

# ANNESTES THOROUGHBREDS

## 2020 Report

### Dear investors,

Dear Investors, Thank you very much for investing in Annetes Thoroughbreds Inc. We really appreciate your interest and hope that it has been an exciting and enjoyable experience for you. We hope that the pre-race zoom calls were interesting and provided some insight into the race and horse racing in general. We hope you appreciated the thoughts and insights of hall of fame jockey Jorge Velasquez, one of the all time greats and a real gentleman. We have worked hard to make this a worthwhile experience for everyone. We hope to have more success in 2021.

### We need your help!

We appreciate questions from investors about the horses and the business. Constructive feedback is always welcomed. We welcome comments and feedback as it relates to the SportBLX platform and please share your ideas on how we can enhance the user experience. Please share your positive experience with friends. Please let us know if the investment process was complex and what we can do to make the process easier. Here's success on the racetrack in 2021

Sincerely,

**John Hall**

CEO Adara Asset Management ( Board Member)

**George Hall**

Board Member

### Our Mission

We would like the company to be a powerhouse in the racing and breeding industries executing our mission to innovate and bring new owners into the sport. With Max Player's recent third place finish in the Belmont Stakes and Travers our farm has already gained significant traction in the racing industry. Besides owning runners in stakes races, we would like to have an established band of broodmares and stallion prospects to expose investors to the breeding business on the farm.

See our full profile



### How did we do this year?

#### Report Card

**The Good**

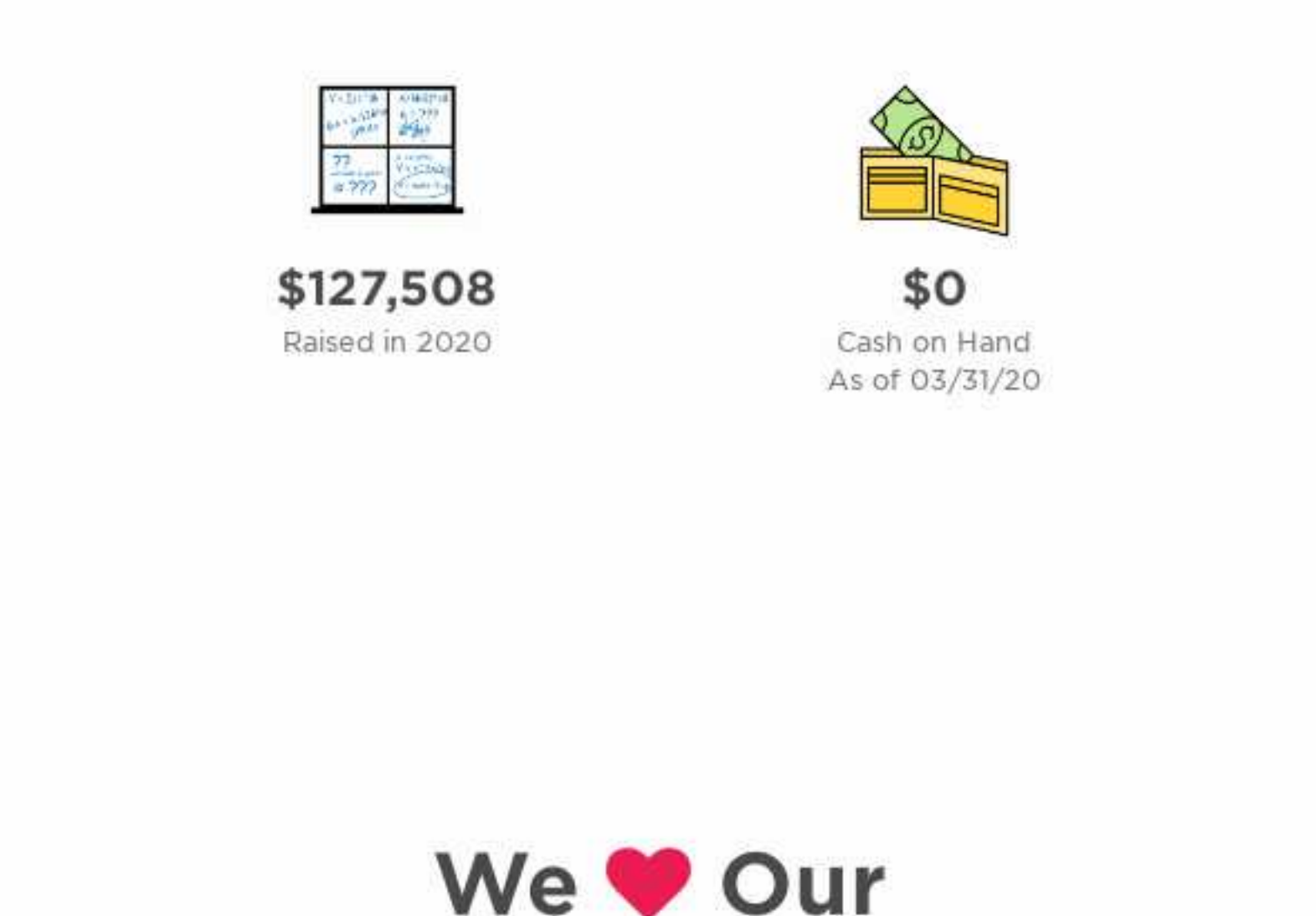
- Max Player was one of the best 3 year olds in the country in 2020 competing in the biggest 3 year old races
- The Munnings Filly sold for a nice profit
- Max Player was invited to compete in the richest race in the world in February 2021, the Saudi Cup

**The Bad**

- Swingman was forced to retire due to an injury suffered in March 2021
- Max Player did not run well in the Saudi Cup
- Swingman took a while to get to the track to race

### 2020 At a Glance

July 7 to December 31



### We ❤️ Our 225 Investors

Thank You For Believing In Us

- |  |   |   |  |   |   |   |
|--|---|---|--|---|---|---|
| Justin Miller<br>Daniel Czornyha<br>Peter Rawlins<br>John Wiedin<br>Kyle Bradley<br>Elvar Guddo<br>Alice McQuaid<br>Patricia M Majors<br>Jacob Simon<br>William Frederick Shealey<br>Norma Barnes-Euresti<br>Steven Krantz<br>Rosa Hoffman<br>Rob Miller<br>Kevin Delaney<br>Margaret Brinckerhoff<br>James B McCulloch<br>Stephen Duroso<br>Andrew Findysz<br>Richard Sewell<br>Todd G Van Die<br>Tyronne Habson<br>Steven Hiller<br>Frankie Sciolino<br>Mark A Welhe<br>Prospero D. Rosta<br>Leon S Lewis<br>Carl N Clarke Jr<br>George Hall<br>Dylan Callies<br>Lawrence Cautora<br>John Hahn<br>Michael Brandt | Brandon Sanders<br>Jonathan Poirier<br>Brad Tarr<br>Joseph De Perio<br>Mark Ramost<br>Kate Monahan<br>George W Schmidt<br>George Hall<br>Gregory Cross<br>John Barry<br>Michael Sanderson<br>Constance Gurtke<br>William Dodson<br>John Gagnon Jr<br>Alan Jay Schoenberg<br>Douglas Dean<br>Christopher Stoleae<br>Daniel Keilher<br>Will Minasi<br>Richard Mcquaid<br>Alek Fuentes<br>Kamele Maxwell<br>Adam Jankelowitz<br>Billy J Linsley<br>Angelo Garso<br>Ron Duke<br>Anthony Piccato<br>David Wimmer<br>Andrew Hall<br>Michael Friedman<br>Josh Gentner<br>Claire Hudson | Kenneth Stricklen<br>Mark L. Whitney Sr.<br>Tony Barreto<br>Bruce Phillipie<br>Nathan Swaczek<br>Rafael Adraderaza<br>Chris Kelle<br>Tyler Sloan<br>James DeKuster<br>Christopher Tenyson<br>Erica Sachse<br>Timothy J Lee<br>Anthony Wayne Cate<br>Christopher Lynch<br>John P Klatt<br>Robert Donati<br>Logan Lenz<br>Anthony Gillies<br>Carol Hall<br>Ellen Huth<br>E. Nicolas Morales<br>Kenneth N. Ryan<br>Joacuin Coffey<br>Michael Scott Mitchell<br>Richard Parente<br>Alexander Fernandez<br>Jason Ray Morgan<br>Cesar A Baez<br>Martin Shannon<br>William Armstrong<br>Maxwell Youngquist<br>Rodrick Flores | Bill Leshafft<br>Douglas G Sancosky<br>Stacy Smith<br>Jarrod Keltner<br>Pam Hoffmeister<br>Eric Back<br>Ronald Lieberman<br>Jarrett A Koemund<br>Michael Wade<br>Michael James Wells<br>Jake Tyler<br>Joseph Breazeale<br>Rodrigo Banuelos<br>Paul Taylor<br>Kevin Avery<br>Al Brennan<br>Tony Scussal<br>Jacob Siskhan<br>Kelly Wright<br>Charles Fouts<br>Terry Goff<br>Alli Breaney<br>Kris Bennett<br>Ronald S. Bowling<br>Thomas Kenny<br>Jason Weinberg<br>Jeffrey Scott Dudson<br>Daniel Strauss<br>Cameron Razi<br>Robert A Wilkinson<br>Andy Kocharian<br>Richard Walsh | Kenneth Drylie Sr<br>Richard Donna Stoddard<br>Hector Noe Castillo Jr<br>Steve Stratton<br>John Ditico<br>David Wharton<br>Chris Goodwin<br>Maximo Figueredo<br>Steve Brady<br>John Hall<br>Romulo Caceres<br>Kurt Dgrn<br>Michael J Grauman<br>Pattie Marcadante<br>Lee Szambecki<br>Rae Drews<br>Dan Kensy<br>Monique Ruiz<br>Ian Baxter<br>Dennis Kluk<br>Jennifer Hiller<br>Maura M Hoffman<br>Darren Thorpe<br>Dwayne Buchanan<br>Dantan James Wernecke<br>Noel Canelero<br>Nefetari Hells<br>John Hall<br>Michael Oconnor<br>Robert L Geocaris<br>Brian Thomson<br>Pablo Gonzalez | Ronnie L Watkins<br>Joseph Van Remmen<br>Charles Hartmann<br>Steve Oshins<br>Michael Marley<br>John R Baumann<br>Luiz Zamaron<br>Tony Spaziale<br>Archimedes Hobayan<br>Scott Pearson<br>Kendall B. Oxendine<br>Gregg Wolf<br>Jason Barkley<br>Glenn A Rossmann<br>John R Escude<br>Robert McNaughton<br>Nancy Evans<br>Mark Boylan<br>Alejandro Cuellar<br>Donna Wakefield<br>Darryl Tam<br>Terrance Green<br>Alma Rivera<br>Edward T Martin<br>Susan V Mustian<br>Michael Gross<br>Maxwell Barnes<br>Barry Stanton<br>Paulaette Johnson<br>William McLain<br>Craig Gibbens<br>Gerald Woolheaver | James Smith<br>Craig Hezier<br>Michele Velasquez<br>Mary Wiedin<br>Matthew Palla<br>Kevin Fraking<br>Peter Van Drumpt<br>David A Planstis<br>William Eichenberger<br>William G Brookman<br>Deborah A Walker<br>Rich Hermit<br>Jorge Velasquez<br>Jeanice L Akee<br>Vincent Novak<br>Chris Brannagan<br>Peter Reilly<br>Denise Harden<br>Christopher Schoepflin<br>Fernando Alvarez<br>Joseph Sole<br>Shayne Harris<br>Joseph Sciolino<br>Evan Rachtbach<br>Tyler Montavon<br>Richard Francis<br>Rodrick Ellis Loud DDS<br>Orelia L Polites<br>David McDonald<br>Michael J Fernandes<br>Larry Sturgeon<br>Richard Patricia |
|--|---|---|--|---|---|---|

### Thank You!

From the Annetes Thoroughbreds Team



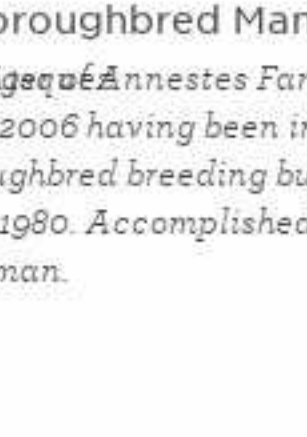
**John Hall**  
CEO Adara Asset Management ( Board Member)



**George Hall**  
Board Member



**Jorge Velasquez**  
Board Member



**Dale Holly**  
Thoroughbred Manager



**Joseph De Perio**  
SportBLX Securies

[https://en.wikipedia.org/wiki/Jorge\\_Velasquez](https://en.wikipedia.org/wiki/Jorge_Velasquez) Annetes Farms since 2006 having been in the thoroughbred breeding business since 1980. Accomplished horseman.

Co-Founder of Sport-BLX, Inc. Former Senior Portfolio Manager of Clinton Group, Inc., a family office and multi-strategy hedge fund firm.



**Tyler Sloan**  
SportBLX Securities



**Peter Rawlins**  
EVP SportBLX Inc

VP, Product & Marketing, of Sport-BLX, Inc. Prior experience includes consulting, marketing, and product oversight for global fintech and blockchain companies.

Executive VP, Trading and Execution, of Sport-BLX, Inc. Previously a Senior Managing Director Clinton Group, Inc.

### Details

The Board of Directors			
DIRECTOR	OCCUPATION	SECURITIES HELD	JOINED
<a href="#">John Hall</a>	CEO Adara Asset management @ Adara Asset management		2020
<a href="#">Jorge Velasquez</a>	Hall of fame jockey @ Jorge Velasquez		2020
<a href="#">George Hall</a>	CEO @ Clinton Group Inc		2020

Officers			
OFFICER	TITLE	SECURITIES HELD	JOINED
<a href="#">John Hall</a>	Secretary		2020
<a href="#">George Hall</a>	President		2020

Voting Power			
HOLDER	SECURITIES HELD	VOTING POWER	
K&G Stables	1 Class B Common Stock	100.0%	

Past Equity Fundraises			
DATE	AMOUNT	SECURITY	EXEMPTION
09/2020	\$110,828	Common Stock	4(a)(6)
09/2020	\$16,680	Common Stock	Regulation D, Rule 506(c)

The use of proceeds is to fund general operations.

Outstanding Debts	
None.	

Related Transactions	
Name	K&G Stables
Amount Invested	\$115,819
Transaction type	Priced Round
Issued	08/08/2020
Relationship	Sold Horses to the Company

Name	K&G Stables
Amount Invested	\$14,507
Transaction type	Offered Round
Issued	08/08/2020
Relationship	Service Provider

The transaction relates to management fees and boarding fees from inception through December 31, 2020

Capital Structure			
CLASS OF SECURITY	SECURITIES (OR AMOUNT) AUTHORIZED	SECURITIES (OR AMOUNT) OUTSTANDING	VOTING RIGHTS
Class A Common Stock	30,000	1,258	No
Preferred Stock	1	0	No
Class B Common Stock	1	1	Yes

Warrants:	
Options:	0
Warrants:	0

### Risks

The company has no intention of paying dividend payments on a regular schedule as revenues are irregular, seasonal, and unpredictable. The revenues, if any, of the company may be highly irregular and seasonal. While management will endeavor to sell horses for cash at the time of sale, there can be no assurance that other payment terms will not be required by the relevant market conditions. Revenues from racing winnings will depend upon the performance of the company's horses. Moreover, the payment of dividends is subject to the provisions of Delaware law, which condition the payment of dividends upon the company's having net earnings. Moreover, the payment of dividends is subject to the provisions of Delaware law, which limit the company's ability to pay dividends based on the Company's capital surplus or profits. The consequent variance in the amount or the timing of the company's dividends, if any, could pose particular risks for investors who seek to transfer their Shares at any given time.

Impact of non-compliance with regulations. The company is not registered and will not be registered as an investment company under the Investment Company Act of 1940, as amended (the "Investment Company Act"), and K&G will not be registered as an investment adviser under the Investment Advisers Act of 1940, as amended (the "Investment Advisers Act"). The company has taken the position that its interests in horses are generally not "securities" within the meaning of the Investment Company Act or the Investment Advisers Act. This position, however, is based upon applicable case law that is inherently subject to judgments and interpretation. If the company were to be required to register under the Investment Company Act or the Manager were to be required to register under the Investment Advisers Act, it could have a material and adverse impact on the results of operations and expenses, and the company may be forced to liquidate. The company may also be required to limit the aggregate amount of its investments in minority interests in horses, or in horses held through particular legal structures, in order to comply with the Investment Company Act. These restrictions could limit the ability of the company to invest in horses that management would otherwise believe to be desirable.

The exclusive forum provision in the company's Certificate of Incorporation may have the effect of limiting an investor's ability to bring legal action against the company and could limit an investor's ability to obtain a favorable judicial forum for disputes. Section IX of the company's Certificate of Incorporation contain exclusive forum provisions for certain lawsuits, see "Securities Being Offered - All Classes of Stock - Forum Selection Provisions." Further, Article VII of the subscription agreement for this Offering includes exclusive forum provisions for certain lawsuits pursuant to the subscription agreement; see "Securities Being Offered - All Classes of Stock - Forum Selection Provisions." The forum for these lawsuits will be the Court of Chancery in the State of Delaware. These provisions may have the effect of limiting the ability of investors to bring a legal claim against us due to geographic limitations. There is also the possibility that the exclusive forum provisions may discourage stockholder lawsuits, or limit stockholders' ability to bring a claim in a judicial forum that it finds favorable for disputes with us and our officers and directors. Alternatively, if a court were to find this exclusive forum provision inapplicable to, or unenforceable in respect of, one or more of the specified types of actions or proceedings, the company may incur additional costs associated with resolving such matters in other jurisdictions, which could adversely affect its business and financial condition.

The company may purchase insurance on its horses, which could require company