

Bourbon Lane Stable

2016 Yearling, LLC

A McMahon & Hill Venture

Why Bourbon Lane Stable



* Bourbon Lane Stable provides an opportunity to invest both financially and emotionally in athletes that compete for the pure joy of the competition and not a paycheck. The thrill of watching your horses thunder down the race track provides a rush unequaled in other sports. From early morning workouts to afternoons spent in the clubhouse, the access to your professional sports franchise is all encompassing and can be enjoyed with your family and friends.

Our Philosophy



- * At Bourbon Lane Stable you are a partner not a client, we never mark up our purchases or our services and management is fully vested
- Introduce both novices and experienced owners to a professionally managed thoroughbred racing franchise
- The 2016 Bourbon Lane Stable Yearling Partnership will purchase three horses giving our partners the best opportunity to have success on the track
- We aggressively manage the stable to maximize profits and minimize losses

Proven Track Record



- Since inception in 2010 Bourbon Lane Stable has purchased 44 horses for \$3,883,000 all at public auction with NO MARKUPS
- * Earnings on the race track since inception are \$2,784,749 in 250 starts and running 1-2-3 at a 45.2% clip
- Bourbon Lane Stable has sold or had claimed 27 horses for an additional \$1,124,000 with our remaining bloodstock conservatively appraised at \$1,275,000

Management Statistics



- 70 stakes horses purchased as yearlings, including 16 graded stakes horses
- * 31 stakes horses purchased as two year olds or older including 6 graded stakes horses
- * 114 stakes horses purchased including 78 graded stakes horses

Investment Terms



- Maximum capitalization: \$500,000
- Purchase three yearlings and maintain an expense budget designed to cover expected expenses into 2017*
- * Investment represents your pro-rata share of ownership and expenses
- Investment opportunities range from 25% to 2%
- Average number of partners in each LLC is 20, including many repeat partners and referrals

^{*} We do our best to prevent cash calls and manage the stable aggressively

Operations



- Managing Members are responsible for all management decisions, but all members will have an opportunity to provide input
- Financial statements are available to all members at any time and K1's are produced by industry leading C.P.A David Smith of Dean Dorton Allen Ford, PLLC
- Current trainers include Dan Blacker, Eddie Kenneally, John Terranova, Mark Hennig and Ian Wilkes

Why We Are Different



- NO MARKUPS You pay what we paid for our horses with no hidden charges or fees
- NO SALARIES Bourbon Lane Stable has no salaried employees, marketing staff, communications directors or paid advisors. We are professionals who are extremely good at what we do
- OUR COMPENSATION We charge an industry standard of 5% commission on our purchases. We charge 5% of gross proceeds. A portion (25%-50%) of our team's travel expenses are covered only when we travel on Bourbon Lane business. That's it. We challenge you to find another partnership as transparent and fair!

Partner Access



- * Our website provides access to our stable roster, entries, PPs, results, updated news, and the Bourbon Lane Store at <u>www.bourbonlanestable.com</u>
- * The weekly email provides comprehensive data on all Bourbon Lane Stable athletes with additional emails for specific partnership news
- Our Twitter feed @Bourbonlane and our private Facebook group have up-to-the minute news and comments from the management and partners
- * At the track, we strive to provide the ultimate racing experience

Membership Documents



- * An Operating & Admission Agreement are available upon request
- Testimonials can be found at <u>www.mcmahonandhill.com</u>
- References upon request

2016 purchases so far





Hip No. 98

Barn 5 Consigned by Paramount Sales, Agent XIV

Dark Bay or Brown Colt

Dark Bay/Br. Colt .		Street Cry (IRE)	Machiavellian Helen Street (GB)
		Justwhistledixie	
	Vindicated Ghost		General Jeanne
			∫Seattle Slew
			(Sliawberry neason
		Dixie Ghost	∫Silver Ghost
			Mississippi Dixie

By NEW YEAR'S DAY (2011), black type winner of 2 races in 3 starts at 2, \$1,154,000, Breeders' Cup Juv. [G1]. Half-brother to Mohaymen (5 wins in 7 starts to 3, 2016, \$952,850, Fountain of Youth S. [G2], Holy Bull S. [G2], Remsen S. [G2], etc.). Son of Street Cry (IRE) [G1], \$5,150,870, horse of the year, sire of 6 champions. His first foals are yearlings of 2016.

1st dam

VINDICATED GHOST, by Vindication. 2 wins at 5, \$77,375. This is her second foal. Her first foal is a 2-year-old of 2016, which has not started. 2nd dam

Dixie Ghost, by Silver Ghost. 6 wins at 3 and 4, \$236,952, 3rd Long Island H. [G2], Just a Game Breeders' Cup H. [G3], Beaugay H. [G3]. Dam of 6 foals, all winners, including--

SALUTE THE SARGE (c. by Forest Wildcat). 4 wins to 3, \$346,639, Best Pal S. [G2] (DMR, \$90,000), Hollywood Juvenile Championship S. [G3] (HOL, \$68,940), San Miguel S. [L] (SA, \$46,800), 2nd Del Mar Futurity [G1] (DMR, \$50,000), Norfolk S. [G1] (OSA, \$50,000). Set ntr. Sire.

CHELOKEE (c. by Cherokee Run). 5 wins in 10 starts, 2 to 4, \$385,785, Northern Dancer S. [G3] (CD, \$135,525), Barbaro S. [L] (PIM, \$60,000), 3rd Florida Derby [G1] (GP, \$100,000). Sire. MYMICH (f. by A.P. Indy). 6 wins, 2 to 4, \$287,976, Flawlessly S. (AP, \$26,625), 3rd Schuylerville S. [G2] (SAR, \$16,500), etc. Producer.

3rd dam

MISSISSIPPI DIXIE, by Dixieland Band. Unraced. Dam of 3 winners, incl.--Dixie Ghost. Black type-placed winner, see above.

Dixie Music. Winner at 3 and 4, \$61,440. Dam of 5 winners, including--Cayman Condo. 16 wins, 3 to 8, \$478,531, 3rd Maryland Million Sprint H.-R (LRL, \$15,000).

Pattysbuddy. 10 wins, 2 to 6, \$207,131.

Louisiana Purchase. Unraced. Producer. Granddam of Miss Oil (4 wins, \$144,331, 2nd Oakley S.-R, CNL, \$9,500, 3rd Oakley S.-R).

4th dam

- NASHIMA, by Nashua. 4 wins at 4, \$28,315. Half-sister to KILMONA (Prix de l'Opera-G2, Prix Chloe-G3, dam of ACTEUR FRANCAIS [G3], Total: [G3]; Dancer's Prince-G3. Dam of 2 winners, including-
 - DISMASTED. 14 wins, 3 to 5, \$629,803, Flower Bowl H. [G1], Long Island H. [G2], Violet H. [G3], Eskimo Pie Maryland Ladies S. [LR] (LRL, \$90,000), Drumtop H. [L] (BEL, \$52,650), Statue of Liberty S. [L] (BEL, \$33,360), etc. Dam of 9 winners, including--
 - Gen Stormin'norman. Winner at 3 and 4, \$162,900, 2nd Lamplighter H. [G3], Governor's H. [L] (SAC, \$14,350), etc. Sire. Native Crown. 9 wins, 2 to 5 in Panama, 3rd Premio Sociedad de Due-

nos de Caballos Native Ghost. Winner. Dam of ASSESSMENT [G3] (Total: \$535,844).

Breeders' Cup nominated. KTDF.

Second purchase



Barn 2



Hip No. 394 Consigned by Hunter Valley Farm, Agent Dark Bay or Brown Colt

Dark Bay/Br. Colt . March 2, 2015	Maclean's Music		Forty Niner
			Unbridled's Song
	Griost Friendly		∫Awesome Again Baby Zip
		User History	Mr. Prospector User Friendly (GB)

By MACLEAN'S MUSIC (2008), winner at 3, \$32,400. Half-brother to Kentuckian- [G3]. Son of Distorted Humor, \$769,964, Churchill Downs H. [G2]ntr, etc., leading sire, sire of 133 black type winners, 4 champions, including Funny Cide (\$3,529,412, Kentucky Derby [G1], Preakness S. [G1], Jockey Club Gold Cup [G1], etc.). His first foals are 2-year-olds of 2016.

1st dam

GHOST FRIENDLY, by Ghostzapper. Winner at 4, \$22,002. This is her second foal. Dam of--

Illustrissime (c. by Mizzen Mast). Placed in 2 starts at 3, 2016 in France. 2nd dam

USER HISTORY, by Mr. Prospector. 3 wins at 3 and 4, 45,377,000 yen in Japan. Total: \$418,501. Dam of 8 foals to race, 7 winners, including--Zen Spirits. 2 wins at 3, 41,670,000 yen in Japan. Total: \$368,229.

3rd dam

USER FRIENDLY (GB), by Slip Anchor. 5 wins in 8 starts at 3, 443,082 pounds in England, European horse of the year, European champion filly at 3, hwt at 3 on European Free H. twice, hwt at 3 on English Free H., Coalite St. Leger [G1], Gold Seal Epsom Oaks [G1], Aston Upthorpe Yorkshire Oaks [G1], baily Star Oaks Trial S., 3rd Aston Upthorpe Yorkshire Oaks [G1]; winner in 1 start at 3, 153,638 euro in Ireland, Kildangan Stud Irish Oaks [G1]; winner at 4, 533,572 euro in France, hwt at 3 on French Free H., Grand Prix de Saint-Cloud [G1], 2nd CIGA Prix de l'Arc de Triomphe [G1]; winner at 5, \$42,634 in N.A./U.S., 3rd Live the Dream S. [L] (DMR, \$9,776). Total: \$1,764,938. Sister to Williamshakespeare. Dam of 10 foals to race, 8 winners, including--

DOWNTOWN. 2 wins at 3, 73,140 euro in Ireland, Boss Croker Centenary Give Thanks S. [G3]. Total: \$100,370.

Two Miles West. Winner at 3, 25,756 euro in Ireland, 2nd Challenge S.; 7 wins, 4 to 9, 89,534 pounds in England, 2nd Queen's Vase [G3]. Total: \$199,046.

User Cat. Unraced. Dam of 5 foals to race, 3 winners, including--

Obsequious. Winner at 2 and 4, \$202,797, 2nd Herecomesthebride S. [G3] (GP, \$30,000), 3rd Boiling Springs S. [G3] (MTH, \$16,500), etc.

Curnin. Winner at 2, 18,790 pounds in England, 3rd Normandie Stud Prestige S. [G3]. Total: \$35,239. Producer.

4th dam

Rostova, by Blakeney. 4 wins in England, 4th Ormande S. [G3]. Half-sister to JUDD-G3; GLASHON. Dam of 3 winners, including--

USER FRIENDLY (GB). Black type winner, see above.

Williamshakespeare. 2 wins at 5 in Sweden, 2nd Skanska Faltrittklubben I Jubileumslopning; 6 wins in Norway; placed in England. Friendlier. Unraced. Dam of **GENDER AGENDA (GB)** (to 4, 2015, Robert J.

Friendlier. Unraced. Dam of **GENDER AGENDA (GB)** (to 4, 2015, Robert J. || Frankel S. [**G3**], SA, \$60,000, etc., Total: \$287,358), **Madame Defarge**. Pure. Unraced. Dam of **Champions Gallery** (3rd Hong Kong Derby, sire).

Breeders' Cup nominated. Registered New York-bred.

Investment Opportunities



- * Bourbon Lane Stable Two Year Old Partnership (opening March 1)
- * Bourbon Lane Stable Yearling Partnership (opening June 1)
- Spruce Lane Pinhooking (opening September 1)
- Consider an investment in each!

Aftercare



- * At Bourbon Lane Stable we take care of our own
- When we deem a horse that once wore our colors is at risk, we take action
- We actively claim or purchase privately any horse that appears to be at risk and retire them to the Bourbon Lane Stable field at Old Friends, KY
- The majority of partners actively participate in these efforts although it is not financially required