

Frequently Ask Questions – Basic Ownership - 1-1-18

1. How big are the shares? How many can I buy?

Each share represents 1% of the racehorse. You can buy 1, 2, 3, or 4 shares. If you are interested in more than 4 shares, see FAQ # 11.

2. How is the Price of a share determined?

The Price is equal to 1% of the FMV (Fair Market Value) plus 10%. The 10% is to cover administrative costs. For example: the Price of a share of a horse racing with a \$10,000 claiming tag would be \$110 per share.

3. How do we know what the FMV (Fair Market Value) is and how is it determined?

The FMV, which is a term internal to this program, will be published with that horse's information on our website. It is 1st: the amount of an actual transaction within the last 60 days; or, 2nd: the average claiming price of the last 2 starts if no actual transaction within last 60 days; if neither of those two documented events are available, then DCR will determine the FMV.

4. What happens if the horse is claimed?

We will replace it as quickly as practical with another horse of similar caliber and transfer your shares to the new horse. You will incur no expense; your monthly statement amount will be reduced accordingly.

5. Can I buy shares in more than one horses?

Yes. In fact, we encourage it because it diversifies your investment.

6. How do we find out when the horse(s) will race?

Primarily through our Facebook page, our website, or the USTA website. We may also develop a weekly email to all members. (Feedback on the best ways to communicate is very much appreciated.)

7. Can I sell my share(s) to someone else?

Not directly. We would need to buy them back from you first; then they can be made available to others.

8. When does the program end?

At this time we are considering the basic ownership program to be ongoing without a planned end date. However it will certainly evolve and benefit from member input. We will review the terms at the end of each meet and attempt to limit any necessary changes to align with the end of racing at one track and the beginning at the next track.

9. Will the flat-rate monthly fee of \$30 per share ever go up?

It may in the future but not before September 2018. We will evaluate our costs annually and adjust only if necessary. Reminder: The flat rate per share applies to members who have 4 shares or less of a given horse.

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10. If I decide I no longer want to be a member, how do I exit the program?

We ask that you stay involved for at least 90 days. After that we can buy back your shares at the current FMV should you decide you must leave DCR. We could then offer those shares for sale to others.

11. If I wanted to buy 10 – 20 shares, or even more, of a horse, can that be done? How would it work?

Yes. We would work with you individually and if the shares are available we will do our best to meet your needs. Reminder: members with 5 or more shares are required to be licensed by the Ohio State Racing Commission and join the USTA. We can assist with that process.

12. Where do the horses race?

Primarily at the Ohio tracks:

- Hollywood Gaming Dayton Raceway September thru December
- Miami Valley Gaming January thru May
- Eldorado Scioto Downs May thru September
- Northfield Park (occasionally) January thru December

13. Is there a contract to sign?

We ask everyone to sign a Member Agreement if they are new to the DCR stable.