



THE RACEHORSE SYNDICATION SPECIALISTS

www.belhusracing.com.au

Here's A Good Early Running Type That Has Been Personally Selected By Ascot Trainer Trevor Andrews!



Trevor Andrews went to the recent Magic Millions Perth yearling sale with one task in mind for the Belhus group, and that was to find us a good, early running type at an affordable price-and it looks like he's done it! What a nice colt this is!

He's by the evergreen winner getting stallion MAGNUS who on the track was a winner at the highest level (Group 1) and at stud has done exceedingly well having produced Group 1 winners too. MALAGUERRA, MAGNIFISIO and GREAT SHOT are each Group 1 winners, and they head an impressive list of winners sired by Magnus including ENBIHAAR (G2 Blue Diamond Fillies Prelude), MAGNAPAL (G3 Naturalism Stakes), the 3 time Listed winner and Perth trained MALIBU STYLE, and also the Magic Millions Perth 2yo Classic winner THE RIVER. Even at the time of writing, our very own flying filly in NSW Norse Code has had just 4 starts for 2 wins carrying the blue and white Belhus colours. There's hardly a week goes by without the progeny of Magnus winning somewhere around Australia-or even in Asia too-and his winners to runners ratio in excess of 70% is among the highest in Australia and puts him easily in the top 5 taking into account all stallions!

This colt hails from a good female family, and he's a half brother to 3 city winners. His first dam Arcade Game was a city winner who at stud has produced 3 winners, his second dam Balfine was a stakes winner of 7 races to a mile, while at stud has had 5 to race with every one them a winner including the multiple Melbourne winner and



stakes placed Our Spur. Further down his pedigree page, his third dam Fine Arcade, although unraced has produced 8 winners including the very good Perth sprinter Corporate Memory. It's a well known Western Australian family that just keeps on producing winners, and of course with the success of Magnus's progeny locally through horses like Magnifisio, Great Shot, The River and Malibu Style etc, we're very hopeful that he'll be adding his name to the list too!

From a physical point of view, he's very impressive as you can see from the photo. He's a correct individual, a strong muscular type who looks like he's capable of running early and maybe be a candidate for the Magic Millions race at Pinjarra next year amongst others. He's eligible for the Westspeed Incentive Scheme which means a chance of greater returns for owners, and of course, he'll be trained at Ascot by Trevor Andrews who has enjoyed so much success over more than two decades now.

I hope you can join me in sharing the ownership of this exciting young racehorse...

Peter Morley

Account of BELLBRIDGE PARK, Myalup, WA.



Lot 7 (100% GST)

BAY COLT

Barn M

Foaled 22nd September 2017

Branded : CM5 nr sh; 5 over 7 off sh

Sire	Flying Spur	Danehill	Danzig
MAGNUS		Rolls	Mr. Prospector
2002	Scandinavia	Snippets.....	Lunchtime
		Song of Norway.....	Vain
Dam	Corporate Raider	Biscay	Star Kingdom
ARCADE GAME		Vain Queen	Vain
2002	Balfine	Zabaleta.....	Shecky Greene
		Fine Arcade	Manacle

MAGNUS (AUS) (Bay 2002-Stud 2008). 4 wins to 1200m, AJC Galaxy H., Gr.1. Sire of 421 rns, 296 wns, 15 SW, inc. SW Malaguerra (BTC Cup, Gr.1), Magnifisio, Great Shot, Enbihaar, Platinum Kingdom, Magnapal, Prince of Brooklyn, Miss Promiscuity, The Alfonso, Volcanic Ash - Volcanic General (Mal), Malibu Style, The River, Alpha Beat, Missy Cummings, Prettyhappyaboutit, SP Magnufighter, Streets of Avalon, Gredington, etc.

1st dam

ARCADE GAME, by Corporate Raider. **3 wins** at 1200m, 1400m, WATC Ellicorsam H., 3d WATC Sir Mardia H. Three-quarter-sister to **Corporate Memory**, half-sister to **Our Spur**. This is her eighth foal. Her seventh foal is an unraced 3YO. Dam of five foals to race, **three winners**, inc:-
 Pinball Wizard (g. by Trade Fair). **5 wins** 1200m to 1300m, \$112,000, to 2017-18, WATC Seacorp H., Pinjarra RC Mandurah Lock & Key H., 2d WATC Amelia Park Lodge H., 3d WATC Awesome Rock H., Tabtouch H.
 Korenica (f. by Trade Fair). **4 wins**-3 in succession-1300m to 1410m, WATC MM Electrical H., Perth Ice Works H., 2d WATC Westspeed Nursery H.
 Tommy Who (g. by Blackfriars). **3 wins** at 1100m, 1200m, WATC Addfuel FCC Fuel Conditioner H., 3d WATC Amelia Park H., Westspeed P.
 State That (f. by State City). Placed.

2nd dam

BALFINE, by Zabaleta. **7 wins** 1000m to 1670m, \$116,730, WATC Emu Export Classic H., **L**, UBS Mortgages Sprint H., Bungler H., Bunbury RC AHA Cup, 2d WATC Gourmet H., Parade Quality Sprint H., Mamselle H. Half-sister to **Corporate Memory**. Dam of 6 foals, 5 to race, **all winners**, inc:-
Our Spur (Flying Spur). **9 wins** 1600m to 2200m, \$464,450, MRC Counsel H., Mal Seccull H., MVRC Tabaret After the Last H., Yarra Valley Cup, MVRC Labour Day Holiday H., Essendonfc.com.au Trophy H., 2d VRC Chester Manifold S., **L**, Gibson Carmichael S., **L**, MRC Barton S., **L**, 3d MRC Easter Cup, **Gr.3**, Mornington Cup, **L**, Geelong Classic, **L**.
 Malachy. **5 wins** 1200m to 1600m, WATC Geoff Murphy 28 Years H.
 Arcade Game. **3 wins**. See above.
 Forever Generous. **2 wins** at 1100m, 1200m, WATC Westspeed 3YO H., 2d WATC Westspeed 3YO H., Yellowglen H., 3d WATC Westspeed 3YO H.
 Balttime. **7 wins** 1100m to 1406m, 2d WATC Jungle Comedy H.

3rd dam

FINE ARCADE, by Manacle. Unraced. Half-sister to **PRIORITY ROAD**, Vegahoney (dam of **LA VOLTA**, **TEREVEGA**), Fine Decision (dam of **RODIN**). Dam of 11 named foals, all raced, **8 winners**, inc:-
BALFINE (Zabaleta). **7 wins**. See above.
Corporate Memory (Corporate Raider). **8 wins**-1 at 2-1000m to 1400m, \$160,845, WATC Serheed Welter H., Qantas Viva Holidays H., February H., Aurora H., 2d WATC O'Grady Lefroy Sprint H., Sunday Times Welter H., 3d WATC Goodwood Sprint H., **L**, Beaufine S., **L**, Bunbury S., **L**.
 Memory Fine. **5 wins** at 1200m, 2d WATC Toyota Landcruiser H., 3d WATC Optus Grand Prix H., Kalgoorlie-Boulder Race Round H. Grandam of-
COULEUR BIZARRE (So Secret). **6 wins** at 1016m, 2200m, \$359,160, to 2017-18, Bunbury Cup, **L**, WATC Ramelius Resources H., Schweppes H., Peacock Bros H., Subiaco Football Club H., 2d WATC Crown Towers H., 3d WATC Tabtouch H.-twice, 4th Pinjarra Cup, **L**.



Vet Report



**Ascot Equine
Veterinarians**

66 Matheson Road, Ascot WA 6104
PO Box 236, Maylands WA 6931
T (08) 9277 7737 · admin@ascotequinevets.com.au
ABN 23 193 816 647

21st February 2019

VETERINARY REPORT

LOT 7 2017 BAY YEARLING COLT

**SIRE: Magnus
DAM: Arcade Game**

BRANDS: NSS: CM5 OSS: 5 over 7

On 18th February 2019, the above described horse was examined at Magic Millions Perth sale, for the purpose of syndication. He is a strong compact type with good bone and conformation and a nice free walk.

Based on my examination, which involved a clinical exam for health, conformation and type, as well as a review of the repository X-rays, and also a post sale endoscopic examination of the upper respiratory tract by Dr Kim Rose, I find the above described horse fit for the purpose for which the partnership is being formed, that being to race.

This certificate has been prepared for the inclusion in the Promoter's Disclosure Statement of the colt in question. This certificate may be relied upon by potential investor's; 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.

Dr Julia Vines BSc(hon) BVMS(hon)

Dr Peter Harding
BSc (Hons) MANZCVS MVS DACVS
Registered Specialist in Equine Surgery

Dr Annemarie Cullimore
MVB MANZCVS MVSc DACVIM
Registered Specialist in Equine Medicine

Dr Emma Hill
BSc BVMS (Dist)

Dr Julia Vines
BSc(Hons) BVMS(Hons)

Dr Kim Rose
BSc BVMS

Dr Anika Kalka
BSc BVMS(Dist)

This is a 20 share syndicate priced at \$4,750 each, which includes the share in the horse, and all other acquisition, transport and holding costs incurred to April 1st 2019 which is the date that syndicate fees commence for all owners irrespective of sign up date.

The fees are set at \$220 per calendar month (billed quarterly in advance) and are budgeted to include all normal and expected costs associated with racing a horse including training, agistment, farrier, transport, vet bills, incidental expenses, syndicate 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 of a racehorse bestows 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!**



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!



Insurance Certificate



Inglis Insurance Brokers

ABN 75 000 011 307 ACN 000 011 307 AFS 239131
NSW PO Box 388 | Moorebank 1875 | Tel +612 9399 7999
VIC PO Box 1165 | Tullamarine 3043 | Tel +613 9333 1422

CERTIFICATE OF INSURANCE

From: Sinead Flannery 0416 243 696 sinead@inglis.com.au

We hereby confirm that we have arranged the insurance cover mentioned below:

Belhus Racing Stables
2 Ashmere Drive
BULLSBROOK WA 6084

Date: 21/02/2019

Our Reference: MORLEY

NEW POLICY

Page 1 of 2

Class of Policy: FALL OF HAMMER
Insurer: Certain Underwriters At Lloyd's B0799UD183210L
Corn Exchange 55 Mark Lane LONDON EC3R 7NE
ABN:
The Insured: Belhus Racing Stables

Policy No: 2017ARCADEGAME
Invoice No: 23579
Period of Cover:
From 18/02/2019
to 01/08/2019 at 4:00 pm

Details:

See attached schedule for a description of the risk insured

IMPORTANT INFORMATION

The Proposal/Declaration:

- is to be received and accepted by the Insurer
 has been received and accepted by the Insurer

The total premium as at the above date is:

- to be paid by the Insured
 part paid by the Insured
 paid in full by the Insured
 paid by monthly direct debit

Premium Funding

- This policy is premium funded

We hold binding authority from the insurer. This means that we as the insurer's agent can arrange insurance without reference to them. This certificate attaches to your policy wording and should be read carefully to ensure its accuracy.

Signature:

On behalf of: **Inglis Insurance Brokers**



Insurance Certificate

Schedule of Insurance

Page 2 of 2

Class of Policy: FALL OF HAMMER	Policy No: 2017ARCADEGAME
The Insured: Belhus Racing Stables	Invoice No: 23579
	Our Ref: MORLEY

BLOODSTOCK SCHEDULE:

LOCATION: AUSTRALIA AND/OR NEW ZEALAND INCLUDING TRANSIT WITHIN AND BETWEEN BOTH COUNTRIES

NAME	SIRE/DAM	COL	SEX	DOB	SUM INSURED
1. Lot 7 PER	Magnus/Arcade Game	B	C	2017	\$71000

USE: Flatracing

COVER: Death as a result of an accident, illness and/or disease occurring during the period of insurance. Subject to policy conditions and exclusions.

CLAUSES ATTACHING

Theft
Part Ownership
Wobbler Syndrome
Surgical Operations
Full Premium If Loss
Terrorism Exclusion
Avian Flu Exclusion
Hendra Virus Exclusion
12 Months Extension (annual period only) - on renewal to existing Underwriter
Disclaimer
Complaint Procedure
Agreed Value Clause
Automatic Additions Clause
Life-saving surgery costs up to \$10,000 (\$1,000 excess)

SPECIAL CONDITION:

- we draw your attention to condition 1. of the policy that at the commencement of this Insurance the horse is sound and in good health and free from any illness, disease, lameness, injury or physical disability whatsoever. The underwriters' acceptance of a Veterinary Certificate or Declaration of Health shall neither remove nor reduce this requirement. However once the Veterinary Certificate or Declaration Of Health has been accepted, the burden of proving that the horse was not in sound health or free from injury, illness or disease shall be upon the Underwriters.

IMPORTANT NOTE REGARDING UNISURED RISKS:

- this insurance does not provide cover for claims arising directly or indirectly as a result of an accident, illness or injury of which you were aware, occurring before the commencement date of this insurance, whether disclosed to us or not.

PROPER CARE, AND YOUR DUTY IN EVENT OF INJURY/ILLNESS OR DEATH:

You are required to, at all times, provide proper care and attention for each HORSE and;

- in the event of any illness, disease, lameness, injury, accident or physical disability whatsoever of or to the Horse, immediately at your own expense employ a VETERINARIAN and, if required by the Underwriters, allow removal of the HORSE for treatment.
- in the event of the death or humane destruction of the HORSE immediately at your own expense arrange for a POST MORTEM to be done by a VETERINARIAN and submit a copy of the report to underwriters as soon as possible after the death or HUMANE DESTRUCTION of the HORSE
- in the event of Illness/Injury/Death immediate notice is to be given to Inglis Insurance Brokers and we will instruct a VETERINARIAN on the Underwriters' behalf if deemed necessary - at no additional cost to you.

OUR PRIVACY POLICY

We are committed to protecting your privacy. We use the information you provide to advise about and assist with your insurance needs. We only provide your information to the insurers with whom we deal (and their representatives). We do not trade, rent or sell your information. If you don't provide us with full information, we cannot properly advise you and you could breach your duty of disclosure. You can check information we hold about you at any time. For more information about our Privacy Policy, ask us for a copy or visit our website.

HOW WE ARE PAID

The amount of the base premium specified herein is the amount due to the underwriters.

We are paid a commission by underwriters calculated as a percentage of the base premium and we receive it when you pay the premium or at a later time agreed with the insurer. If we act on your behalf and you cancel insurance and obtain a refund of premium, you agree that we can keep the commission. If we did not do this, we would not be properly paid for the services we provide you.



Sales Invoice



MAGIC MILLIONS SALES PTY LIMITED

GOLD COAST | HEAD OFFICE

PO Box 5246, GCMC, QLD 9726 AUSTRALIA (28 Ascot Ct, Bundall QLD 4217)

ABN 54-078-396-317

P +61 7 5504 1200 **F** +61 7 5531 6888 **E** info@magicmillions.com.au

www.magicmillions.com.au

Mr Peter Morley
Belhus Racing Stables
2 Ashmere Drive
BULLSBROOK WA 6084

**2019 PERTH YEARLING SALE
MONDAY, 18 FEBRUARY 2019**

TAX INVOICE

Date: 26-Feb-2019

Account: BELH

Invoice number: 10006815

Terms: 90 Days

Lot	Description	Sire/Dam	Sale Price	GST	Total
7	B. Colt	Magnus (AUS)/Arcade Game (AUS)			
	Purchase of Lot 7 at 2019 Perth Yearling Sale		66,000.00	6,600.00	72,600.00
	Scoping for Lot 7 at 2019 Perth Yearling Sale		150.00	15.00	165.00
	Nomination to WA Race Series for lot 7 at 2019 Perth Yearling Sale		1,050.00	105.00	1,155.00
SUBTOTAL			\$67,200.00	\$6,720.00	\$73,920.00
TOTAL AMOUNT DUE					\$73,920.00



PAYMENT OPTIONS

By EFT directly into our ANZ account:
Magic Millions Sales Pty Ltd
BSB: 014704
Account: 353807627
Swift Code: ANZ BAU 3M
Please quote **BELH** and **10006815**
Please fax your remittance to +61 7 5531 6888

By Cheque payable to
Magic Millions Sales Pty Ltd
ABN 54 078 396 317

PO Box 5246
Gold Coast Mail Centre QLD 9726
Telephone +61 7 5504 1200
Facsimile (Accounts) +61 7 5531 6888
Facsimile (Bloodstock) +61 7 5531 7082



Account	BELH
Reference	10006815
Amount Due	\$73,920.00



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 Invader’ 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 colt by **MAGNUS** from Arcade Game, Microchip Number 985100012132774. He'll be trained at Ascot by Trevor Andrews.

2. **Purchase & Syndication Details:** The horse to be owned by the syndicate was purchased from the 2019 Perth Magic Millions Yearling Sale by The Promoter Mr P. Morley for the sum of 66,000 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>	\$66,300
Fall of hammer price \$66,000, Vet examination \$150, Endoscope examination \$150.	
<u>Promoters Margin:</u>	\$ 6,600
10% on purchase price \$6,600.	
<u>Post Sale Costs:</u>	\$ 1,400
Transport to agistment \$150, Agistment to 30/03/19 \$1,050 Worming, teeth, farrier etc \$150, Unnamed Horse Transfer \$50	
<u>Bonus Schemes</u>	\$3, 600
Westspeed Extra \$2600 (payable to RWWA from April 2019) Magic Millions (Perth only) \$1,000	
<u>Insurance:</u>	\$ 1,470
Cover (\$66,000) to August 1st 2019 \$1,470	
<u>Administration & Marketing Costs:</u>	\$ 7,000
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. \$7000	
Total	\$86,370
GST	\$ 8,637
TOTAL	\$95,007

i.e 20 equal shares priced at \$4,750 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 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 \$4,750 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 per 5% share per month (billed quarterly in advance), commencing on April 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, Belhus Racing 'Space Invader'.
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. 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 \$71,000 insurance cover (mortality and life saving surgery) with Inglis 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 syndicate is a racing career. Further, The Promoter advises that there may not be a potential 'after market' for shares in any racing syndicate, nor is The Promoter or the Syndicate 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 1yo bay colt by **MAGNUS** from Arcade Game.

Name of Shareholder: _____

Address: _____

_____ Post code _____

Phone: _____ Mobile _____

Email: _____

No of shares: _____

Signature of Shareholder _____

Date _____