



16 BRIDGEWATER STREET, BROOKLYN, NEW YORK 11222
TEL 718.383.5500

**NOTICE OF CHANGE IN STORAGE CHARGES IN CONNECTION WITH
WAREHOUSE RECEIPT**

Dear Customer,

July 16, 2010

On May 27th, 2010, the New York State Liquor Authority clarified its rules with regard to the storage of goods by a wholesaler for a retailer. In order to insure compliance with these rules, commencing August 21, 2010, Empire Merchants, LLC will change the fees associated with storage under a warehouse receipt. The changes will affect any inventory placed in storage or stored as of August 21, 2010. As required under your current warehouse receipt, we are giving you 30 days notice of these changes.

These revised fees are as follows:

- 25¢ per case storage fee will be assessed when goods are initially put into Storage. This storage fee covers the period from when the goods are purchased until the 20th of the month. The first of these charges will be assessed on or after August 21st. (Initial Storage Charge)
- In addition, storage charges will be billed at 25¢ per case per month based on the ending inventory in Storage on the 20th day of every month. The first of these charges will be assessed on September 20th. (On Going Storage Charge)

In order to facilitate the transition to this new policy and given that Empire Merchants will be on Summer Shutdown from July 19-30, 2010, the storage charge to be assessed on July 31, 2010 will be waived. In lieu of that charge, a 50¢ per case storage charge will be assessed on the ending inventory on August 20, 2010. This is a one time event to transition to the new policy.

If you accept the new fee structure, you do not need to reply to this letter and the new charges will be assessed for all goods in storage on or after August 21, 2010.

However, if you do **not** wish to accept the new fee structure, please complete the section attached and return **no later than August 13, 2010**. This document can be faxed to Empire Merchants at 718-383-3279 or mailed to the following address:

Empire Merchants, LLC
Attention: Karen Vento
16 Bridgewater Street
Brooklyn, New York 11222

Additionally, please note if you do **not** accept the new charges, Empire Merchants, LLC will not accept new Storage orders after August 20th and your remaining inventory will be charged 25¢ per case per month for monthly storage until removed.

If you have questions, please contact your sales representative. Thank you for your prompt attention.

Very truly yours,

Mario Gottesmann
Empire Merchants, LLC

