



JUNE 2011 NEWSLETTER

Shareholder/Friends

It is fair to say that the only industry that is thriving at present is the mining industry and those who supply its needs!

There has been much said and written regarding the state of the thoroughbred industry recently, a large number of breeders have struggled to keep their heads above water for the past few seasons and Racing is under pressure and desperately in need of a court case victory in the race field legislation case before the Supreme Court to deliver much needed funds for all participants.

On top of this the thoroughbred breeders are to fight another case against the introduction or acceptance of artificial insemination in thoroughbreds, claiming the Australian Stud Book rules are restrictions on trade etc.

A win in both will provide long term security and certainty for all participants, a loss in one or heaven forbid both will move the goal posts for all participants and the long term future of the industry will be unclear for some time.

We believe no matter what happens our investment in two top quality stallions will serve us well in the future irrespective of the outcome regarding the AI case.

More on these issues at a later date.

KBS STOCK REPORT

SNITZEL (stallion share)

What a season he is having with some 34 individual winners so far including 4 stakes winners and well over \$2,300,000 in stakes, his most recent stakes winner the G2 Sires Produce Winner and G1 TJ Smith Stakes second placegetter over 1600m in "Hot Snitzel". He has sired winners over distances from 900m to 2200m which demonstrates his versatility as a Stallion.

It would not be unreasonable to see him with close to 40 individual winners for the season.

At a service fee of \$27,500 gst incl one would expect him to serve his largest and best book of mares on his return from Japan.

Star Witness

He went to the UK to do a job and didn't disappoint with an unlucky second in the G1 Kings Stand Stakes followed by a third in the Golden Jubilee Stakes on a heavy track, conditions which did not suit were against him so it was a solid effort. His latest effort in the G1 July Cup to finish out of a placed was that of a tired horse. He will return to Australia after 12th July to take up Stud duties at Widden Stud.

His book of mares is sure to be full in his first season and we hope a Northern Hemisphere shuttle can be arranged with a suitable stud in the near term.



BROODMARES

KEELA

Still looks in good order and is due to foal late August/ Early September to Northern Meteor then is to be mated to SNITZEL Northern Meteor whose oldest progeny are weanlings are selling well at the sales which augers well for his yearlings in the forthcoming sales.

BALMORAL BELLE(NZ)

Has settled into her new environment at Riverslea Farm and is due to foal also late August early September to Charge Forward then is to be mated to Star Witness.

She has a colt by Charge Forward in training with Bart Cummings named Sonic Blast who recently won a metropolitan Race at his second start. He won like a promising horse and we look forward to following his racing career in the Spring.

YEARLING

DYLAN THOMAS/ KEELA COLT

Is developing into a nice type and we are hopeful that he will do well in the sale ring next year. Dylan Thomas was the best horse according to champion jockey Keiran Fallon that he has ever ridden, tough and all quality to which his six Group 1 victories in Europe/ UK are testament. His yearling sold well this year and his first Northern Hemisphere runner is a 2yold winner in Ireland.

RACEHORSES

MILLENIUM RULER

As is usual with Guy Walter trained horses is being brought along quietly heading for races towards the end of July early August.

MILLENIUM HAWK

He is spelling at Riverslea Farm and is in great order, he will leave for his new training environment in Grafton at the end of July, all being well he should be racing late October early November.

FASTNET ROCK/TAKE CARE(USA) FILLY

Has been back with Colin Little at Caulfield for further education after being broken in and spelled.

Colin really likes her saying she's a real, professional strong, intelligent and knows what she has to do and is hopeful that she will be an early 2yo runner.

She is yet to be named.

Regards,

Steve Bilich