore too. Trevor's horses are always respected in any race they contest, and they're always amongst the best presented on race day (as is Trevor himself!).

With training facilities at both Ascot and West Swan (semi rural), Trevor and his wife Joanne-a very accomplished rider in her own right-together with a dedicated team of staff members, have achieved continual success on the track for over a quarter of a century,

Some of Trevor's big race winners include:-

- **Gr 1 Railway Stakes**- Modem (2004), Luckygray (2013)
- **Gr 1 BMW Classic**- Heroicity (1992)
- **Gr 1 WATC Derby**- Heroicity (1992)
- **Gr 1 WATC Australian Derby**- Natasha (1990), Heroicity (1991)
- **Gr 1 Kingston Town Classic**- Modem (2004)
- **Gr 1 WA Oaks**- Natasha (1990)
- **Gr 2 WA Guineas**-The Right Money (2002), Vain Crusader (2006), King Saul (2011)
- **Gr 2 Karrakatta Plate**- Luke's Luck (2012), Lucky Street (2015)
- **Gr 2 WA Sires' Produce Stakes**- Denmark (2005), Luke's Luck (2012)
- **Magic Millions 2 yo Classic**- Ravinia (2006); Time To Climb (2010); Lucky Street (2015), The River (2016).

There's no doubt that if your horse has the ability, Trevor Andrews will give it every possible opportunity to win at it's highest level!



Sales Invoice

MAGIC MILLIONS SALES PTY LIMITED

Magic Millions Sales Pty Limited ABN 54 078 396317 Magic Millions Sales Partnership ABN 99 519 379 694
PO Box 5246, GCMC, Qld, Australia, 9726 Tel: (+61) 07 5504 1200 Fax: (+61) 07 5531 6888



ACKNOWLEDGEMENT OF PURCHASE

SALE 2019 Gold Coast Yearling Sale

DATE 2019-01-11

AUCTION PRICE \$(+GST if applicable)

\$50,000.00

LOT 342

I hereby acknowledge purchase of the above lot on the Conditions of Sale as printed in the Sale Catalogue and announced prior to the commencement of Sale, and that I bid for the said horse subject to the said Conditions of Sale and settlement for the purchase is subject to said Conditions.

BUYER REGISTRATION CODE: BELH

PURCHASER DETAILS

NAME Belhus Racing Stables

ADDRESS 2 Ashmere Drive

BULLSBROOK, WA

POSTCODE

6084

PHONE 08 9571 3164

MOBILE

0408 911 122

PREFERRED PRESS NAME Belhus Racing

SETTLEMENT WILL BE BY

☐

Cash / Cheque

* Credit Card

☐

Vendor

Terms

☒

Pre-Approved Finance
by Magic Millions

* Mastercard and Visa accepted. 0.8% bank charge applies. Amex accepted 2.25% bank charge applies.

INSURANCE:

☒

YES

☐

NO

I require Magic Millions Insurance Brokers to arrange insurance cover for the above mentioned horse from the fall of the hammer and for the amount of the purchase price subject to Terms and Conditions detailed at the sale day office.

SCOPING:

☒

YES

☐

NO

BLOOD TEST**:

☐

YES

☐

NO

RACE SERIES:

☐

FULL

☐

WA

☐ SA

☐ TAS

☒ NO SERIES

EXPORTING:

☐

YES

☐

NO

** Blood sample collected and analysed for presence of anabolic androgenic steroids. Refer Conditions of Sale.

TRANSPORTER -

LOCATION -

EMAIL peter@belhusracing.com.au

For receipt of unnamed transfer of ownership form

VENDOR

BUYER

1. Please finalise payment and delivery arrangements at the Sales Office within one hour of purchase.
2. Horses will not be released from the sales ground unless the acknowledgement of purchase docket is presented at the sales day office by the purchaser or their agent (presentation of docket by float drivers will not be accepted).
3. This purchase will be invoiced to the purchaser detailed above, who is solely responsible for payment. If payment is not made in full within the agreed payment term, interest at 1.25% per month will apply. Invoice name and obligation to pay cannot be transferred by the purchaser or another party after completion of this document.



Dr Susannah Thompson Hawke
BVSc MANZCVS MRCVS
GradDipAnimChiro RacingDip
P O Box 325
ROMSEY Victoria 3434 Australia
M. +61 412 687053
susannah.vet@gmail.com

Veterinary Certificate

Sale: Yearling Sale 2019 - Gold Coast Premier Magic Millions
Lot Number: 342
Horse: Exosphere, Amaliehaven bay filly '17
Brands n.sh: G over H vertical bar off.sh: 45 over 7
Pedigree as in the catalogue.

At the request of Peter Morley of Belhus Syndications a post-purchase veterinary examination of the above horse was undertaken at the Magic Millions Sales Complex, Bundall, Queensland on 11/01/2019.

Clinical Examination

The clinical examination included heart auscultation, ophthalmic eye examination, teeth examination, limb flexion and joint palpation which were normal.
The mammary glands and vulva were normal in appearance. There was no evidence of previous abdominal surgery, infection or disease, laminitis or ataxia. The horse was in very good health (condition score 3). The horse was examined at rest and at the walk only.

This was a big scopey filly that walked and turned well.

In my opinion, at this time, the filly presented as suitable for purchase as a racehorse as can be determined from the examination performed as described.
The horse is suitable for public syndication and mortality insurance.



Dr Susannah Hawke
BVSc MACVSc GradDipAnimChiro DipRacing
AVA # 1477 VRBV # 2936
Date of report: 13/01/2019

This certificate has been prepared for inclusion in the disclosure statement issued by the Syndicate and at the time of examination can be relied upon as a true document. The issuing veterinarian has no financial or other interest in the Syndicate or monies raised from the Syndicate. The examination was performed using EVA guidelines.

Dr Susannah Thompson Hawke
ABN 80 365 224 945





Insurance Certificate



Magic Millions Insurance Brokers Pty Limited
ABN 12 107 459 290 AFSL No. 305391
Level 10, 1 Elizabeth Plaza, North Sydney NSW 2060
P.O. Box 1329 North Sydney NSW 2059
Tel (02) 8913 1650 Fax (02) 8569 2065
Website: www.magicmillionsinsurance.com

Peter Morley
Belhus Racing Stables As Manager
Manager: Peter Morley
2 Ashmere Drive
Bullsbrook WA 6084

New Cover
TAX INVOICE **I1045654**

Our Reference : MMI NSY B1124 0327751/000

Premium 1,322.81

Date : 16.01.2019

Stamp Duty 132.28

Class : RUR - Bloodstock - SMMI

Broker Fee 77.19

Placed with : Swiss Re International SE, UK Branch

Fee GST 7.72

Policy No. : SRUK0000822/2019

GST Total 7.72

Period : 10.01.2019 to 01.08.2019

Total Amount A\$ 1,540.00

IMPORTANT NOTES

INSURED NAME: Belhus Racing Stables As Manager

NEW POLICY FOR: Lot 342 - 2017 Exosphere x Amaliehaven Filly

SUM INSURED: \$50,000

Your Account Manager is Sara Ryman

Email : sara@magicmillions.com.au

TERMS - NET 14 DAYS - Please forward your remittance to ensure cover. Please refer to your **DUTY OF DISCLOSURE** obligations and other important notices overleaf. Claims must be notified immediately as late notification may cause denial of liability in some instances. Unless we tell you otherwise in writing, we receive commission in addition to any broker fee mentioned above. Please ask us for any further information.

METHODS OF PAYMENT:

Total Due A\$ **1,540.00**



Name of Bank : St George Bank
Bank Address : L3 1 Chifley Square, Sydney NSW 2000 Australia
BSB Number : 332 003 Account Number : 5539 97779
Swift Code : SGBLAU2S (Overseas Currencies)
Reference Number : MMI NSY B1124

BPAY & Credit Card AUD Transactions only



Bill Code : 237644
Reference : 010456540065

Telephone & Internet Banking - BPAY®

Contact your bank or financial institution to make this payment with your cheque, savings, debit or transaction account. More info: www.bpay.com.au



Visit our website to pay using your Visa, Mastercard or Amex
www.magicmillionsinsurance.com
Client Ref: MMI NSY B1124 Invoice Ref: I1045654

Please note: An Administration Fee inclusive of GST will be charged at 0.65% for Debit/Credit Card (Visa/Mastercard) and 1.75% for Amex.



Post cheque payments together with this payment slip to:
P.O Box 1329 NORTH SYDNEY NSW 2059
made payable to Magic Millions Insurance Brokers Pty Ltd



We can assist with your premium:-
Should you wish to obtain a Funding Quote for t
invoice, please contact us on 02 8913 1650 & ask for
Sara Ryman





RACING COLOURS

All Belhus Racing Stables' syndicated

Horses race in our colours of; Royal blue, white star, checked sleeves and cap.

INFORMATION FLOW

As one of our owners, you are constantly updated by e-mail or telephone as to the progress of your horse. You'll even get to know what all of our syndicated team are up to by receiving our weekly newsletter 'Sharing Winners' via e-mail. When it's time for your horse to trial or race, fields and comment are sent to you at weights and acceptance stage in addition to a post race summary too.

LET'S GO RACING!

Belhus Racing Stables work very selectively and offer a small number of horses each year that have passed our strict criteria for selection.

Belhus horses have collectively won millions in prizemoney! Success on the track has been frequent through the deeds of horses such as; **HOT JULES** (Group 1 WATC Derby), **DEVILISH DEALER** (Group 2 WATC Guineas, Group 3 Hyperion Stakes, Listed Challenge Stakes), **HOT SHOT BROTHER** (G3 AJ Scahill Stakes), **REIGNING HALO** (Listed Melvista Stakes, Listed Peters Quality), **GENUINE GIRL** (Listed Crystal Slipper Stakes), **SPIRIT OF JULES** (Listed Dayana Quality), **PRIZE CATCH** (9 wins and stakes winner), **Miss Belhus** (4 wins, stakes placed), **Smooth Mover** (4 wins, stakes placed Burgess Queen Quality Stakes), **Ascolta** (stakes placed two year old), **Danish Sea** (Stakes placed three year old), Mexican Mist (8 wins), Xaarphonic (8 wins), Baron Orczy (7 wins), Kingston Classic (7 wins), Fire From Ice (6 wins), Port Regis (6 wins), Paseo Del Prado (6 wins), Rabooth (5 wins), Girl In A Storm (5 wins), Henry The Pharoah (5 wins), Polish Pleasure (5 wins), Mutineer (4 wins), Static Zap (4 wins), Halopak (4 wins), Swiss Watch (4 wins), Bobby Benzine (4 wins), Smooth Mover (4 wins), The Moon Day (4 wins), Military Secret (4 wins), Yamunotri (3 wins), Belle De Plume (3 wins), Etch In Ice (3 wins), Red Geisha (3 wins), Stride Out (3 wins), Zabriski, Well Connected, Trade Aura, The Black Flash, Another Orbit, Scarlet Artist, Decision To Go, Mystery Morn, Mr Charisma, Magical Marscay, Cheque Mate, Accretive, It's Judgement Day, Elms, Winning Ticket, Minimalist, Classy Cat, Portree In Motion, Benny Benzine, Te Waewae Bay, Kickatinalong, Astronomite, Solar Sky, Navy Blue, Deep Purple, Norske Code etc

Product Disclosure Statement



THIS STATEMENT MUST BE FORWARDED TO POTENTIAL SUBSCRIBERS

Prior to the Holder of a Dealer's Licence advertising, or making an offer of shares in a racehorse in any form, he must provide Racing and Wagering Western Australia with the following information, together with the Application for Approval of the Product Disclosure Statement.

Note: RWWA prepares its Pro Forma documents to assist Promoters to comply with the requirements of their licence. The items listed below are not meant to be exhaustive and RWWA does not accept liability for the contents of PDS', which remain the responsibility of Promoters. The substantive content requirements of a PDS are governed by the Corporations Act 2001, in particular section 1013 C-F. Promoters should also refer to ASIC Policy Statement 168 for guidance on what should be listed in a Product Disclosure Statement.

NOTICE TO POTENTIAL SUBSCRIBERS

THIS PDS SHOULD BE READ IN ITS ENTIRETY.

BEFORE DECIDING TO ACQUIRE A SHARE(S) IN THE HORSE HEREIN DESCRIBED YOU SHOULD CONSIDER THE SUITABILITY OF THIS PRODUCT TO YOU.

IF YOU ARE IN ANY DOUBT AS TO THE COURSE YOU SHOULD FOLLOW YOU SHOULD CONSULT THE PROMOTER OR YOUR BLOODSTOCK ADVISOR TO ENABLE YOU TO MAKE AN INFORMED DECISION AS TO WHETHER TO SUB-SCRIBE TO THIS PRODUCT.

Full name of Promoter: Peter Morley..... AFSL No.226693

Address: 2 Ashmere Drive, **BULLSBROOK WA 6084.**

Belhus Racing Stables

'Space Race' Syndicate

1. Horse Description: This syndicate is being formed as a racing syndicate. At the time of approval of this PDS, the horse is a 1 year old bay filly by **EXOSPHERE** from Amaliehaven, Microchip Number 985100012126980. She'll be trained at Ascot (WA) by Trevor Andrews.

2. Purchase & Syndication Details: The horse to be owned by the syndicate was purchased from the 2019 Magic Millions Yearling Sale by The Promoter Mr P. Morley for the sum of \$50,000 plus GST. When the new syndicate is complete, the owners will receive clear title to the horse. Itemisation of actual and estimated costs pertaining to the purchase and public syndication of this horse are as follows:

· <u>Acquisition Costs:</u>	\$51,350
Fall of hammer price \$50000, Sales Attendance Costs (shared between the number of horses purchased) \$1050, Vet certificate \$150, Endoscope examination \$150.	
· <u>Promoters Margin:</u>	\$ 5,000
10% on purchase price \$5,000.	
· <u>Interstate Transport:</u>	\$ 2,365
Gold Coast to Perth (Ramseys) \$2365.	
· <u>Post Sale Costs:</u>	\$ 6,350
Agistment (Gold Front Farm) to 31/3/19 \$1700,	
Breaking in (approx. 6 weeks) 1/4/19-15/5/19 \$3000,	
Agistment 16/5/19-30/6/19 \$1350,	
Worming, teeth, farrier etc \$300.	
· <u>Insurance:</u>	\$ 1,400
Cover (\$50,000) to August 1st 2019 \$1400.	
· <u>Administration & Marketing Costs:</u>	\$ 8,000
General business costs such as postage/printing/telephone/ staff wages, sales commission, accounting and ASIC audit compliance, commercial interest, insurance (workers comp/public liability/ professional indemnity), advertising/promotional & website provision etc, are all costs non specific to this horse that are incurred by The Promoter and need to be recouped in exactly the same way that any other business recoups their costs-by incorporating them into their retail price of the products or services they sell. These costs are estimated on a share cost basis between the average number of horses we offer for sale per year. \$8000	
Total	\$74,465
GST	\$ 7,446
<u>TOTAL</u>	<u>\$81,911</u>

i.e 20 equal shares priced at \$4,095 each

3. Pedigree/Vet Report: The horse's pedigree and the performance of it's Sire and Dam, in addition to a purchase invoice and a post sale vet report/appraisal are all included in the brochure containing this PDS. Immediately after purchase, this horse underwent a regular post sale upper respiratory laryngoscope evaluation by a veterinary surgeon approved by the auctioneer and passed the conditions of sale.

4. Share Price & Syndication Costs: The syndicate shall consist of twenty (20) equal shares priced at \$4,095 each (inc GST). In the event that syndication and promotional costs exceed the estimate of expenses, The Promoter will make good the shortfall. Likewise, any surplus funds available after paying all such expenses remain the property of the Promoter.

5. Owners Agreement: In purchasing a share, the owners agree to appoint a Belhus Racing Stables' representative as manager who shall hold a 'managers share' of zero value in the ownership of the horse and shall be listed as the first-named person recorded by the Registrar of Racehorses in the official ownership records pursuant to AR1 of the Rules of Racing for the purposes of managing the horse as specified within this PDS. The first named purchaser of a share shall as a condition of membership transfer the managerial powers of the syndicate to the Belhus Racing Stables' representative who will have full responsibility for the management of the syndicate. Each owner similarly appoints the representative and will do all things necessary to give effect to this clause for the duration of the syndicate. In all instances the 'managers share' shall not entitle the holder to any share of prize money won, and shall be solely for the purposes of managing the horse generally. In consideration of the fact that the services provided by Belhus Racing Stables to manage the syndicate, maintain communications between the stable and the owners to a professional standard demand considerable expertise, time, effort and resources, Belhus Racing Stables will be entitled to withdraw a management fee from the syndicate pool of \$1,100 inc gst per calendar month (which is budgeted for, and included in the quarterly syndicate fees).

6. Syndicate Fees & Commencement Date: In estimating the cost of maintaining a racehorse, every attempt has been made by The Promoter to establish a sufficient budget. Owners contributions to the upkeep of the horse and the syndicate are estimated as an annual figure and averaged out at a rate of \$220/month per 5% share billed quarterly in advance, commencing on July 1st 2019. By signing this agreement, the purchaser acknowledges that they understand the syndicate fees and are in a financial position to pay them.

7. Banking Details: All funds for the syndicate are held in a dedicated account at The Bendigo Bank. The account is titled, The Belhus 'Space Race'.

8. Prize Money Distribution: Prize money won by the horse is paid directly to each member at the end of the month it is received by the Manager from the relevant racing authority. In Western Australia, the industry standard deductions of 10% of gross prize money for the trainer, and 5% of gross prize money for the jockey apply.

9. Success Fee: In the event of the horse earning prizemoney in Group or Listed races, or races where the advertised prizemoney is \$150,000 or more, Belhus Racing Stables charge a success fee of 5% of gross money earned.

10. Future Sale of Horse: In the event that the horse is sold during the currency of the syndicate for more than the original purchase price, Belhus Racing Stables will be entitled to the sum of 8% of the sale value of the horse (plus gst).

11. Trophies: Belhus Racing Stables retain the first option to purchase any trophies won for promotional purposes, however they shall regard the advertised value of the trophy as prizemoney and the amount shall be divided up equally between the partners pro rata to their shareholding. In the event of Belhus Racing Stables not exercising their option to purchase a trophy, a ballot will be held amongst the partners, and the winner of that ballot may then purchase the said trophy at the advertised value with the amount being divided up equally between the partners pro rata to their shareholding.

12. Racehorse Re Education Programme: At Belhus Racing Stables, we take pride in taking great care of our horses after they've finished their racing careers. We think that it's extremely important to give our horses every possible opportunity to be re trained for an alternative equestrian discipline. So, in the majority of cases, if a horse hasn't been sold on or is being used for breeding purposes (fillies and mares), then after it's retirement from racing is agreed upon by the majority of the partnership, we bill all owners the sum of \$110 per 5% share (often offset against unused fees or bonds) to go towards the horses re-education programme. This enables us to send the horse to a professional person skilled in the process of retraining a racehorse to become a horse suitable for off the track use. This extra little bit of post racing care and training should get them to the stage where they can be tractable and reliable, thereby giving them every opportunity of being placed with new owners in good homes where they'll be well treated, loved, and can lead a long and happy life after racing...

13. Insurance: The horse currently has a \$50,000 insurance cover (mortality and life saving surgery) with Magic Millions Insurance Brokers valid until August 1st 2019. We recommend that all owners continue with insurance after this date, which we can easily arrange, however it's entirely optional on an individual basis.

14. Managerial/Syndicate Decisions: All general decisions pertaining to the racing career of the horse will be made by the trainer and the Manager in their capacity as industry professionals. Major decisions such as selling, retiring the horse, changing trainer, etc, shall be referred to the owners for further discussion and a simple vote if necessary. The owners, by agreeing to purchase a share in the horse, also agree to abide by majority syndicate decisions.

15. Syndicate Members Default Protection Clause: To protect the interests of all owners, a default clause is contained in this agreement. In the event of an owner failing to meet his or her financial obligations to the running of the horse by a period of 30 days, the Manager shall have the authority to offer the share for sale for a period of 7 days and then sell the share to the highest offer received. In the event of a surplus of funds after the sale, The Manager is entitled to deduct any incurred costs (including collection agency recovery costs) from the proceeds before any balance is returned to the original owner. In the event that the sale of the share does not produce a surplus of funds, the Manager may use the services of a collection agency in an attempt to recover any further monies outstanding to the syndicate.

16. Thoroughbred Risk Awareness: The Promoter advises potential investors that thoroughbred horse racing is a high risk venture and any financial input should be treated as a speculative investment only. Potential purchasers in shares offered by the Promoter should be aware of possible investment risks, which may include, but not limited to:

- i) Not all horses offered for syndication, proceed to a racing career.
- ii) Not all horses offered for syndication win or earn prizemoney.
- iii) Injuries, which may require an extended recuperation period, may terminate the horse's racing career.
- iv) A stud career is not guaranteed for horse's offered by the Promoter as the principal purpose of the establishment of the partnership is a racing career. Further, The Promoter advises that there may not be a potential 'after market' for shares in any racing partnership, nor is The Promoter or the Partnership Manager under any obligation to find buyers or sell shares on behalf of investors. Potential purchasers of shares in horse racing syndicates and partnerships should regard any financial input as a hobby, and should expect to remain in the syndicate or partnership for its natural term.

17. Cooling Off Period: The Promoter shall abide by a standard five day cooling off period upon placement of investment funds for this syndicate. Following advice received in writing from the investor within five days of signing the official documentation that he/she does not wish to proceed with the purchase, The Promoter will refund the investment amount in full.

18. Unfulfilled Subscription: In the event that this syndicate has not been fully subscribed within 6 months from the date of approval by the Lead Regulator, or where the Racing Authority has refused to register the syndicate, all moneys paid by purchasers, in addition to interest (based on standard commercial rates), will be returned to investors within (10) business days.

19. Financial or Beneficial Interest in Sire or Dam: The Promoter, Manager or any of their associates declares it has never held a financial or beneficial interest in, or held any rights to the Sire or the Broodmare of the Horse subject to this scheme, nor are entitled to a free service to the horse's sire.

20. Sample Testing under the Australian Rules of Racing: Under the Australian Rules of Racing, a participant may elect to have a horse tested for a prohibited substance with the cost of the testing to be borne equally by all participants (whether or not they elected to have the horse tested).

21. Promoters Disclaimer 1: The Promoter is not aware of any fact or occurrence which would render any statements pertaining to this PDS or to the horse that is the subject of this PDS to be materially inaccurate at the time of issue of this statement. Further, The Promoter acknowledges that any veterinary or valuation certificates have been submitted by persons who will receive no additional benefits, (financial or otherwise) from The Promoter or his associates, apart from the fees that such a person would normally be entitled to.

22. Promoters Disclaimer 2: The Promoter does not indirectly influence experts such as Trainers, Veterinarians or Valuers to provide advice which is biased, nor do these experts have any commercial reason to provide advice which is biased. In an instance when the Promoter or trainer retains a share in the horse, the share is regarded as a commercial investment and the appropriate fees are apportioned to the trainer or Promoter as they are to all shareholders.

23. Complaints Handling Procedure: Investors are reminded that The Promoter is the holder of an AFS Licence (number 226693), and as such, has a complaints handling procedure in place. Any complaints to do with the purchase of shares in racehorses received by his office will be answered in writing within seven (7) working days. Should a satisfactory agreement not be reached in due course, then the matter may be taken to the Financial Ombudsman Service, of which the Promoter is a paid up member.

RWWA Disclaimer

A copy of this PDS has been lodged with RWAVA pursuant to the Class Order issued by the Australian Securities & Investments Commission. No liability as to the contents of this Product Disclosure Statement is taken by RWWA, its officers, employees or agents. In particular (but not without prejudice to the generality of this disclaimer) RWWA does not warrant and has no responsibility for, the commercial merits of the scheme referred to in the PDS, the manner in which the Syndicates/Partnerships are operated, or the taxation advantages (if any) to which the Scheme may give rise.

Statement by Promoter

I confirm that:

- a) the statements contained in this Product Disclosure Statement in relation to the syndicate are true, and not misleading in their form or content.
- b) the Product Disclosure Statement contains all information which the investors and their advisers would require and reasonably expect to find in the Product Disclosure Statement for the purpose of making an informed assessment about investment in the syndicate.

Signature of Promoter _____

Date _____

Statement of Subscriber

I declare that I have read this Product Disclosure Statement shown above in relation to the 1 year old bay filly by EXOSPHERE from Amaliehaven.

Name of Shareholder: _____

Address: _____

_____ Post code _____

Phone: _____ Mobile _____

Email: _____

No of shares: _____

Signature of Shareholder _____

Date _____