

# LRF SARATOGA CLAIMING FUND 2018





## THE CLAIMING FUND

Start spreading the news! One of LRF's most popular partnerships - The Claiming Fund - is coming to Saratoga for 2018. The 2018 Saratoga Claiming Fund is twelfth overall (previous fund locations include Chicago, California, and Florida). These claiming funds have become a staple LRF offering, designed to provide investors with a unique racing opportunity and a bevy of action on the racetrack.

The 2016 California Claiming Fund was close to terrific returns due to the private purchase of Be Mine. The 3yo filly was defeated by a nose in back to back graded stakes races. Because of her potential residual value, the Fund finally closed after two full years.

Over the years, LRF Claiming Fund horses hit the board over 50% of the time and have earned nearly \$1 million dollars. Fund horses include Jomelo (below), who won back to back starts, and Fighter Squadron who set a track record at Los Alamitos.





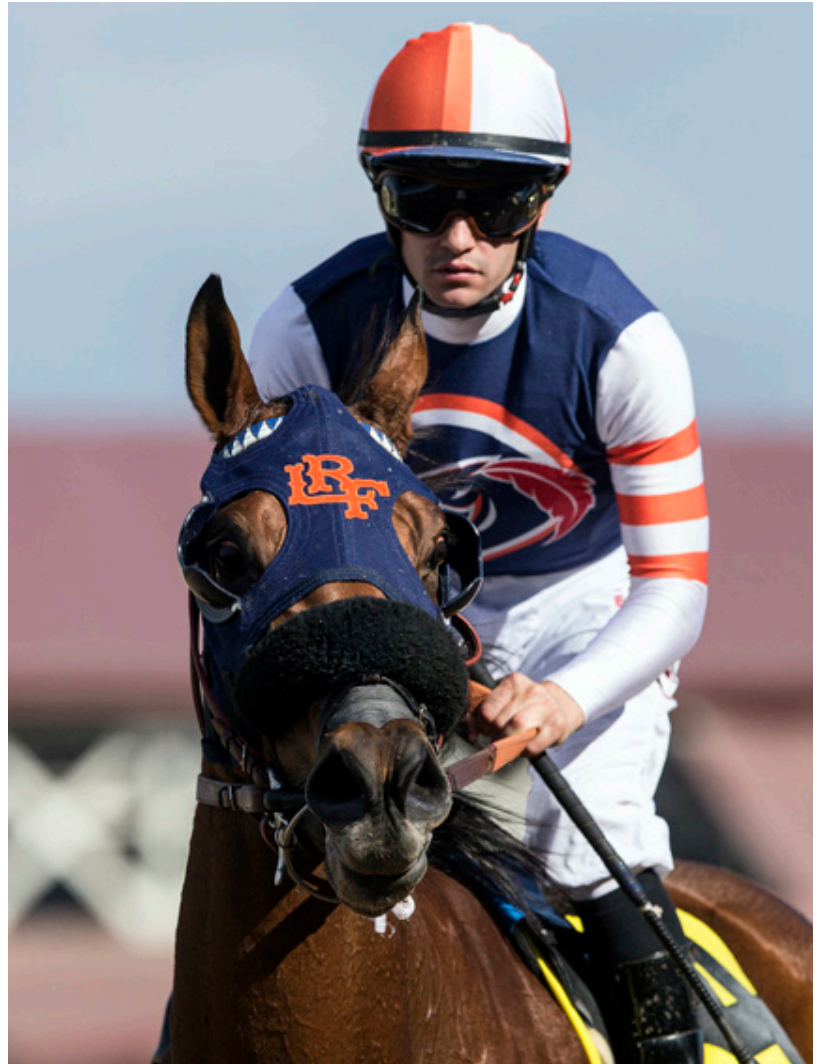
## THE OPPORTUNITY

Past California Funds have also included horses such as: Achak, winner of five races and earned a start in the GIII Native Diver; Deluxe Bus, who won three straight races; Going For a Spin, who finished second in the B Thoughtful Stakes; and New Bay, who won his first start for LRF before starting in the GII Triple Bend Handicap.

For the first time, the LRF Saratoga Claiming Fund will feature one of the best in the business, trainer Michelle Nevin. Nevin is not only a high-percentage trainer, she also loves the claiming game and is extremely excited for the opportunity to find a diamond in the rough or two for LRF. Also, Sean Feld will be LRF's executive on the ground in Saratoga.

Horses will be purchased from a claiming race or through private purchase.

The Fund will close in May 15th with the premise of finding horses specifically to run at Saratoga this summer.



***“If you want action, lots of races and lots of fun, the Claiming Fund is the partnership for you!”***

*Tom Vilas, LRF Partner*



# CLAIMING FUND PROCESS

### **Proprietary Selection Process**

The Managers will search through applicable claiming races in New York. The primary focus is to find a first time starter with potential, a second time starter who may not have shown their best first time out, or a proven horse we believe has been mismanaged. In addition, we have a historical perspective of all trainers and will use “Trainer Psychology” to try and answer the most critical question of all, “Why is this trainer running this horse in this spot?”

### **Race Day Selection**

Unlike purchasing a horse privately or from a sale, we may not “vet” a potential claim before buying. Therefore, one of the most important aspects of a successful claim is the information gathered in the paddock before the race. The team has only approximately 25 minutes to observe a potential acquisition on the race track grounds and decide whether to “drop the claim” or pass.

### **Race Track Management**

Claiming horses is similar to playing poker. There is an abundance of strategy before the final cards are revealed. Once a horse is targeted and ultimately claimed, the management team will be responsible for placing the new acquisition in a race to maximize results. We will not be afraid to “drop” horses in for lower than their claiming price if it means a softer field and the potential of earning more purse money. Unless we hit a home run (like multiple GI winner Lava Man who was claimed for \$50,000 and went on to earn over \$5M), the goals of the Claiming Fund will be winning races and horse turnover.



## **ACTION. ACTION. ACTION.**

Obviously, one of the main draws of The Claiming Fund is the possibility of instant action. The LRF Management Team and it's trainers will pour through the Form, Sheets, and Workouts nightly while trying to identify horses to claim. This constant research leads to an abundance of communication with our partners.

Once a horse is earmarked as a potential claim, we will send out an email early in the day so that you, the partners, are privy to the information and may "ride along" as we see what happens. In many cases, we will pass on a particular horse during the physical inspection phase right before the race. In addition, we cannot begin to count how many times we've been a part of the "shake" after a race. A shake (a random draw of numbered marbles) occurs when two or more buyers put in a claim for the same horse. The entire process can lead to a heart pounding experience, especially if our potential claim wins the race by open lengths. Ironically enough, many of our best claims to date have been runners who have not performed very well in the race we claimed them. Remember, we are only rewarded for the horse's performance in races they run for us... not the race the horse was claimed out of.

In order to maximize your Claiming Fund investment, LRF may take minority interests in as many horses as possible. The more horses are we able to be a part of - even fractionally - the more action we will have on the racetrack.





## PARTNERSHIP BENEFITS

### WHAT'S IN IT FOR YOU?

The most important part of the LRF Experience is communication with our partners. Each partner receives daily/weekly emails detailing all of their horse's activities, including photos and videos from workouts. Our communication is always timely and specific and we make sure all of our partners are consistently informed about everything horse related... from upcoming races to recaps immediately following a race. We make sure every possible issue is clearly explained and make ourselves available 24 hours a day, 7 days a week to insure that our partners know exactly what is going on with their horses.

The key to LRF's success is the unequivocal attention paid to each partner. LRF provides owner seats on race day at every race track. LRF also provides total access for partners, who may visit their horses anytime, including to watch morning workouts. Partners are invited to the paddock before each race and encouraged to speak with our jockeys, trainers and all staff members and learn more about our great industry.





## WHY JOIN THE CLUB?

- Established in 2002.
- California's largest Racing Club, with over 400 active partners.
- Over 50% of LRF syndicates are made up of previous partners.
- Captured the GI Breeders' Cup Mile with Singletary in 2004 and finished third in the same race in 2016 with Midnight Storm.
- Sold GI winner Egg Drop for \$1,900,000 at 2014 Keeneland November sale.
- LRF Horses have finished in the money in 41 Stakes races including wins in the: Breeders' Cup Mile (G1); Matriarch (G1); Shoemaker Mile (G1); Santa Margarita (G1); Eddie Read (G2); Del Mar Mile (G2); Oak Tree Mile (G2); Arcadia Handicap (G2); Yellow Ribbon (G2); Goldikova (G2); La Jolla Handicap (G2); Buena Vista (G2); Native Diver (G3); SF Breeders' Cup Mile (G3); Seaway (G3); Ontario Matron (G3); Irish O'Brien; Thunder Road; Academy Road; Mademoiselle; Dream of Summer, Northern Spur, and the Time to Leave Stakes.
- 238 career victories from 1338 starts (18%) and over \$14,500,000 in lifetime purses earned.





## HOW DOES THIS WORK?

The figures below include all costs associated with LRF Saratoga Claiming Fund 2018, LLC.

Manager: Offering Little Red Feather Management

Size: Up to \$200,000. Partnership will close at \$100,000.

Min/Max Investment: PLEASE CONTACT US FOR SUBSCRIPTION INFO

Fees: 10% initial raise; 10% gross purses or revenue received; 10% subsequent asset sales fee; \$500 monthly management fee.

Term: Manager will wind-up and liquidate the Fund as soon as practical, but preferably by the end of 2018.

Targeted Return \$0 - \$15,000

Reports Unaudited quarterly capital statements; annual K-1; and annual audited financial statements if requested.

Rules Once an asset is sold or purse monies are earned, funds will be distributed to Fund partners and/or used to acquire additional horses. On or around December 1, 2018, Manager will determine which horses will be sold or kept in racing. A capital call may be required at that time.







CONTACT LRF

## READY TO JOIN THE LRF FAMILY?

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