

**DEPARTMENT OF THE TREASURY  
ALCOHOL AND TOBACCO TAX AND TRADE BUREAU (TTB)  
WINE BOND**

EFFECTIVE DATE

5/1/05

*(See instructions below)*

PRINCIPAL  <p align="center"><b>HAZELNUT SPRINGS WINERY</b></p>		BUSINESS ADDRESS (Number, Street, City, State, Zip Code)  <p align="center">1191 Outlook Road Hazelnut Springs, CA 9999x</p>	
REGISTRY NUMBER		PREMISES ADDRESS (If different from the above.)  <p align="center">(Same)</p>	
SURETY (or Sureties)  <p align="center">Eversafe Surety</p>			
TYPE OF BOND (Check applicable boxes)	<input checked="" type="checkbox"/> WINE OPERATIONS BOND	<input type="checkbox"/> TAX DEFERRAL BOND	AMOUNT OF BOND (Total of operations and deferral coverage)
AMOUNT OF COVERAGE	\$ 2,000.00	\$	\$ 2,000.00
KIND OF BOND (check applicable box)			
<input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> STRENGTHENING <input type="checkbox"/> SUPERSEDING			

PURPOSE: The above principal has filed an application to operate, or is operating, the bonded wine cellar or bonded winery specified.

CONDITIONS: The above principal and surety (sureties) are bound independently and jointly for payment to the United States in the above amount of lawful money of the United States. In this bond, the terms principal or surety include the heirs, executors, administrators, successors and assigns of the principal or surety. Additional wine bond conditions are below. (If this bond covers only tax deferral, only the wine bond conditions in clauses 1, 2, and 3(a) and the additional wine bond conditions on the reverse side of this form apply.)

THE PRINCIPAL SHALL:

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| (1) Comply with all requirements of law and regulations, now or hereafter in force, relating to the activities covered by this bond;<br><br>(2) Pay all penalties incurred and fines imposed for violations of law or regulations, now or hereafter in force, relating to the activities covered by this bond;<br><br>(3) (a) Pay all taxes (including any penalties and interest in respect of failure to file a timely return, or to pay such tax when due) on wine removed from bonded premises: (b) Provided, that the wine operations coverage of this obligation shall not apply to taxes in excess of: (check applicable box) <input type="checkbox"/> \$500 <input checked="" type="checkbox"/> \$1,000 (select \$1,000 only if operations coverage is \$2,000 or more) which at any one time have been determined but not paid on wine removed from bonded wine premises; | (4) Pay all special occupational taxes, penalties and interest incurred under 26 U.S.C. Chapters 51, 67, and 68, and implementing regulations now or hereafter in force;<br><br>(5) Pay all taxes (including any penalties and interest) for which the principal may become liable with respect to the operation of the bonded wine premises, whether the transaction or operation on which liability is based occurred on or off the bonded wine premises, and on all wine, spirits, and volatile fruit-flavor concentrate, or any other commodity subject to tax under 26 U.S.C. Chapter 51, in transit to or on the bonded wine premises;<br><br>(6) Comply with all requirements now or hereafter in force, pertaining to all wine or wine spirits received at, removed from, or returned to the bonded premises free of tax;<br><br>(7) With respect to wine withdrawn from the bonded wine premises without payment of tax as authorized by law (a) comply with all requirements of law and regulations, now or hereafter in force relating thereto; and (b) as to the said wine or any part thereof withdrawn, for example, for exportation or for use on vessels or aircraft or for transfer to a foreign-trade zone or for transfer to a Customs bonded warehouse, and not so exported, used or transferred, or otherwise lawfully disposed of or accounted for, pay the tax imposed thereon by law, now or hereafter in force, together with penalties and interest; and<br><br>(8) As the proprietor of an adjacent wine vinegar plant, pay all taxes, now or hereafter in force (including any penalties or interest), for which the principal may become liable with respect to the operation of the wine vinegar plant, and all wine now or hereafter in transit or on the premises of the wine vinegar plant. |
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Witness our hands and seals this 20<sup>th</sup> day of            2005.  
Signed, sealed, and delivered in the presence of-

*Diana Hend*  
*Linda K. Freeman*  
*Fredrick M. Johnston*

CORPORATIONS ONLY: State in which organized: \_\_\_\_\_

Impress corporate seal or check:  The corporation has no seal.

*Linda K. Freeman*  
*Fredrick M. Johnston*  
*Neil J. Cooperman* Eversafe Surety

**DIRECTOR, NATIONAL REVENUE CENTER APPROVAL: ON BEHALF OF THE UNITED STATES. I APPROVE THE FOREGOING BOND WHICH HAS BEEN EXECUTED IN DUE FORM IN COMPLIANCE WITH THE APPLICABLE LAW, REGULATIONS, AND INSTRUCTIONS.**

SIGNATURE OF AUTHORIZED OFFICIAL, ALCOHOL AND TOBACCO TAX AND TRADE BUREAU	DATE APPROVED