

**DEPARTMENT OF THE TREASURY
ALCOHOL AND TOBACCO TAX AND TRADE BUREAU
ABSTRACT AND STATEMENT**

NOT IN SUIT

For briefing offers in compromise of liabilities and/or violations incurred under Chapters 32, 51, 52, 53, 68, and/or 78 of the Internal Revenue Code, and/or liabilities and/or violations incurred under the Federal Alcohol Administration Act.

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|--|---|-----------------------------------|
| 1. OFFER SUBMITTED BY (Name and address) Dogfish Head Craft Brewery, Inc. 6 Cannery Village Center Milton, DE 19968 | OFFER IN COMPROMISE | |
| | 2. ORIGINATING OFFICE TID | 3. AMOUNT OF OFFER \$10,000.00 |
| | 4. PERMIT, LICENSE, OR REGISTRY NO. (if applicable) | 5. SYSTEM CONTROL NUMBER(S) |
| | 6. DOLLAR AMOUNT OF LIABILITY BEING COMPROMISED (if applicable) \$ n/a | |
| | 7. TAXPAYER IDENTIFICATION NUMBER | |

**8. CHARGE
VIOLATIONS:**

Specifically, the government alleges that the proponent, Dogfish Head Craft Brewery, Inc., Dogfish Head, Inc. and Dogfish Head Marketing, LLC (collectively "Dogfish") has violated the exclusive outlet provision of Federal Alcohol Administration Act, Title 27, United States Code, Section 201 et seq., 27 U.S.C. § 205(a), and its implementing regulations, 27 C.F.R. §§ 8.21, 8.22 and 8.23.

BUSINESS IN WHICH ENGAGED:

The proponent is engaged in business as a brewer.

DATE OR PERIOD AND LOCATION OF VIOLATIONS:

On or about October 13, 2004, in the State of Maryland.

AMOUNT AND TERMS OF OFFER:

The proponent has submitted an offer of \$10,000.00 in compromise of the above violations incurred under the Federal Alcohol Administration Act.

RECOMMENDATIONS:

The Director, National Revenue Center recommends acceptance of the offer. In view of potential litigation hazards, acceptance of this Offer in Compromise, as submitted, is warranted.

9. I have considered the proposition to compromise the liability as charged herein, and, for the reasons embodied in the above abstract and statement, am of the opinion that it will be for the best interest of the United States to ACCEPT REJECT the terms proposed.

10. SIGNATURE AND TITLE

[Signature]
Deputy Assistant Administrator
Field Operations

DATE
6/27/08