

Gulfstream Project Highlights

HiPoint Facility build at Palm Meadows Gulfstream part of 1S/T Racing and the Stronach Group																																									
Summary	The HiPoint solution will manufacture a premium quality year-round supply of wood shavings and added byproducts, biofertilizers, mulch and water from the used stall waste that is removed daily and disposed of at a huge cost to farm operations. Recycling the total waste stream of horses and R&D into hemp, ducks, donkeys and other ruminates.																																								
Vision	To be an essential closed-loop waste management recycling utility with an environmental protection mandate giving back to humanitarian and environmental causes worldwide.																																								
Mission	To produce the healthiest and most environmentally sustainable recycled agricultural products through natural Infusion and separation techniques while reducing leaching and methane off-gassing to preserve and protect our planet.																																								
Results	From a single waste stream, HiPoint creates profitable revenue streams while supporting waste management best practices and protecting the environment from further pollution in a closed-loop economy. Our goal is to “Protect & Provide.”																																								
Site	Palm Meadows Training Ground 8898 Lyons Rd, Delray Beach. Florida part of the Stronach group and 1/ST Racing at Gulfstream.																																								
Building	Palm Meadows has a viable 60,000 square foot steel and concrete building for HiPoint to build their process under. Building includes storage bins, hoppers, electrical wiring, PLC and electrical panels for our reuse that will reduce our overall budget.																																								
Deal Term Basics	<p>Stronach offers the building, and attracts trainers to verify the recycled bedding, is sold to trainers, and themselves, including sharing the overarching messaging of a green evolution in horse racing.</p> <p>HiPoint will build the Facility – and educate the bedding to trainers and support the business</p> <p>Stronach will get a lower price to buy the biofertilizer for use on their grounds</p> <p>Contract to be 7 to 10 years to maximize operations cost reductions to HiPoint & Stronach</p>																																								
Benefits & Savings to 1S/T Stronach Group <small>At maximum production volume</small>	<ol style="list-style-type: none"> 1. Reduction in hauling costs – estimated \$325,000 2. New revenue from bedding volume \$200,000 3. Loyalty program for trainers \$200,000 <p style="margin-top: 10px;">Creating operational saving/new revenues over 5 years of \$3.5 to \$6 Million Creating operational saving/new revenues over 10 years of \$7.0 to \$12 Million</p>																																								
Total non-diluted Build out over 10-12 months.	<table border="1" style="width: 100%; border-collapse: collapse; text-align: right;"> <thead> <tr> <th></th> <th></th> <th>Month 1</th> <th>Month 2</th> <th>Month 4</th> <th>Month 6</th> <th>Month 8</th> <th>Month 10</th> </tr> <tr> <th></th> <th></th> <th>March 1st</th> <th>April 1st</th> <th>June 1st</th> <th>August 1st</th> <th>October 1st</th> <th>December 1st</th> </tr> </thead> <tbody> <tr> <td>TOTAL G&A BUDGET</td> <td>\$ 535,000</td> <td>\$ 99,050</td> <td>\$ 51,067</td> <td>\$ 112,283</td> <td>\$ 101,950</td> <td>\$ 73,450</td> <td>\$ 97,200</td> </tr> <tr> <td>TOTAL BUILD BUDGET</td> <td>\$ 6,585,092</td> <td></td> <td>\$ 1,371,490</td> <td>\$ 1,810,986</td> <td>\$ 1,671,515</td> <td>\$ 1,331,101</td> <td>\$ 400,000</td> </tr> <tr> <td></td> <td>\$ 7,120,092.00</td> <td>\$ 99,050.00</td> <td>\$ 1,422,556.67</td> <td>\$ 1,923,269.46</td> <td>\$ 1,773,464.52</td> <td>\$ 1,404,551.36</td> <td>\$ 497,200.00</td> </tr> </tbody> </table>			Month 1	Month 2	Month 4	Month 6	Month 8	Month 10			March 1st	April 1st	June 1st	August 1st	October 1st	December 1st	TOTAL G&A BUDGET	\$ 535,000	\$ 99,050	\$ 51,067	\$ 112,283	\$ 101,950	\$ 73,450	\$ 97,200	TOTAL BUILD BUDGET	\$ 6,585,092		\$ 1,371,490	\$ 1,810,986	\$ 1,671,515	\$ 1,331,101	\$ 400,000		\$ 7,120,092.00	\$ 99,050.00	\$ 1,422,556.67	\$ 1,923,269.46	\$ 1,773,464.52	\$ 1,404,551.36	\$ 497,200.00
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<p>Impact on Sustainability & the Environment 2% of gross revenues paid out to humanitarian causes. Expansion of sites overseas: Belgium and UK attracting HiPoint to build. R&D into additional biomass recycling including low-cost electricity.</p>	
Water Quality	Dramatically improves water quality by reducing 100's tons of leaching phosphorus, fecal matter entering water supplies from inadequate storage and disposal.
Rivers	Canals are polluted from ag-waste costing millions to clean up in wastewater treatment plants. Rivers re polluted from phosphorous leaching directly from horse manure waste causing algae blooms and disrupting tourist revenues.
Deforestation	Reduces deforestation cause by bedding process +75% We only use one tree where non reusable bedding uses five trees.
Air Quality	Methane reduction - reduce 100,000 lbs. of methane per facility per year off- gassing.
Reduction in Fossil Fuels	Dry manure biomass can 'contribute' to reducing reliance on fossil fuels by burning the waste to 950oC into pure syngas to electricity. (R&D)
Externalities	\$7 million investment in a facility may mitigate the need for new water treatment plants that can cost more than \$100 million and /or reduce the need for repairs.
<p>Global Strategy</p>	
Market Potential	Global Opportunity with 52 million horses – research shows: 40 viable Facilities locations in North America with over 20,000 horses 40 Facilities in Europe and around the world reviewed 12 Countries with large horse populations in Europe. First sites Belgium and UK Middle East has large horse racing populations with interests in Facility review
Sector Potential	Environmental waste recycling and renewables sector (400 billion \$ industry)