

## **TOAST TRUST NO. 13**

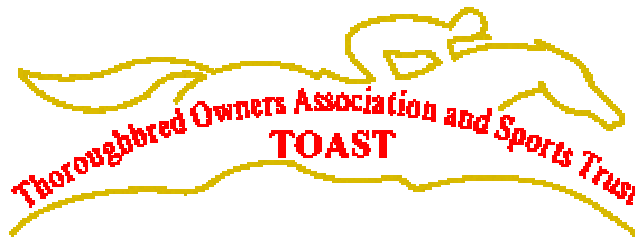
### Formation & Structure


**TOAST Trust No. 13** ("The Trust") is a venture initiated by the Thoroughbred Owners Association and Sports Trust ("TOAST") aimed at pooling racehorse owners who want to be part of the one of the most exciting sports in Singapore at an affordable price. This will bring the enjoyment and thrills of horse racing and owning racehorses at a relative low cost to the enthusiasts.

TOAST Trust No. 13 consists of one horse, which has already been selected under lease terms. The Trust will manage and race this one horse ("Racehorse"), therefore eliminating the need for stakeholders to invest time, knowledge or expertise to plan and look after the needs of the Racehorse.

#### **Terms & conditions:-**

|                  |   |
|------------------|---|
| No. of Stakes:   | 20 Stakes (5 Stakes Available)  |
| Offer Price:     | S\$4,750.00 per Stake   |
| Membership Fees: | To subscribe 2 years of TOAST term membership at S\$120/year equivalent to S\$240/- to be paid prior to becoming a stakeholder of the said Trust  |
| Optional Fees:   | To subscribe 2 years of MRA membership at S\$570/ year equivalent to S\$1,140 to be paid prior to becoming Trust Stakeholders and registration of the TOAST Trust No. 13 Stable with MRA  |
| Leasing Period:  | The Racehorse will be leased for two (2) years commencing 1 May 2008. At the end of Leasing Period, Stakeholders may vote to continue with the lease for another two (2) years on the recommendation of TOAST. Leasing Period can be shortened if the Racehorse is certified unfit by the Official Veterinary Surgeon of Singapore Turf Club or recommendation by TOAST |
| Proceed Sum:     | S\$95,000   |
| Use of Proceeds: | Freight and Quarantine .....\$17,000<br>Training Fees ..... \$62,400<br>Marketing ..... \$ 8,000<br>Administration, etc ..... <u>\$ 7,600</u><br>Total..... <u>\$95,000</u>   |



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|--------------------------------|---|
| Refund Upon Early Termination: | Upon termination of a horse's lease due to shortened leasing period, any refund due from the "Use of Proceeds", i.e. training and administration, will be pro-rated. There will be no refund for freight while refund for marketing (if any) will be at the discretion of TOAST. All the prices for the items listed under the "Use of Proceeds" are fixed. |
| Prize Monies:                  | 50% of the net prize monies distributed in equal shares amongst number of Stakes and 50% to owners of the racehorses for 1st, 2nd and 3rd placings. 100% of net prize monies for other minor placings distributed in equal shares amongst number of Stakes  |
| Distribution:                  | Distribution of prize monies will be at the end of every Quarter (March, June, September or December) upon receipt from Singapore Turf Club in that said quarter.   |
| Racing Manager:                | Ms Constance Cheng  |
| Racing Colours:                | Black & green hoops, yellow sleeves and cap.    |
| Racing Stables:                | TOAST Trust No. 13 or other stable name to be determined by TOAST in the form of sponsorship (if any)   |
| Name of Racehorse:             | Love Academy  |
| Trainer:                       | Michael Clements  |
| Payment Mode:                  | In full on application. TOAST term membership fees are to be paid prior to becoming Stakeholders  |
| Liabilities:                   | Stakeholders who have paid the Offer Price in full will not be exposed to any further liabilities   |
| Redemption:                    | There is no provision for Stakeholders to request TOAST to redeem or get full refund of their Stakes during the Leasing Period unless Leasing Period is shortened.  |
| Transferability of Stakes:     | Stakeholders are allowed to transfer their Stakes by way of a private sale or transfer, subject to compliance of rules and regulations for transfer by Malaysian Racing Association ("MRA"). Only fully paid-up Stakes are allowed to be transferred. The transferee is required to be a TOAST member also.   |
| Guarantee:                     | No guarantee is made that the Stakeholders will receive their original Stakes after the Leasing Period or any distribution during the Leasing Period due to uncertainties in the racing industry  |