

DREAM CATCHER RACING – SUMMARY OF PROGRAMS

September 1, 2018

Program 1 – Basic Ownership - Members own shares of a specific racehorse. This program targets those with a casual interest but a desire to get involved and learn basic aspects of ownership. Minimal risk for members with just few shares.

- Members receive net purse earnings; 1 share = 1%.
- Buy-in price is FMV + 10%; eg, if horse is valued at \$15,000, then price of 1 share is \$165.
- Can purchase any number of available shares. Fixed flat rate for monthly expenses (currently \$30/mo/share) for members owning less than 5 shares.
- Can purchase 10+ shares in 5 share increments; monthly expenses can fluctuate.
- Monthly statements; members can opt to net earnings against expenses.

Program 2 – Bundles - Members participate at the single share level for a “bundle” of all the DCR registered racehorses. Bundle packages are sized and priced “per start” assuring amount of race activity is known up front. Targets those whose priority is the entertainment; offers very minimal risk. Seeks larger number of members.

- Members receive 1% of net purse earnings of all “starts”.
- One-time buy-in cost per bundle set; fixed duration: from designated beginning date until purchased number of consecutive starts have occurred.
- All DCR starts count. However the specific horses in a bundle set could change.
- Usually kick off at start of each track’s meet (season); eg, Summer Bundles would kick off when racing starts at Eldorado Scioto Downs in early May.
- However, bundle sets can be purchased at any time (if shares available) and can be extended.
- Currently **Bundles** are offered in 4 sizes: (for 2018 the price is \$10/start for any quantity/size)
 - Bundle A = 20 starts \$200 (one-time cost – no additional expenses)
 - Bundle B = 30 starts \$300 “ “ “ “
 - Bundle C = 40 starts \$400 “ “ “ “
 - Bundle D = 50 starts \$500 “ “ “ “

Program 3 – Claiming Club - Members contribute in advance for an aggressive claiming opportunity. Targets those willing to accept risk for potential rewards. Seeks smaller number of members and those who understand risk and rewards of “claiming”.

- Minimum buy-in is 10 shares; additional in 10 share increments.
- Buy-in is based on claim price plus 5%; eg, minimum on a \$10,000 claim is \$1050 (10 shares).
- Monthly statements with expenses and earnings detailed.
- Contingent upon raising portion of funds in advance of “claiming”.

Note: New (first time) members are asked to sign a simple, one-page agreement.

