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IN THE UNITED STATES PATENT AND TRADEMARK OFFICE BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

Proceeding	92057132
Party	Plaintiff Tao Licensing, LLC
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Signature	/Howard J. Shire/
Date	12/21/2015
Attachments	PUBLIC VERSION- FOR FILING- Bonbrest Expert Testimony.pdf(5110156 bytes)

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

In the Matter of U.S. Trademark Registration No. 4,169,245

TAO LICENSING LLC,

Petitioner,

v.

Cancellation No. 92057132 Mark: TAO VODKA Serial No. 85/367,535 Registered: July 3, 2012

BENDER CONSULTING LTD. d/b/a ASIAN PACIFIC BEVERAGES

Respondent.

EXPERT TESTIMONY OF JAMES WILLIAM BONBREST WITH EXHIBITS

Pursuant to 37 C.F.R. § 2.123(b) and stipulation of the parties' in the above-captioned cancellation proceeding (*see* D.I. No. 39), Petitioner Tao Licensing LLC submits the enclosed Expert Disclosure and Expert Report of James William Bonbrest and accompanying exhibits.

Respectfully submitted,

KENYON & KENYON LLP

Dated: December 21, 2015 By: /Howard J. Shire/

Howard J. Shire One Broadway

New York, New York 10004

Phone: (212) 425-7200 Fax: (212) 425-5288

Email: hshire@kenyon.com

Counsel for Petitioner Tao Licensing LLC

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

In the Matter of U.S. Trademark Registration No. 4,169,245

TAO LICENSING, LLC

Petitioner.

v.

BENDER CONSULTING LTD. *d/b/a* ASIAN PACIFIC BEVERAGES,

Registrant.

Cancellation No. 92057132 Mark: TAO VODKA Serial No. 85/367,535 Registered: July 3, 2012

REPORT OF INVESTIGATION, FINDINDGS, AND OPINIONS IN THE ABOVE-CAPTIONED CANCELLATION PROCEEDING ON BEHALF OF PETITIONER TAO LICENSING, LLC

\mathbf{BY}

JAMES WILLIAM BONBREST

I. BACKGROUND, QUALIFICATIONS AND EXPERIENCE

- 1. My name is James William Bonbrest. I am the Chief Operating Office of The TAO Group, a company that has created, owns and operates a number of unique and well-known restaurants and nightclubs in the United States. The TAO Group is an affiliate of Petitioner Tao Licensing, LLC ("Petitioner"). Hereinafter I shall refer to The TAO Group and Petitioner collectively as the "The TAO Group" or "Petitioner."
 - 2. A complete copy of my curriculum vitae is attached as hereto as Exhibit "A".
- 3. Over the last thirty years, I have consulted, owned and managed many restaurants and nightclubs in various locations in the United States, including the well-known Carmine's Restaurant Group, The '21' Club, Elios Restaurant, the Signature Restaurant Division of the King Seafood Company, and The TAO Group.

- 4. I attended Bennington College in 1981 with a liberal arts focus, specifically in Arts and Literature. In 1991, I attended the Executive Training Program for Hotel and Restaurant Management at Cornell University.
- 5. In connection with my current and previous employment, I have extensive and wide ranging managerial and consultative responsibilities and experience in the restaurant and nightclub industries, including data and new market trend analysis, leading advertising and promotional campaigns, menu and beverage selection, profitability and brand management, and consumer identification and relations. As a result, I have a great deal of experience in evaluating the restaurant and nightclubs markets' receptiveness to products offered, and how restaurants, nightclubs, and their respective brands are perceived by the consuming public across the United States, and, in particular, how consumers relate restaurants and nightclubs to the consumption of alcohol. This often includes evaluating the fame of a restaurant or nightclub within the market and/or how well known the restaurant or nightclubs and its trademarks are perceived within the market, the public for which the restaurant caters to, and its menu and beverage offerings.
- 6. In addition, I have consulted and/or managed numerous promotional events featuring alcoholic beverages, and, in particular, vodka. Some of these events were run by the restaurants and/or nightclubs individually, while others were jointly run by the restaurant and/or nightclub and a spirits manufacturer and/or distributor.

II. PERSONAL FAMILIARITY WITH THE TAO BRAND AND THE TAO VENUES

- 7. In addition to my responsibilities at The TAO Group, I also conducted my own independent investigation into issues that I have been asked to opine on and reviewed documentation provided to me by The TAO Group and its attorneys.
- 8. As a prominent restaurateur and nightclub manager in New York, I have been familiar with the TAO venues since shortly after the first TAO venue opened in 2000.

- 9. The TAO Group owns and operates over twenty restaurants, nightclubs and other similar venues across the United States, including TAO Downtown (New York), TAO Uptown (New York), TAO Restaurant (Las Vegas), TAO Beach (Las Vegas), TAO Nightclub (Las Vegas), as well as LAVO Nightclub (New York), LAVO Restaurant (New York), LAVO Nightclub LV (Las Vegas), LAVO Restaurant LV (Las Vegas), Marquee NY (New York), Marquee Nightclub (Las Vegas), Marquee Dayclub (Las Vegas), Rue 57 (New York), Avenue Nightclub (New York), and many others.
- Asian-themed restaurants and nightclubs that specialize in providing upscale cuisine, wine and spirits and other alcoholic beverages with exceptional customer service ("TAO Venues"). The TAO Venues have long been famous, due to advertising, promotion, publicity and outstanding reputation, and frequent appearances by celebrities, musicians, actors and actresses and other well-known personalities in popular culture. These persons attend the TAO Venues either as unsolicited guests or as paid host/hostesses and/or performers.
- 11. The TAO Venues have extensive branding using the TAO Mark. The TAO Mark appears on most, if not all, menus, advertisements, signage, and other displays. Due to the extensive use and promotion of the TAO Mark in connection with the TAO Venues, consumers and the public readily associate those goods and services with the TAO Mark.
- 12. Throughout my 30 years in the restaurant and nightclub industries, and as part of my current duties at The TAO Group, I have been following closely restaurants and nightclubs, as well as, the makeup of the consumer.
- 13. On the basis of that experience, and my knowledge and expertise in evaluating the restaurant and nightclub industries, I can conclude that the TAO Group and the TAO Venues are amongst the most well-known to the general public and consumers interesting in venues that

provide and promote alcoholic beverages, in particular vodka, and that the TAO brand is famous for restaurant and nightclub services across the United States.

14. Absent the opinion provided herein and any testimony I may provide as a result, I have not provided any expert testimony at trial or deposition in the past four years.

III. ASSIGNMENT AND SUMMARY OF OPINIONS

- 15. I have been asked by Kenyon & Kenyon LLP ("Kenyon") on behalf of Petitioner to provide this declaration in the above-captioned cancellation proceeding between Petitioner and Bender Consulting Ltd. *d/b/a* Asian Pacific Beverages ("Respondent" or "Bender Consulting").
- 16. Kenyon has asked me to opine on the following topics concerning this proceeding:
 - i. The fame and reputation of the TAO Group's TAO Mark and TAO Venues:
 - ii. The prevalence of the sale of alcohol in the restaurant and nightclub industries generally, and Petitioner's business, particularly; and
 - iii. The prevalence of private-label alcoholic beverage bottling in the restaurant and nightclub industry.
- 17. My expertise is with management, promotion, and supervision of restaurant and nightclubs in the United States, and I was asked to address these questions based on that expertise and in particular my expertise and experience in analyzing and consulting restaurants and nightclubs on the sale and consumption of alcoholic beverages. I apply that same knowledge, experience, and expertise here, and do so without influence, partiality or preferentialism to my current employer.
- 18. I am not receiving any additional compensation from either The TAO Group, or their counsel, in connection with this declaration or in the event I am asked to testify, absent my

regular compensation that I receive as the result of my present employment. However, I shall be reimbursed for any incidental out-of-pocket costs that I may accrue during the course of the above activities, including travel, hotels, air fare and the like, which are directly related to this declaration and/or any testimony I may provide.

19. In the remainder of my declaration, I list the materials that I have reviewed in coming to my opinion on the renown and fame of the TAO Venues and the TAO Mark, and concerning the sale of alcoholic beverages, including private-label alcohol, in the restaurant and nightclub industries.

ANALYSIS AND FINDINGS

20. In my opinion, on the basis of their advertising, media references, word of mouth, and general reputation among the restaurant industry and general consumers, the Tao Venues are well-known and famous throughout the United States, including for, *inter alia*, the sale of alcohol. Furthermore, I find the sale of alcohol and private-labeling of alcoholic beverages, to be prevalent in the restaurant and nightclub industries.

A. TAO Venue's Fame

- 21. One of the most important factors when evaluating a restaurant and/or nightclub's fame in the industry and amongst the consuming public is the advertising expenditures of the restaurant and/or nightclub. While the costs of advertising vary by medium, market, production costs, and other variables, certain types of advertising are known to be effective tools in the restaurant and nightclub industries. Further, when a restaurant or nightclub has expended a great deal of money to promote its brand and services, that often means that the restaurant or nightclub is well known.
- 22. I reviewed advertising expenditures for the Tao Venues for recent years and a New York Times article discussing the Tao Venues marketing and promotional efforts and

expenditures at the time, which are attached hereto as Exhibit "B". From my experience in the restaurant industry, I know that these amounts of money are within the top tier of advertising and promotional expenditures for restaurants and nightclubs in the United States, and, in particular, expenditures for high-end venues. These advertising and promotional expenditures support a conclusion that the Tao Venues are well-known and famous amongst the consuming public.

- 23. Another crucial factor in judging the renown and fame of a restaurant or nightclub is the number and quality of media references it receives. Media references are important when evaluating the fame and goodwill of a nightclub or restaurant, because not only do consumers refer to media (both in print and online) when considering where to purchase food and beverages, in particular alcoholic beverages such as vodka, but media references (particularly positive media references) raise the profile of a restaurant or nightclub by associating these venues with the media professionals who report on them and the well-known individuals that patronize these venues. In addition, a large number of media references, combined with a large advertising budget, usually means that the advertising has been effective, as the media is discussing the restaurant or nightclub.
- 24. Therefore, analyzing the number and quality of the media references a restaurant receives can be used to evaluate the renown and fame of a restaurant and/or a restaurant's brand.
- Venues have received hundreds of mentions in the media, and particularly the national media, rank the TAO Venues as some of the most sought after restaurants and nightclubs. In addition to the large number of celebrities and other well-known individuals who have patronized the TAO Venues, the media outlets often describe the TAO Venue as exclusive and sought after by locals and tourists. These media references often show consumers at TAO Venues consuming alcoholic beverages and quote the celebrities as having enjoyed the experience at the Tao Venues, including its food and beverages. Such media references, like those that the Tao Venues have received,

would increase consumers' awareness of the "TAO" brand, and drive consumers to visit restaurants and nightclubs marketed under the TAO Mark. Therefore, the Tao Venues' media references support a conclusion that the restaurants and nightclubs advertised under the TAO mark are well-known and famous, generally, and in particular for the sale of alcohol.

26. Based on the foregoing, and my independent research, knowledge, and experience in the restaurant and nightclub industries, I conclude that Petitioner's TAO Venues and TAO Mark are famous for restaurant and nightclubs services designed for the sale of alcoholic beverages, including vodka.

B. Prevalence of the Sale of Alcohol in the Restaurant and Nightclub Industries

27. Several factors are relevant to determining the prevalence and importance of alcohol in the restaurant and nightclub industries. First, it is important to establish how the general industry perceives itself. According the National Club Industry Association of America ("NCIAA"), "the US bar and nightclub industry's drinking establishments primarily engaged in the retail sale of alcoholic drinks number around 45,000 [establishments]," not including, *inter alia*, restaurants, who also sell a substantial volume of alcoholic beverages. *See* NCIAA's current overview of the nightclub and bar industry (attached hereto as Exhibit "C"). Moreover,

[l]ast years total Restaurant and Bar Industry Sales accounted for \$632 billion with 970,000 locations and are projected to be the same or increase 1% in 2013. Sales of spirits, wine and beer in licensed on-premise locations increased 4.9 percent to reach \$93.7 billion in 2011 and projections call for continued growth up to 2015, according to Technomic's BarTAB (Trends in Adult Beverage) report. According to the Restaurant Industry Association and Dun & Bradstreet, Nightclubs generated approximately \$19-20 billion in combined annual sales revenue.

Id. Based on the figures above, it is clear the nightclub industry's sale of alcohol is quite substantial. *Id.*

- 28. Likewise, the restaurant industry recognizes that the sale of alcohol makes up a substantial component of its sales. For example, in its annual survey of over 1,200 professional member chefs of the American Culinary Foundation in connection with its annual "What Hot 2014" culinary forecast, the National Restaurant Association found that "the top five alcohol and cocktail trends will be micro-distilled/artisan spirits, locally produced beer/wine/spirits, onsite barrel-aged drinks, culinary cocktails (e.g. savory, fresh ingredients), and regional signature cocktails" (attached hereto as Exhibit "D"). Across the country, alcoholic beverages account for approximately 25% of all restaurant revenue.
- 29. However, at the TAO Venues, sales of alcoholic beverages account for more than 50% of all revenue. The TAO Venues have extensive sales of alcoholic beverages and, in particular, vodka. Attached hereto as Exhibit "E" is a true and correct list of sales of alcoholic beverages, generally, and vodka sales particularly, at the TAO Venues. As shown in that Exhibit E, the TAO Venues sell millions of dollars' worth of alcohol annually. The sales of vodka make up over 50% of all spirits sales at the TAO Venues.
- 30. Second, the nature and extent to which restaurants or nightclubs advertise their sale of alcohol is also relevant in determining the importance those sales to the restaurant or nightclub overall.
- 31. Petitioner's advertisements often promote the TAO Venues bar and alcoholic beverage services. Several of these advertisements specifically promote the TAO Mark in combination with the sale of vodka; for example, several advertisements promote a "Vodka Open Bar for TAO Goddesses." Exemplary advertisements promoting the TAO Mark with the sale of vodka are attached hereto as Exhibit "F". Additionally, the TAO Venues have participated in a number of co-promotional events with alcoholic spirits manufacturers and distributors. The advertising and promotion for those events prominently display the TAO Mark

in close proximity to vodka brand. Attached hereto as Exhibit "G" are images from a joint promotion by the TAO Group and Stoli vodka.

- 32. As shown in Exhibits "F" and "G", the TAO Mark appears prominently on each of the advertisement, and often in combination with and/or proximity to the advertisement of alcohol. Thus, the consumer and public are intended to associate the TAO Mark with the sale the TAO Venue's sale of alcoholic beverages. This is especially true in the case of vodka, which is singled out more than any other spirit in TAO advertising.
- 33. Third, one must consider the goods and services offered by the restaurant or venue. In the case of the TAO Venues, food and alcoholic beverages are the primary goods and services offered to its clientele. The TAO Venues offer their clients an extensive list of alcoholic beverages, and, in particular, vodka. A list of vodka brands offered for sale at the TAO Venues are attached hereto as Exhibit "H".
- 34. Fourth, determining the importance of the sale of alcohol in a restaurant or nightclub's business requires a consideration of any self-selection taken by any restaurant or nightclub. A restaurant or nightclub that offers its goods and services to only a certain segments of the public will have a narrower, more well-defined consumer target.
- 35. TAO Venues are adult oriented restaurants and nightclubs. Furthermore, TAO Beach and TAO Nightclub only permit persons twenty-one years of age or older due to the sale of alcohol on the premises. Therefore, at the very least, TAO Beach and TAO Nightclub have self-selected their target consumer to consist of individuals who are permitted to consume alcohol under the law.
- 36. Based on the foregoing, and my independent research, knowledge, and experience in the restaurant and nightclub industries, I conclude that the sale of alcohol is both prevalent and

important to the restaurant and nightclub industries. Further, I conclude that sale of alcohol, and in particular, the sale of vodka, are a predominant focus of Petitioner's restaurants and nightclubs.

C. Private-Label Bottling of Alcoholic Beverages

- 37. Private-label bottling in the alcoholic beverage industry is the practice in which one entity labels and sells an alcoholic beverage manufactured by another, under the first party's trademark.
- 38. Based on my extensive experience in the industry, private-label bottling is prevalent in the restaurant and nightclub industries, and becoming more prevalent, especially amongst the well-known restaurants and nightclubs.
- 39. Furthermore, based on my experience, restaurants and nightclubs that sell their own private-label alcoholic beverages do so bearing the brand and/or mark of that particular restaurant or nightclub. For example, my previous employer, the Carmine's Restaurant Group, sells private-label wines bearing its "CARMINE'S" mark at several of its restaurants throughout the United States, including:
 - i. Carmine's, 200 West 34th Street, New York, N.Y. 10036
 - ii. Carmine's, 425 7th Street NW (at the Penn Quarter), Washington D.C. 20004
 - iii. Carmine's, The Forum Shops at Creaser's, 3500 South Las Vegas Blvd., Las Vegas, NV 89109
 - iv. Carmines, 2450 Broadway, New York, N.Y. 10024
 - v. Carmine's, Tropicana Hotel and Casino, 2801 Pacific Avenue, Atlantic City, N.J. 08401
- 40. I am also aware of several other restaurants and nightclubs in just the New York City area that have sold or sell private label spirits and wines, including:
 - i. Pink Elephant labeled vodka sold by the Pink Elephant nightclub (New York). An article from the New York Times discussing their private-labeled vodka is attached hereto as Exhibit "I".

- ii. Parole labeled whiskey sold by Saxon + Parole restaurant (New York). A highlighted copy of their alcohol list and an advertisement for their whiskey are attached hereto as Exhibit "J", and Saxon + Parole's alcohol list is also available on their website, namely, http://saxonandparole.com/wp-content/uploads/2014/10/Saxon+Parole-Wine-List-10.22.14.pdf>.
- iii. Masa labeled sake by Masa Restaurant (New York). A highlighted copy of Masa's sake list is attached hereto as Exhibit "K", and is also available on their website, namely, < http://masanyc.com/masa_spring_sake.pdf>.
- iv. Blue Smoke Single Barrel 8 YR bourbon sold at the Blue Smoke restaurant (New York). A highlighted excerpt from Blue Smoke's beverage list featuring their private-labeled bourbon is attached hereto as Exhibit "L". Blue Smoke's beverage list is also available on their website, namely http://www.bluesmoke.com/flatiron/#location-menu.
- v. Private-labeled wine and beer sold by the Lessing's Restaurant Group (New York). An article discussing the Lessing's Restaurant Group's private-label wine and beer is attached hereto as Exhibit "M".
- vi. Shack Red and Shack White labeled wines sold by the Shake Shack Restaurant Group (pictured below, locations throughout the United States)



(http://www.shakeshack.com/food-and-drink/)

vii. Eleven Madison labeled wine sold by the Eleven Madison Park restaurant (New York). Excerpts of their wine list featuring their private-labeled wine is attached hereto as Exhibit "N". Eleven Madison Park's wine list is also available on their website, namely, https://www.binwise.com/print/ WineList PDF.aspx?ListId=210&LocationID=120>.

- viii. Virgola Prosecco labeled wine sold by Virgola restaurant (New York) (expected release in December, 2014).
- ix. Bin 36 labeled wines at the Bin 36 restaurant (Illinois). A copy of an article discussing Bin 36's private labeled wine is attached hereto as Exhibit "O".
- x. Hudson Clearwater Green Door Cuvée labeled wine by 447 Hudson Clearwater restaurant (New York). A highlighted copy of their wine list is attached hereto as Exhibit "P". 447 Hudson Clearwater's wine list is also available on their website, namely http://www.hudsonclearwater.com/wines.pdf>.
- xi. Quality Prosecco labeled wine by Quality Italian Steakhouse (New York). A highlighted excerpt of their wine list featuring their private-labeled wine is attached hereto as Exhibit "Q". Quality Italian Steakhouse's wine list is also available on their website, namely http://www.qualityitalian.com/content/pdfs/qi-wine-menu-11-17-new.pdf>.
- xii. Smith and Wollensky Private Reserve labeled wine by the Smith and Wollensky restaurant group (locations nationwide). A highlighted copy of their alcohol list featuring their private-labeled wine is attached hereto as Exhibit "R". Smith and Wollensky's alcohol list is also available on their website, namely http://www.smithandwollensky.com/wp-content/uploads/2014/10/SW_LiquidAssets_Fall2014.pdf>.
- xiii. Sandhi 'Altamarea' labeled wine at Due Mari restaurant (New York) owned by the Altamarea Group. A highlighted excerpt of their wine list featuring their private-labeled wine is attached hereto as Exhibit "S". Due Mari's wine list is also available on their website, namely http://www.duemarinj.com/menus/2900>.
- xiv. Sandhi 'Altamarea' at Costata restaurant (New York) owned by the Altamarea Group. A highlighted excerpt of their wine list featuring their private-labeled wine is attached hereto as Exhibit "T". Costata's wine list is also available on their website, namely http://www.costatanyc.com/menu.
- xv. Sandhi 'Altamarea' at Al Fiori restaurant (New York) owned by the Altamarea Group. A highlighted excerpt of their wine list featuring their private-labeled wine is attached hereto as Exhibit "U". Al Fiori's wine list is also available on their website, namely http://aifiorinyc.com/index.php?action=page&id=1880.
- xvi. Sandhi 'Altamarea' at Marea restaurant (New York) owned by the Altamarea Group. A highlighted excerpt of their wine list featuring their private-labeled wine is attached hereto as Exhibit "V". Marea's wine list is also available on their website, namely http://marea-nyc.com/index.php?action=page&id=1880.

- xvii. Altamarea Cuvée Sandhi at the Bedford Post Inn restaurants (New York) owned by the Altamarea Group. A highlighted excerpt of their wine list featuring their private-labeled wine is attached hereto as Exhibit "W". The Bedford Post Inn's wine list is also available on their website, namely < http://www.campagnabedford.com/#campagna_menus>.
- xviii. I am also personally aware that the Del Frisco's Restaurant Group sells privatelabel wines under the "Del Frisco's" mark in its restaurants nationwide.
- 41. Several companies also offer to create "private-label" spirits, and, in particular, private-label vodka, for retailers such as restaurants and nightclubs in the United States. Exemplary companies are the Terressentia Corporation and Mile High Spirits LLC. Descriptions of these companies' services are attached hereto as Exhibit "X".
- 42. Further, private-label bottling is becoming increasingly popular in the restaurant and nightlife industries. Articles discussing this popular market trend are attached hereto as Exhibit "Y".
- 43. Based on the foregoing, and my independent research, knowledge, and experience in the restaurant and nightclub industries, I conclude that the private-label bottling and sale for wines and spirits by restaurants and nightclubs using their "house" mark is prevalent, including the private-label bottling and sale of vodka.

IV. SUMMARY OF CONCLUSIONS REACHED

- 44. Based on my experience of over 30 years in the restaurant and nightclub industries, and my experience and expertise in evaluating, consulting, managing restaurants and nightclubs, and my evaluation of the documents I reviewed as a result of my independent investigation and documents provided to me by Petitioner and Petitioner's counsel, it is my opinion that:
 - The TAO Mark and the TAO Venues are well-known and famous throughout the United States for, *inter alia*, the sale of alcoholic beverages, including vodka;

- The sale of alcohol is prevalent in the restaurant and nightclubs industries generally, and in connection with Petitioner's restaurants and nightclubs, in particular;
- iii. Private-label bottling of alcoholic beverages is, already prevalent in the restaurant and nightclub industry, and is becoming increasingly common.

I declare under penalty of perjury under the laws of the United States and the State of New York that the foregoing is a true and correct statement of my opinions and the supporting facts and that this declaration was executed on Thursday, November 20, 2014 at New York, New York.

James William Bonbrest

EXHIBIT REFERENCES PROVIDED

- A. Curriculum Vitae of James William Bonbrest
- B. Advertising expenditures for the Tao Restaurants
- C. National Club Industry Association of America's overview of the nightclub and bar industry
- D. Summary of the National Restaurant Association's "What's Hot 2014" culinary forecast
- E. Revenue for the sale of alcoholic beverages at the TAO Venues
- F. Samples of general advertising for the Tao Venues
- G. Sample advertisement in which the TAO Mark appear in proximity to vodka
- H. List of vodka brands offered for sale at the TAO Venues
- I. New York Times article discussing Pink Elephant private-labeled
- J. Saxon + Parole restaurant alcohol list
- K Masa Restaurant's sake list
- L. Excerpt from Blue Smoke restaurant's beverage list
- M. Ale News article discussing the Lessing's Restaurant Group's private-label wine
- N. Excerpt of Eleven Madison restaurant's wine list
- O. Black Enterprise article discussing Bin 36's private labeled wine
- P. 447 Hudson Clearwater restaurant's wine list
- Q. Excerpt of Quality Italian Steakhouse's wine list
- R. Smith and Wollensky restaurant group's alcohol list
- S. Excerpt of Due Mari restaurant's wine list
- T. Excerpt of Costata restaurant's wine list
- U. Excerpt of Al Fiori restaurant's wine list
- V. Excerpt of Marea restaurant's wine list
- W. Excerpt of Bedford Post Inn restaurants' wine list
- X. Descriptions of the Terressentia Corporation and Mile High Spirits LLC services
- Y. Articles about private label-market trends

EXHIBIT A

Bill Bonbrest

1280 Fifth Avenue, New York, NY 10029
P: 917.747.4994
• E: bill.bonbrest@taogroup.com

Qualification Highlights:

- Innovative professional with 30+ years of progressive management and operational expertise in Restaurants, Bars, and Night Clubs with demonstrated initiative, creativity and success
- Expertise in strategic planning, Restaurant/Nightclub Operations, food and beverage management, market
 plan execution, capital asset oversight, cost containment, budgeting/finance, marketing and PR, Guest
 service, staff training, mentoring and leadership development
- Known for developing and executing innovative corporate policies and procedures. Proven track record of
 increasing revenues, streamlining workflow and creating a team environment to increase productivity

Professional Experience:

Chief Operating Officer – Tao Group – 2012–Current New York, NY and Las Vegas, NV

- Responsible for the strategic direction and operations of all Restaurants, Nightclubs, Dayclubs and Special
 events at Lavo New York, Tao New York, Tao Downtown New York, Arlington Club, Tao Las Vegas, Lavo
 Las Vegas and Marquee Las Vegas
- Monitor systems and standards on both coasts to leverage cross-department strengths to take advantage of new areas of opportunities and to address organizational challenges
- Advise the partners and other key members of senior management on resource management, budgeting, and all policy matters
- Responsible for analyzing and disseminating all financial data, and facilitating P&L meetings with venue leadership teams
- Hired and on boarded CFO, who is a direct report
- Oversee the HR and Payroll Departments to ensure compliance with all state and federal labor and compensation laws
- Ensure that all activities and operations are performed in compliance with local, state, and federal regulations and laws governing business operations
- Establish and monitor leadership team performance and development goals, assign responsibilities, set
 objectives and conduct annual performance reviews
- Conceptualize and facilitate company retreats for partners and senior management
- Governor of Corporate Culture and Organizational Core Values

President of Signature Restaurant Division – King's Seafood Company – 2009 –2012 Santa Monica, CA

- Responsible for the strategic direction and marketing of all venues in the Signature Restaurant Division
- Responsible for full Profit and Loss analysis and reported directly to the CEO regarding financial planning and efficient resource allocation
- Worked proactively with legal team to ensure compliance of local, state and federal law in all company
 policies and procedures as well as assisted in resolution of any legal issues that arose
- Directed the development and establishment of adequate and equitable personnel policies throughout the organization, including compensation policies and employee benefit plans
- Mentored and developed staff using a supportive and collective approach: assigned team responsibilities, set goals and monitored and evaluated results
- Direct report and mentor to eight members of the Senior Leadership Team

Director of Sales, Director of Restaurant Operations, Owners' Representative – Tao Group – 2004–2009

New York, NY and Las Vegas, NV

- Developed a sales team and created infrastructure for high volume banquet operations
- Facilitated communication/cooperation between restaurant, banquet and nightclub operations
- Worked shoulder to shoulder with all management in restaurants and nightclubs and contributed to weekly manager meetings
- United the heart of house and the front of house in restaurants and nightclubs
- Coached management on exceeding guest expectations and providing gracious hospitality

- Standardized management practices between New York and Las Vegas
- Lead the HR Department in improving hiring competencies and best practices and improved all training material for new store openings
- Developed performance review materials and conducted senior management reviews
- · Composed vision statement and decision making matrix for partners and senior management

Owner and Operator – The Laundry Restaurant – 1997–2004 East Hampton, NY

General Manager, Director of Operations, Managing Partner – Carmine's and Virgil's Restaurants – 1992–1997 New York, NY

Manager, Director of Catering, Director of Marketing – The '21' Club – 1989–1992 New York, NY

Bar Manager, Restaurant Manager – Elio's Restaurant – 1983–1989 New York, NY

Activities:

- NYC Hospitality Alliance- Founding Trustee
- Vistage- Executive Member
- Culintro- Board of Directors

Education:

Hotel and Restaurant Administration Cornell University – 1991

Liberal Arts
Bennington College – 1981

EXHIBIT B

FILED UNDER SEAL

EXHIBIT C



combined annual sales revenue

The 2013 Top 100 list was developed by Nightclub & Bar in partnership with Technomic Inc. using secondary research and yielded primary data from 1,444 nightclub, bar and lounge locations. Two Las Vegas nightclubs broke records in 2012, as XS Nightclub and Marquee Las Vegas each generated annual revenues in excess of \$80 million and delivered results so similar that they share the #1 spot on the Top 100 list. In 2012 the No. 1-ranked Marquee Nightclub & Dayclub in Las Vegas reported 2011 revenue in excess of \$70 million, a record-breaking figure for the club in its first full year of operation.

Altogether, the Top 100 venues generated \$1.5 billion. More than two-thirds (68.2%) of operators surveyed experienced revenue growth in 2012, and nearly two-thirds of them (31.4%) reported revenue growth in excess of 10%. Once again, the top nightclub and bar venues outperformed the industry overall. The bar and nightclub segment grew 3.9% in 2012 and 9.2% in 2011. Overall, the top clubs continue to generate growth well in excess of the overall bar and nightclub segment, which grew 1% in 2011.

Vegas is a major hub of nightclubs based on revenue for "Large Box Clubs." Of the Top 100, the top 3 nightclubs are in Las Vegas, NV and make \$60-70mm each; the 4th made \$45-60mm in 2011 and is in Miami. The next four nightclubs made revenues of \$35-45mm each and three are in Las Vegas. The following six nightclubs made revenues of \$15-10mm each and three are in Las Vegas. The next 35 venues #23 thru #57 had revenues of \$10-5mm each; and the remaining venues reported revenues less than \$5mm each which includes "small box clubs."

One quarter of the list — 25 venues — are located in California, with 15 in the Los Angeles area, seven in San Diego, two in San Francisco and one in Sacramento. Las Vegas contributes 22 venues, with eight of the top 10 venues located in Las Vegas. Ten of the 2012 Top 100 operations are in the five boroughs of New York City. Chicago contributes five venues, Texas delivers four and



Atlantic City and Washington, D.C., each offer up three. It's expected that the major markets dominate the Top 100 list, but operators in a number of other markets — including Atlanta; Denver; Ocean City, Md.; Destin, Fla.; Lake Cuomo, N.J.; Kansas City, Mo.; Scottsdale, Ariz; Myrtle Beach, S.C.; and Knoxville, Tenn. — also succeeded in bringing in the crowds and revenue.

Of the Top 100 survey participants, 42.8% identified their venues as nightclubs; 70.6% of them described their hotspots as dance clubs. Of those identifying their venue as bars, 31.7% are sports bars and 29.3% are traditional bar/laverns. DJs and live entertainment are featured by 88.3% and 73.6% of total respondents, respectively. Nearly 80% offer a dance floor, 70.1% provide VIP areas and 65% offer bottle service.

The majority reported solid growth in 2011. In fact, 70% of respondents to the Top 100 survey indicated their venues' revenues increased, and of them, nearly half (48%) reported revenue increases exceeding 10%. Consistent revenue was cited by 20% of survey respondents, while 3.4% cited revenue declines. Drinks generate the lion's share of venue revenues – 56% of sales from alcohol is the mean among Top 100 survey participants. While in the venues, partyers favored spirits, which generate 44% of alcohol sales. Beer contributes 25% and wine 9%. A full food menu is offered by 68% of survey respondents' venues. Gaming, such as pool tables, video game systems and jukeboxes, are available at 42% of respondents' venues. Nearly three quarters (73%) have outdoor patio, terrace or rooftop space, which is an increase from 63% a year ago.

Venues dont report cover charge revenue information specifically, but average fees range at \$5 to a local bar event, \$10 Guest list cover, \$20 average entry fees and higher for concert or performance style events. This would exclude Las Vegas where entry fees can range from \$20 - \$200. Current ticket prices for nightclub events are sourced from http://vip.wantickets.com

A study conducted by Optimize Atlanta with participating Atlanta nightclubs and lounges, reveals interesting information about nightclubs, VIP, bottle service, and group dynamics. We learned that the average overall bottle price is \$239; the overall average drink price is \$10.50; 67 percent consume two or more drinks, shots or cocktails; and spend \$55 on average. We also learned that most nightclubs and lounges also offer juices, mixers, bottled water, and energy drinks with VIP table reservations and bottle service. Some even offer complimentary champagne. This is in addition to the private tables and exclusivity.





COMPETITIVE LANDSCAPE

Bars and nightclubs compete with other venues that offer alcoholic drinks or entertainment, including restaurants, hotels, casinos, and consumer homes.

Personal income and entertainment needs drive demand. The profitability of individual companies depends on the ability to drive traffic and develop a loyal clientele. Large companies can offer a wide variety of food, drinks, and entertainment, and have scale advantages in purchasing, financing, and marketing. Small companies can compete effectively by serving a local market, offering unique products or entertainment, or providing superior customer service. The industry is extremely labor-intensive: average annual revenue per worker is \$60.000.

The barriers to entry are low and steady, given that an operator can lease premises, equipment, furniture and fittings, which lowers the initial capital costs, outlays and borrowings. The main barrier to entry is in obtaining a suitable license. Entry costs can be lowered by either leasing or managing an establishment on behalf of the owner. Due to the small business nature of the industry and the low average revenue and profit margins per establishment, entry costs can also be low across some geographic locations.

ORGANIZATION & STRUCTURE

A profile of the bar and tavern industry in terms of what percentage of the market is represented by larger concerns, such as major hotel lounges versus independently owned taverns, doesn't exist. However, the leading trade association of licensed servers of alcoholic beverages—the American Beverage Licensees—boasted 20,000 members throughout the 1990s and that number remained steady through the mid 2000s.

This industry, in general, consists of small businesses, with few major operators and many being family owned and operated. Census information indicates that just over 77.6% of establishments are small businesses employing up to nine people, and a total of 98.2% employing under 50 people. Due to the fragmented and small businesses nature of this industry, especially in the way it operates, the level of concentration is not expected to change over the next five years. The small neighborhood bar, the sports bar with menu, the brew pub, and the hotel lounge are generally spread throughout urban and suburban centers in the United States. While they may differentiate themselves in image, ambiance, and type of product served (some, for instance, serve only beer), they often coexist in close proximity to one another. Many have live entertainment, such as music, or associations with celebrities, such as sports bars bearing the name of their athlete-owner.

The drinking establishment industry—also known as the bar and tavern industry—dates back to colonial America, which adopted the concept of a roadhouse tavern as a gathering place. The industry, however, is changing rapidly and may not exist in its traditional form by the beginning of the next century. By the late 1980s, some consultants and bar owners were predicting that the corner bar, which sells nothing but alcohol, was heading toward its demise. By way of adaptation, bars and lounges, which serve food and even emphasize the sales of food items over alcoholic beverages have been gaining in popularity relative to establishments that sell beer, wine, and cocktails exclusively.

BACKGROUND & DEVELOPMENT

The use of fermented beverages in celebratory rituals and social gatherings has been documented in many parts of the world throughout its history. The public roadhouse was developed by the Romans in the first century AD. as they built their infrastructure of paved roads. The word pub, in fact, is shortened from "public house," a stopping place for the traveler to rest both himself and his horse. In the fifth century, Europeans fostered winemaking. In addition, in the tenth century an Arab physician is believed to have discovered the distillation process (for medicinal purposes).

The tavern, or pub, was an important aspect of English culture and was adopted by colonial America. Rum was prevalent at social occasions in early America, as were corn whiskey and hard cider. Tavern patrons were often entertained by performers, including ventriloquists, dancers, and musicians. The pub was also a place where the day's news was spread, as locals listened to travelers passing through from other places. This dissemination of news made the tavern a natural place for the establishment of local post offices.

The tavern owner was considered responsible for contributing to the town's orderliness. Licenses for serving alcoholic beverages dated back to 1672, and they were subject to suspension or revocation for sales to minors, slaves, servants, or intoxicated adults. Throughout the 1600s and 1700s, wine and malt liquors, as well as hard liquor or spirits, were sold. Rum was imported from the West Indies and had begun to eclipse the popularity of hard cider by the early 1700s. The colonies traded fish, tobacco, cotton, and lumber for rum and for molasses, which was then distilled in New England as rum.

England's Molasses Act of 1733 levied a duty on products imported into the colonies. This legislation provided an impetus for independence from England. Numerous historical figures in pre- and post-Revolutionary America that were tavern owners or sons of owners included Samuel Adams, Ethan Allen, William Penn, and Abraham Lincoln.

Prohibition caused the tavern to be replaced by "speakeasies"—illegal establishments where liquor was plentiful to those who provided the correct password. Organized crime gained its foothold in America during this period, as bootlegging flourished and dealers in whiskey and other liquors protected their market with weapons. Following the repeal of the Prohibition Act thirteen years

after its passage, the neighborhood tavern reemerged

Americans were increasingly doubting the healthiness of alcohol consumption in the early and mid-1990s. Medical research linked high alcohol consumption to liver cancer and other degenerative diseases. Smokers who also drink alcohol were found to have 13 times the risk of developing lung cancer as those who neither smoke nor drink. Although some research had found that widespread consumption of wine with dinner in France was responsible for their lower levels of heart disease compared with that of Americans, a 1993 study contradicted that finding. The more recent study concluded that the relative health of the French was due not to their wine consumption, but to their love of vegetables.

The bar and tavern industry has been heavily impacted by the steadily declining consumption of distilled liquor in recent decades. One bar owner in San Francisco described the environment in the late 1980s as "neo-prohibitionist." In an article in New York Times in 1989, Gerry E. Murphy, then executive director of the then-National Licensed Beverage Association (NLBA), said, "The day of the old bar which just served alcoholic beverages is past." Indeed, the U.S. Industrial Outlook predicted that "Domestic consumption of, and spending for, alcoholic beverages will probably continue to decline, leveling off toward the end of the 1990s."

In the early to mid-1990s, the eating and drinking places industry as a whole was growing at a steady rate, averaging about five percent increase in overall sales per year. By contrast, sales from bars and taverns (including both alcohol and food receipts) were flat and in some years actually fell. According to the National Restaurant Association (NRA), for example, sales at such establishments fell from \$9.4 billion in 1991 to \$9.3 billion in 1993, rebounded to \$10.9 billion by 1995 but then fell again to \$9.4 billion in 1996 (the latter a drop of nearly 14 percent). The NRA expected 2000 sales of about \$12 billion, an increase due in large part to the rising popularity of sports bars.

Americans' growing emphasis on healthy eating and healthy living is the primary reason for the slow growth in this category. Self-help programs designed to help people identify and end addiction to alcohol flourished throughout the 1970s and 1980s. Moreover, those who drink alcohol in moderation have become more conscious of caloric measure and the nutritive value of food and drink consumed. In addition, Americans became more disapproving of driving while intoxicated, and groups such as Mothers Against Drunk Drivers (MADD) have gained political and social clout. Rising litigation over the responsibility of drinking establishments for the alcohol consumption of patrons also acted as a force toward lower purchases of alcoholic drinks. The overall effect of this shift in thinking is that the line is blurring between full-service restaurants which serve alcohol and bars and taverns that offer full lunch and dinner menus.

This grim outlook for the alcohol industry as a whole did not portend well for the bar and tavern industry. Many hotel lounges were transformed into combination eating/drinking establishments, or eliminated altogether to be replaced by meeting rooms. Although alcohol items have higher profit margins than food items, food was increasingly being emphasized more than drinks. Renewed interest in wine, martini bars, and sports bars helped stave off a continued decline at the end of the century, stopping the sales slippage with 2000 totals of \$11.9 billion.

While the overall cause in this threat to the industry is the nationwide trend toward healthier living, the signposts of this shift are many. There has been, for the past several decades, a growing acceptance for the nondrinker in social settings. This has occurred in large part because of the widespread recognition of the physical and emotional health problems created by alcohol addiction. The Alcoholics Anonymous (AA) program, begun in the early 1900s by Bill Wilson and others, was created to combat the problem of alcoholism through meetings of individuals who identify themselves as having an addiction to alcohol. The number of people who have ended their consumption altogether through this mutual support program is unknown, but is believed to be in the millions. Although people who wished to abstain from alcohol consumption felt social pressure to drink at parties and public gatherings, the stigma associated with "teetotaling" faded until it was almost nonexistent in the 1990s. MADD gained political influence and helped create a stigma surrounding driving an automobile while intoxicated. In addition, several key civil actions brought by victims of auto collisions and their families resulted in increased liability of alcohol servers for intoxicated patrons that leave establishments and cause accidents.

The response of the bar and tavern industry to the liability issue was the education of its workforce about this challenge. A program sponsored by the American Beverage Licensees (ABL)—formed by the merger of the NLBA and National Association of Beverage Retailers (NABR) in 2002—called Techniques of Alcohol Management (TAM) certifies bartenders and other alcohol servers in methods of curtailing the problem. The program teaches employees of taverns to identify signs of intoxication in patrons, the effect of food consumption on the rate of intoxication, how to discreetly regulate a customer's consumption, and the application of state and local laws to the sale of alcoholic beverages. A similar program is called Training for Intervention ProcedureS (TIPS).

Several different pieces of federal legislation either hampered the industry or threatened it in the 1990s. President Clinton signed a bill that reduced the business meals and entertainment tax deduction from 80 percent to 50 percent in 1993. The industry immediately began lobbying for repeal of that legislation through separate bills introduced in both the Senate and House of representatives.

A bill under consideration in 1999 included a provision to lower the national blood-alcohol content (BAC) level defining intoxication from .10 to .08. The then-NLBA opposed this measure on the basis that, of those intoxicated drivers who were killed in auto accidents, 81 percent had a BAC higher than the legal limit of .10. However, several states, including California, had already lowered the BAC to .08 while national legislation was still being considered. By the mid-2000s all states had adopted the lower limit.

While opposing legislation that was perceived to be harmful to the industry, bar and tavern owners fought back by courting consumers. The rise of sports bars in the 1980s provided an example of industry adaptation to consumer health concerns. In contrast to the dark, smoke-filled bar of past decades, sports bars are lighter, with an updated, high-energy ambiance. The vast majority of such bars, in addition to having televisions for their customers to view, serve full menus of lunch and dinner items. These types of establishment stress a casual atmosphere and efficient but unobtrusive service so that patrons may meet to watch an athletic event and enjoy gathering with friends. Sports bars also target women and families, often tailoring their menu to include light, healthy food in addition to burgers and other American fare. The celebrity element is another prominent characteristic of sports bars. Many are owned by, or named after, athletes, and rely on visits by athletes to publicize and promote the establishment.

Another successful concept of the 1990s has been the brew pub. Although this is a borderline category since many brew pubs derive more than half of their sales from the food they serve, the brew pub--and microbrewer beer generally--has helped to revive both a beer industry on the decline and the drinking places industry itself. According to Michelle Dorfman, writing in ID: The Voice of Foodservice Distribution, "brew pubs, by definition, have an on-site brewery and more than 50 percent of the brew product is consumed on-premise." After gaining initial popularity early in the 1990s, the category has since exploded with more than 500 brew pubs nationwide by late 1996.

Posher alternatives that catered to popular fads such as swing dancing, martini bars became more prevalent and helped rejuvenate the industry. Industry entrepreneurs also embraced the cigar fad of the 1990s, and began to allow their patrons to smoke cigars onsite or created specialty cigar bars that sold a variety of cigars in addition to selling alcoholic beverages. Such innovations were signs that the industry would keep reinventing itself despite all the negative trends.

PRODUCTS, OPERATIONS & TECHNOLOGY

Major sources of revenue include beer (35% of sales), distilled spirits or hard liquor (30%), food and non-alcoholic beverages (20%), and wine (7%). Companies may specialize in certain beverages, like craft beers or martinis. Among the key findings:

- Beer is the largest adult beverage category on-premise, generating more than four-fifths of volume and nearly half of dollars.
 Major domestic brands, while challenged, maintain the lion's share of volume and sales, but imported and craft beer are growing.
- Drinking establishments, which include bars, taverns/pubs, lounges, nightclubs, comedy clubs and music/cabaret venues,

- account for the largest portion of on-premise adult beverage sales, followed by casual-dining restaurants
- Sparked by cost-conscious consumers and winemaker innovation, on-premise domestic wine growth outpaced that of
 imports to account for three-quarters of total wine volume in restaurants and bars.
- Spirits generate one-third of total on-premise dollars, and the vibrant cocktail scene continues to evolve, evidenced by the
 notable growth of both the largest category, vodka, and the smallest category, Irish whiskey.
- Consumers value drink programs at restaurants; one-third report that the adult beverage offering influences their decision to visit a particular concept.
- · More than three-quarters of consumers order food with their adult beverage.

Entertainment includes live music, DJs, dancing, and adult entertainment. While most customers go to bars and nightclubs to socialize, bar activities tend to focus more on drinking, while nightclubs focus on entertainment and dancing. Types of bars include microbreweries, taverns, pubs, wine bars, and martini bars. Bars and nightclubs may have themes, like sports or country-western. The failure rate for nightclubs can be high due to the trend-driven nature of the industry, an estimated eight of 10 nightclubs will fail during the first year of operation, according to Nightclub and Bar magazine.

To open a bar or nightclub, a location must have proper zoning from local government. Community resistance to new bars and nightclubs is common due to anticipated problems with drunken patrons and noise. Companies may need both a standard liquor license to sell alcohol, and a pouring license to serve alcohol for consumption on-premise. Multiple types of liquor licenses dictate what types of alcohol a bar can sell, and the availability and cost of licenses can vary greatly. Licenses to serve beer and wine tend to be less expensive than to serve hard liquor. Some communities issue a limited number of liquor licenses, and companies may have to buy one from an existing licensee. Local municipalities may also require an entertainment license to provide TV programming, live music, or dancing.

Local laws typically dictate days and hours of operation. A venue may announce a "last call" or last chance, to buy an alcoholic beverage, prior to the required closing time. The majority of business is during the weekend. Most nightclubs are not open during the day, and many open only two to three nights per week.

Almost all companies consist of a single operation, although the industry includes some regional chains and franchises. Tourist destinations can be good locations, since vacationers tend to visit bars and nightclubs. Size varies greatly, from small corner taverns to warehouse-sized dance clubs. The majority of nightclubs range from 3,500 to 7,000 square feet, according to nightclubbiz.com. Experienced owners tend to run the largest nightclubs, which range from 10,000 to 30,000 square feet. A 3,000 square foot club can gross between \$24,000 and \$64,000 per month. A 15,000 square foot club can gross between \$100,000 and \$260,000 per month.

Bars that serve food may have an area for table seating. Nightclubs may have one or more bars, table seating, a stage, or a dance floor. Outdoor seating is popular in warm weather and many tourist locations. Most companies use lighting and decor to create a distinctive ambiance or image to attract specific clientè.le. For example, a sports bar may have numerous large screen TVs and sports memorabilia to draw sports fans, while a nightclub may have expensive lighting and sound systems to draw the dance crowd. In addition, a friendly bartender or a popular DJ can help develop a loyal customer base. Some nightclubs promote an image of exclusivity, and may be selective as to which patrons can enter.

Bartenders are responsible for mixing and serving drinks. How fast a bartender operates and how much a bartender pours can significantly affect sales and profitability. Companies may use special pour spouts to standardize liquor dispensation. In addition, secret audits monitor liquor consumption and can be used to identify "heavy-handed" bartenders. Some companies audit liquor inventory daily.

Companies typically buy alcoholic beverages from state-licensed liquor distributors. Federal and state laws prohibit direct sales from manufacturers. Large bars and nightclubs can hold sizeable, expensive inventories of alcohol, especially if the company stocks high-end liquor. Inventory management and cost control can be difficult due to employee error, overpouring, and theft. Proper storage is important to minimize bottle breakage and prevent theft. Bars and nightclubs that serve food typically buy ingredients from food distributors

Companies may use computerized point-of-sale (POS) systems to record orders, look up drink recipes, and manage bar tabs. Beverage monitoring systems use miniature sensors attached to liquor bottles to record individual drink servings and transmit data wirelessly to inventory management systems. Handheld scanners help track inventory. For nightclubs, technology plays an important role in providing entertainment and ambiance. Computer systems that integrate sound, light, special effects, and music videos help create a distinctive environment. In addition, some companies use digital surveillance systems to catch illegal activity by both customers and employees.

WORKFORCE

For the category of beer, wine, and liquor stores, the U.S. Department of Labor's Bureau of Labor Statistics reported a total employment of 137,390 in May 2009. The largest portion (79 percent) of the workforce is dedicated to sales and related occupations. Roughly 13 percent of workers are employed in positions related to office and administrative support. About 3 percent are involved in moving and transportation.

CURRENT CONDITIONS

According to Technomic's BarTAB (Trends in Adult Beverage) report, the 2013 Top 100 Nightclub & Bar venues generated \$1.5 billion in total revenue. More than two-thirds (68.2%) of operators surveyed experienced revenue growth in 2012, and nearly two-thirds of them (31.4%) reported revenue growth in excess of 10%. Once again, the top nightclub and bar venues outperformed the industry overall. The bar and nightclub segment grew 3.9% in 2012. Through 2015, the industry is projected to continue experiencing competition from non-industry establishments such as restaurants as well as from people opting to drink at home.

While the distilled spirits industry has been lucrative, Federal and state excise taxes play a significant role in the industry. In 2005, The National Center for Policy Analysis (NCPA) reported that thirteen states sought increases in taxes and related fees on alcoholic beverages. Further, taxes on distilled spirits were about \$0.21 per ounce of alcohol. According to the Distilled Spirits Council (DSC) of the United States, "distilled spirits are one of the most heavily taxed consumer products in the United States. More than half of the price that consumers spend on a typical bottle of distilled spirits goes toward a tax of some kind." The resulting effect on the entire hospitality industry is wide-reaching, as the DSC goes on to say "When beverage alcohol taxes are increased, it creates a devastating ripple effect on jobs throughout the entire hospitality industry."

Despite the excise tax, the U.S. Department of Commerce reported that adjusted alcohol sales were up 5.2 percent to nearly \$9.2 billion in June of 2008 over the same period a year earlier. Also, according to the NCPA, the total amount of Federal excise tax collected from the distilled spirits category for 2006 was \$4.4 billion, from the beer category for \$3.6 billion, from the wine category for \$800 million. Additionally, state taxes during that same time reached nearly \$5 billion.

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EXHIBIT D



five items with the highest points as perennial trends next year were fried chicken, Italian cuisine, frying, barbeque, and Eggs Benedict.

The five items that gained most in trendiness since last year in the annual survey were nose-to-tail/root-to-stalk cooking, pickling, ramen, dark greens, and Southeast Asian cuisine. The five items with the largest drop in "hot trend" rating were Greek yogurt, sweet potato fries, new cuts of meat, grass-fed beef, and organic coffee.

Compared with five years ago, items that have remained top 20 food trends include locally grown produce, healthful kids' meals, gluten-free cuisine, sustainable seafood, and health/nutrition. Items that have dropped substantially down the list from the top 20 food trends in 2009 include gelato, micro-greens, flatbreads, tapas/meze/dim sum, and dessert flights.

Also included in the What's Hot in 2014 survey were questions about other trends. Nearly six out of 10 (59 percent) of the chefs said they always make efforts to adjust dishes and recipes to be more healthful, while one-third (33 percent) said they cook with nutrition in mind, but that not all recipes are easily adjusted.

When it comes to technology trends, the chefs ranked menus on tablet computers as the top trend, followed by smartphone apps for consumers (ordering, reservations, daily deals, etc.), smartphone apps for chefs (recipes, table management, POS tracking, etc.), mobile payment and social media marketing.

▲ Back to Top

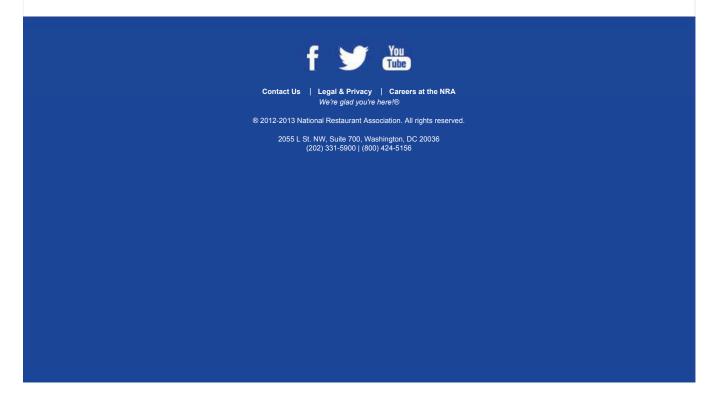


EXHIBIT E

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EXHIBIT F



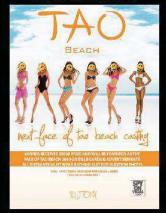
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THE FIRST 25 TAO GODDESS TO SHOW THEIR GODDESS CARD AT TAO TON IGHT, SEPTEMBER 10. WILL RECEIVED A GIFT BAG WITH A SKIN CARE SAMPLE AND SPECIAL OFFER COMPLIMENTS OF AVEDA IN THE FASHION SHOW MALL

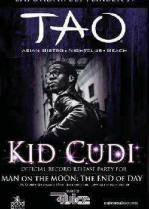
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Present your Goddess Card Tonight for a wristband good for well drink open bar 10pm-12am

FRIDAY, SEPTEMBER 19



SATURDAY, SEPTEMBER 19



PRESENT YOUR TAD GODDESS CARD AT TAD BEACH TO RECEIVE A VODKA OPEN BAR MONDAY — FRIDAY 1 PM-3PM AND SUNDAYS 1 PM-3PM.



REWARDS FOR THE WEEK























THE FIRST 25 TAO GODDESS TO SHOW THEIR CARD AT TAO ON THURSDAY, MAY 28 WILL RECEIVE A \$25 OH I CARD TO ANNIE CREARCHESS IN THE SHOPTIS AT THE FALAZO INSLILE FOR ANY PURCHASE OVER \$50. TO LEARN MORE ABOUT AKNIE CREAMCHESSE, VISIT WWW.ANNIECREAMCHESSE COM

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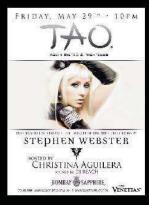






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Present your Goddess Card. Thursday Night for a wristband good for a vodka open bar 10pm-12am







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REWARDS FOR THE WEEK







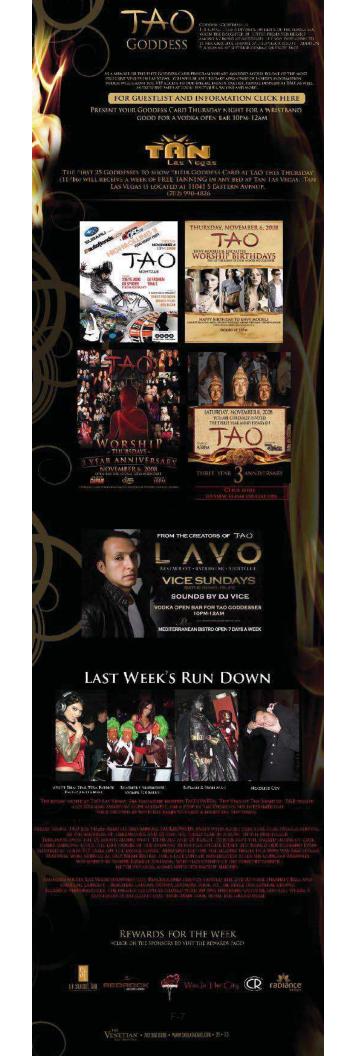








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MEMORIAL DAY WEEKEND BUNDAY, MAY 24, 2009















ACCOMPANIED BY SAXOPHONIST JIM REID

PRESENT YOUR TAD GODDESS CARD AT TAO BEACH TO RECEIVE A VODKA OPEN BAR MONDAY — FRIDAY 1 PM-3PM AND SUNDAYS 1 PM-3PM.



REWARDS FOR THE WEEK















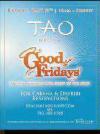








Present your Goddess Card Tonight for a wristband good for a yodka open bar 10pm-12am







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VODKA OPEN BAR FOR TAO GODDESSES

11PM-1AM

SOUNDS BY JUICE DOORS 11PM

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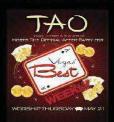
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VODKA OPEN BAR FOR TAO GODDESSES 11PM-LAM

REWARDS FOR THE WEEK















EXHIBIT G



EXHIBIT H

Brands of vodka that are sold at TAO Venues:

- 1. Tao Las Vegas (Tao Beach, Tao Restaurant, Tao Nightclub) Grey Goose, Belvedere, Ketel One, Absolut, Stolichnaya, Hangar One, Ultimat, Pinnacle, Ciroc
- 2. Tao Downtown Grey Goose, Ketel One, Belvedere, Tito's, Wodka, Stolichnaya, Absolut, Ciroc, Chopin, Finlandia, Crop, Hangar One
- 3. Tao Midtown Grey Goose, Ketel One, Tito's, Stolichnaya, Belvedere, Absolut, Chopin, Purity, Crop, Finlandia

EXHIBIT I



BOÎTE

Pink Elephant

By BRIAN SLOAN Published: August 1, 2012

THE corner of Eighth and Macdougal Streets is not exactly the white-hot center of night life. And that's the point of the latest iteration of Pink Elephant, the high-end late-night club run by Robert Montwaid and David Sarner. (The previous one was in Chelsea.) "Our new space is equal distance from the meatpacking district and the Lower East Side," said Mr. Sarner, who began at Studio 54 in the 1980s. "And there's no competition."



Enlarge This Image

The underground venue, previously



Benjamin Norman for The New York Tim The Pink Elephant.

Club Love, was gutted and given what Mr. Sarner calls a "retro glam" makeover. The main room, decorated in dark reflective surfaces, has a dance floor as its center circled by black banquettes. With rainbow-colored lights covering the ceiling and a halfmoon disco ball overhead, it feels almost like a shoe-box Studio 54. It also has a sound system that will make your pants vibrate. Resistance to dancing is futile.

THE SPACE The club's three rooms

have been redesigned with multiple

references to Stanley Kubrick's films,

notably "2001: A Space Odyssey," the

serves as the trippy vestibule. "I want

to disorient people when they come in,

so they forget the outside world," Mr.

inspiration in the Infinity Room, which

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THE CROWD On a recent Friday, the main room was filled with a clean-cut group of 20-somethings: preppy guys in polos and fresh-faced girls wearing identical minis that were as high as

their heels. They were surprisingly well behaved, more inclined to sit on the banquettes than to dance on them. Despite all the bottle service, there was a refreshing lack of attitude and boldface names.

Sarner said.

THE PLAYLIST "Happy house" is how Mr. Sarner describes the music, which also comes with a mission. "It makes people want to MORE IN FASHION & STYLE (1 OF 103 ARTICLES)

Jersey Read More »

MC

Jaden and Willow Smith on Prana Energy, Time and Why School is Overrated

FASHION: Intersection | Hoboken, New

For Obama, Executive Order on Immigration Would Be a Turnabout

3 THE UPSHOT

Got Milk? Might Not Be Doing You Much Good

4. THE MEDIA EQUATION John Oliver's Complicated Fun Connects for HBO

5. Routine Trip Turns Fatal as a Man Is Pushed in Front of a Subway Train

6. RETRO REPORT Vindication at Last for a Woman Scorned by Australia's News



OP-ED | STEVEN RATTNER Inequality, Unbelievably, Gets Worse



buy more Champagne," he said.

GETTING IN Capacity is 200, so expect a wait. Guys will need two qualifiers: a collared shirt and a date. There's a third option: table reservations with a \$1,500 minimum.

DRINKS Bottle service is the rule; they have their own Pink Elephant brand of vodka, from France. Bottles start at \$400. There are also delightful cocktails, courtesy of the mixologist Ben Wood, for \$16.

The Pink Elephant, 40 West Eighth Street (near Macdougal Street), (212) 777-1511, <u>pinkelephantclub.com</u>. Thursday to Saturday, 11 p.m. to 4 a.m.

A version of this review appeared in print on August 2, 2012, on page E7 of the National edition with the headline: Pink Elephant: Greenwich Village.

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Pink Elephant (Manhattan, NY, Nightclub)

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EXHIBIT J



WINES FOR FALL

Fall has crept up on us again! We love to sip on these lighter styles of red and heavier styles of white as the new season brings in another wave of fresh vegetables from the green market. These wines pair particularly well with our extensive selection of seafood and savory dishes. So relax, come inside and get warm.

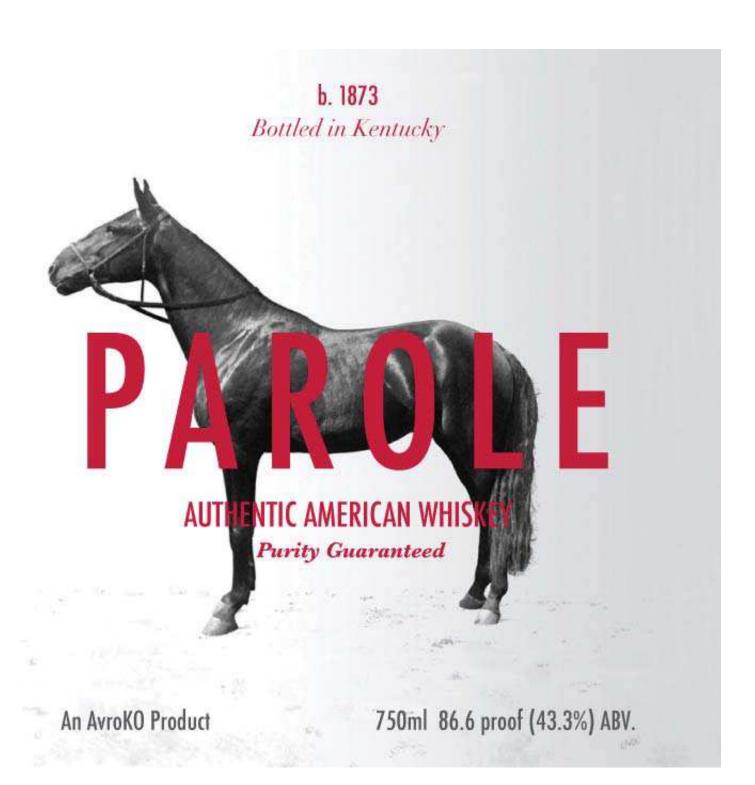
WHITES

DOMAINE SIGALAS ASSYRTIKO 2013 citrus aromas mixed with a pleasant mineral aftertaste and classic earthy flavors that the volcanic soil of Santorini provides	SANTORINI	GREECE	55
D'ANGELO CHARDONNAY/PINOT BIANCO 2013 full of fresh pear and melon followed by soft, round finish and elegant acidity	BASILICATA	ITALY	48
ALTA ALELLA XAREL-LO 2013 ripe green apple with flovers of almond, fennel and lemon followed by a lingering afteratse	CATALUNYA	SPAIN	45
HENRI MILAN 'LE GRAND BLANC' WHITE BLEND 2011 foral aromas of jasmine with a rich mouth feel and creamy texture of white peach, nectarine and persimmon	PROVENCE	FRANCE	65
REDS			
LOSADA MENCIA 2009 balanced tannins with lingering flavors of dark strawberry and raspberry with a smokey finish	BIERZO	SPAIN	52
PACINA TOSCANA ROSSO IGT SANGIOVESE 2009 100% certified organic grapes with flavors of blackberry, crushed fl and sweet tobacco	TUSCANY	ITALY	63
RAVINES CABERNET FRANC 2012 ripe plum and red berry fruit with spicy and earthy aromas	FINGER LAKES	NEW YORK	50
VENDING MACHINE 'HORROR SHOW' RED BLEND 2011 drawing inspiration form the movie Creature From The Black Lagoon, this echoes flavors of dark plum, chocolate and licorice	NAPA wine	CALIFORNIA	65

WHISKEY

BOURBON

BASIL HAYDEN'S	CLERMONT	40%	12
BOOKER'S BARREL PROOF	CLERMONT	64.3%	19
BUFFALO TRACE	FRANKFORT	45%	12
EAGLE RARE 10 YEAR SINGLE BARREL	FRANKFORT	45%	12
HILLROCK 'SOLERA AGED'	NEW YORK	46.3%	23
KNOB CREEK 9 YEAR SMALL BATCH	CLERMONT	50%	14
LARCENY	BARDSTOWN	46%	13
MICHTER'S 10 YEAR SINGLE BARREL	BARDSTOWN	47.2%	24
NOAH'S MILL	BARDSTOWN	57.15%	16
PAROLE WHISKEY	LOUISVILLE	43.3%	11
WILD TURKEY 'RARE BREED'	LAWRENCEBURG	54.1%	14
WILLET POT STILL RESERVE	BARDSTOWN	47%	14
WOODFORD RESERVE	VERSAILLES	45.2%	12
RYE			
HUDSON BY TUTHILLTOWN	GARDINER, NY	46%	22
OLD OVERHOLT	CLERMONT	40%	11
RITTENHOUSE	LOUISVILLE	50%	11
MICHTER'S	LOUISVILLE	42.4%	12



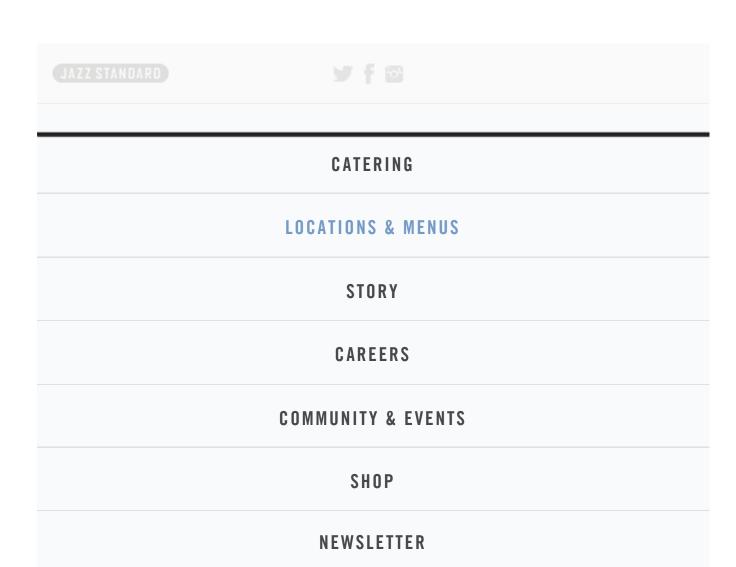
To learn more about Parole Whiskey, <u>click here</u> or follow us on <u>Facebook</u> (<u>http://www.facebook.com/pages/Parole-Whiskey/145932508820072</u>) and <u>Twitter</u> (<u>http://twitter.com/#!/ParoleWhiskey</u>) below.

EXHIBIT K

Masa Sake

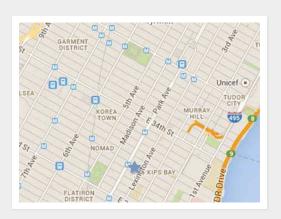
Private Label	carafe	bottle
Masa Dry, Wate (720 ml) Clean and dry; inspired by the pure water sources of Iwate Prefecture	30	87
Junmai Daiginjo		
Sennichi, <i>Ishikawa (720 ml)</i> Full bodied and rich with honeyed notes	121	350
Kimura, Akita (720 ml) Rich and fragrant. Very smooth with a clean finish	84	243
Miyosakae Tenmi, Ehime (750 ml) Clean and elegant with a noticeably sharp finish	85	246
Senshin, <i>Niigata</i> (720 ml) Well-balanced sake with very clean and sophisticated finish	98	283
Kubota Manjyu, <i>Niigata (720 ml)</i> Aged sake with a refined aroma and elegant flavor	91	263
Koshi no Kanbai Chotokusen, Niigata (500 ml) A legendary sake with delicate and impeccably balanced flavor	96	193
Taiten Shiragiku, <i>Okayama (720 ml)</i> Bold and floral flavor with a fruity finish	88	255
Ai, <i>Ishikawa</i> (720 ml) Lightly bodied with a smooth flavor and fragrance	52	150
Daiginjo		
Ken, Fukushima (720 ml) Dry with a sharp and sensitive finish	85	246
Junmai Ginjo		
Shimeharitsuru <i>Pure Jun, Niigata (720 ml)</i> Dry with a hint of tropical fruits and a rich but refreshing finish	55	159
Kokuryu "Black Dragon", Fukui (720 ml)	57	162
Full bodied demontrates deep "umami" flavor Dewatsuru Tamaki (Organic), Akita Rich, tangy sake with a full body and mellow flavor	72	208
Junmai		
Akita Issui, Akita (720 ml) Dry with pure robust flavor and smooth finish	48	139
Ichinokura Himezen, <i>Miyagi (720 ml)</i> Light, mildly sweet and crisp with bitter complexity	39	114
Hanahato Kijoshu 8yr (500 ml) Smokey with aroma of savory nuts, dried fruits and spices	85	171
Ginjo		
Izumi Judan, Yamagata (720 ml) Very dry sake with a hint of Juniper	46	133
Nigori		
Ohyama, Tokubetsu Junmai, <i>Yamagata</i> (500 ml) Very dry, unfiltered sake with pear and apple aromas	37	74
Hadare Yuki, Junmai, <i>Akita</i> (720 ml) Rich, unfiltered sake with a complex finish	48	139

EXHIBIT L



ABOUT

Blue Smoke celebrates the evolving American South and honors its culinary traditions. The food is soulful with a selection of smoked meats, fresh produce, and thoughtfully sourced ingredients. The flagship Blue Smoke, with the internationally renowned club Jazz



HOUSE SMOKED MAKERS 46 Smoked in house. Cocktail of your choice	15
LYNCHBURG LEMONADE Jack Daniel's Whiskey, Triple Sec and Lemonade	12
VIEUX CARRE Rittenhouse Rye, Cognac, Sweet Vermouth, Benedictine and Bitters	13
GUSSIED UP Tanqueray Gin, Cocchi Americano, Lavender, and Schramsberg Mirabelle Brut	15
THE ELLINGTON Tito's Vodka, Cucumber, Lime and Plum Bitters	11
WHISKEY COCKTAIL George Dickel No. 12, Orange Bitters, Angostura Bitters and Sugar	12
BOURBON SMASH Pure Kentucky Bourbon, Lemon, Sugar, Mint, and Seasonal Fruit	14
COOPERSTOWN COOLER Beefeater Gin, Campari, Lemon, Honey and Ommegang Witte	12
THE PORCH SWING Hendrick's Gin, Pimm's No. 1, Lemonade and Cucumbers	13
PEACH MARGARITA Pueblo Viejo Blanco Tequila, Rothman & Winter Peach Liqueur, Fresh Peach and Lin	14 me Juice

BOURBON

BALCONES BABY BLUE	16
BASIL HAYDEN'S	13
BLUE SMOKE SINGLE BARREL 8YR	18
BRECKENRIDGE	14
BULLEIT	11
ELIJAH CRAIG 12 YR	11
HUDSON BABY	23
JIM BEAM BLACK 8 YR	10
MAKER'S MARK	11
NOAH'S MILL	13
PURE KENTUCKY	11
SMOOTH AMBLER OLD SCOUT 10 YR	14
WILD TURKEY 101	10

BAKER'S	13
BARTERHOUSE ORPHAN BARREL	20
BLANTON'S	14
BOOKER'S	15
BUFFALO TRACE	11
BULLEIT 10 YR	16
HILLROCK SOLERA	25
JEFFERSON'S SMALL BATCH	15
KNOB CREEK	12
MICHTER'S "US 1"	15
PEACH STREET	19
RUSSELL'S RESERVE	14
WIDOW JANE	15

WOODFORD RESERV

12

RYE

CORSAIR RYEMAGEDDON	14
GEORGE DICKEL	12
MICHTER'S "US 1"	12
RUSSELL'S RESERVE	11
TEMPLETON	13
WIDOW JANE	14
BULLEIT	11
FEW	15
HIGH WEST DOUBLE	11
RITTENHOUSE	10

SAZERAC	10
WHISTLE PIG	18

BOURBON FLIGHT

BASIL HAYDEN'S	
BULLEIT 10 YR	
BOOKERS	
BRECKINRIDGE	
BLUE SMOKE SINGLE BARREL 8YR	
FIVE 1 OZ. TASTES \$34	

AMERICAN WHISKEY

CORSAIR TRIPLE SMOKE

15

EXHIBIT M



LESSING'S AND BLUE POINT TEAM UP FOR LOCAL ALE ON LONG ISLAND

BY BERNIE KILKELLY

Lessing's Hospitality Group, one of Long Island's leading restaurant and catering companies, expanded their commitment to highlighting craft beer in 2009 by partnering with Blue Point Brewing to create a special beer for Lessing's restaurants.

Blue Point, Long Island's leading microbrewery, was a natural partner because of the strong relationship the two companies have formed over the past decade. "I believe our Riverview Restaurant in Oakdale was the first restaurant that served Blue Point beers after they started up in 1998," said Kevin Lessing, director of business development for Lessing's. "We've been a big seller of their beers over the years and we're also very close with Blue Point's distributor, Clare Rose."

Lessing's, a family-owned company that was founded in 1890 in Manhattan, has a big presence on Long Island with eight restaurants and numerous catering facilities including country clubs and historic mansions. The company has increased its focus on craft beer in the past few years, including making a craft beer menu available at its restaurants. Lessing's also holds beer dinners at several of its restaurants, including the Library Café in Farmingdale and Mirabelle at Three Village Inn in Stony Brook, their newest restaurant which opened last spring to glowing reviews.

The idea for a special house beer came from Jennifer Cantin, Lessing's director of training and development, who said Lessing's has had good success with private label wines made for them by Long Island's Lenz winery. "Lenz has made merlot and chardonnay for



Managers from Lessing's restaurants take a taste of Lessing's Local Ale from the tanks at Blue Point.

our restaurants for over five years and they are very popular," said Cantin. "I've known Mark and Pete from Blue Point for a long time and thought it would be great to do something similar with beer."

At the start of the process, brewers from Blue Point met with the chefs from Lessing's restaurants to get input on the flavor profile for the new beer. The recipe they developed is German in style, falling somewhere between Blue Point's flagship Toasted Lager and its popular Oktoberfest beer. The beer is malty but light enough to pair very well with a wide range of foods from spicy wings and burgers to more refined pasta and seafood dishes.

The next step was to name the beer, and Lessing's sponsored a naming contest that attracted over 1,000 potential names from far and wide. Winner Nick Burford received a \$150 gift certificate for his entry,

Lessing's Local Ale, which was selected to represent Lessing's and Blue Point's inseparable connection to Long Island. The two companies collaborated on an attractive label for the beer that features Lessing's distinctive family crest along with both Lessing's and Blue Point's names.

The new beer was introduced on Oct. 1 at a special 5-course beer dinner at the Mirabelle Tavern at Three Village Inn. Mark Burford, co-owner and brewmaster of Blue Point, was the guest speaker at the well-attended dinner, which featured Lessing's Local Ale and other Blue Point beers such as RastafaRye Ale and Anniversary IPA paired with a delicious menu from renowned chef Guy Reuge.

Lessing's Local Ale is now available at all of Lessing's restaurants on Long Island and several of its catering facilities.

EXHIBIT N

GLASSES OF WINE

SPARKLING WINE CRÉMANT Stéphane Tissot, Crémant du Jura, France 19 CHAMPAGNE Bérèche & Fils, *Brut Réserve*, Ludes 29 Larmandier-Bernier, *Terre de Vertus*, Blanc de Blancs, Vertus 2008 45 Chartogne-Taillet, Brut Rosé, Merfy 39 Krug, Grande Cuvée, Brut, Reims (half bottle) 125 SHERRY WINE MANZANILLA Equipo Navazos, *La Bota de Manzanilla*, *Eleven Madison Park*, Jerez 22 AMONTILLADO | Equipo Navazos, *La Bota de Amontillado, #37,* Jerez 30 25 PALO CORTADO Equipo Navazos, *La Bota de Palo Cortado, #34*, Jerez Equipo Navazos, La Bota de Palo Cortado, 'Bota NO,' #41, Jerez 75 Valdespino, Viejo, C.P., Jerez 18 YELLOW WINE SAVAGNIN Domaine de Montbourgeau, *Vin Jaune*, l'Étoile, Jura, France 2006 30 RICE WINE SAKE | Tedorigawa, *Kinka,* Nama Daiginjo, Ishikawa Prefecture, Japan 15

EXHIBIT O





In the Spirit

Great tastes, cool packaging, and a spot to indulge. Here are summer suggestions for toasting the good life

NOTEWORTHY EXPERIENCES

Brian Duncan and his business partners Dan Sachs and Executive Chef John Caputo enjoy wining and dining guests at their celebrated wine cafe, BIN 36, with seasonal fare and wine to match from their own private label of the same name. Wine director Duncan offers a delectable selection of international reds, whites, and "bubbles" that he has personally chosen from his travels-and often offers food pairing suggestions on the label. This year he presents a special blend: 2001 Chardonnay/ Pinot Noir, BIN 36 "10th Anniversary Cuvee," a rosé blend of cherries, cranberries, and orange-scented tea notes. And like their wines, their prices are also savory.

Inside the restaurant, one can enjoy casual dining in the Tavern, a more intimate setting in the Cellar, or scrumptious tastes at the wine or cheese bar, where there is a selection of 50 cheeses on the menu. Duncan believes the best way to learn about wine is to try it. That's why all plated treats can be accompanied with the option of a flight-four different tasting pours served at the same time allowing guests to compare tastes; or the purchase of four bottles in a particular category, such as Italian whites—which also makes a great executive gift.

Visit them online (www.bin36.com) for their wine list as well as gift ideas and accessories. There are also restaurant event listings and recipes for sparkling wine cocktails and a BIN 36 mulled wine, with black peppercorn and ginger. In addition, the company holds classes through the BIN School for a variety of wine interests, which includes tours of Italy and Spain.



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EXHIBIT P

Clearwater

Sparkling

VINE LIST

Sparmany	
CHAMPAGNE, BRUT, CHRISTIAN ETIENNE, CHAMPAGNE, FRANCE	\$ 68
CHAMPAGNE, BRUT, HENRIOT, "SOUVERAIN", CHAMPAGNE, FRANCE	\$ 76
CHAMPAGNE, BRUT RESERVE, CHARLES HEIDSIECK, CHAMPAGNE, FRANCE	\$ 100
PROSECCO, VALDO DI VALDOBBIADENE, VENETO, ITALY	\$ 32
LAMBRUSCO, CARAFOLI, "TOCCACIELO", EMILIA-ROMAGNA, ITALY	\$ 44
SPARKLING ROSÉ, BRUT, ROEDERER ESTATE, ANDERSON VALLEY, CALIFORNIA	\$ 64
SPARKLING ROSÉ, BRUT, BILLECART-SALMON, CHAMPAGNE, FRANCE	\$ 165
Sparkling Reserve	
CHAMPAGNE, VINTAGE BRUT, PHILIPPONNAT, "CLOS DES GOISSES", CHAMPAGNE, FRANCE 1999	\$ 345
CHAMPAGNE, BRUT, LOUIS ROEDERER, "CRISTAL", CHAMPAGNE, FRANCE 2004	\$ 450
White Wine	
PINOT GRIS, ETUDE, CARNEROS, CALIFORNIA 2012	\$ 52
ALBARIÑO, BODEGAS LA VAL LICIA, RÍAS BAIXAS, SPAIN 2013	\$ 52
SANCERRE, DOMAINE GIRARD, "LA GARENNE", SANCERRE, FRANCE 2012	\$ 62
POUILLY-FUMÉ, REGIS MINET, "VIEILLES VIGNES", LOIRE VALLEY, FRANCE 2012	\$ 52
SAUVIGNON BLANC, GREYWACKE, MARLBOROUGH, NEW ZEALAND 2013	\$ 65
SAUVIGNON BLANC, CADE, NAPA VALLEY, CALIFORNIA 2013	\$ 75
SAUVIGNON BLANC, COLTERENZIO LAFOA, ALTO ADIGE, ITALY 2012	\$ 78
SEMILLON-SAUVIGNON BLANC, CLOS FLORIDENE BLANC, GRAVES, FRANCE 2010	\$ 66
MOSCATO, ST. SUPÉRY VINEYARDS, NORTH COAST, CALIFORNIA 2011	\$ 48
GRENACHE BLANC, MARK HEROLD, "FLUX BLANC", NAPA VALLEY, CALIFORNIA 2011	\$ 52
GRENACHE BLANC, CHATEAU LA NERTHE, CHATEAUNEUF-DU-PAPE, RHONE, FRANCE 2009	\$ 92
CHENIN BLANC, CLOSEL, "JALOUSIE", SAVENNIERES, FRANCE 2012	\$ 58 \$ 74
GODELLO, JOAQUIN REBELLEDO, VALDEORRAS, SPAIN 2011	
ALITESSE, MAISON YVES DUPORT, ROUSSETTE DU BUGEY, MONTAGNIEU, FRANCE 2011	\$ 50 \$ 75
CHABLIS, ROMAIN BOUCHARD, PREMIER CRU, "VAU DE VEY", CHABILIS, FRANCE 2012 CHARDONNAY, ARGYLE, "NUTHOUSE", WILLAMETTE VALLEY, OREGON 2012	\$ 70
CHARDONNAI, ARGYLE, NOTHOUSE, WILLAMETTE VALLEI, OREGON 2012 CHARDONNAY, PONT DE CHEVALIER, "ESTATE", KNIGHTS VALLEY SONOMA, CALIFORNIA 2008	\$ 108
BURGUNDY, CHATEAU DES RONTENTS, PIERREFOLLE, POUILLY-FUISSE, BURGANDY, FRANCE 2011	\$ 75
BURGUNDY, MAISON LEROY, BOURGOGNE, FRANCE 2009	\$ 140
SILVANER, BRUDER DR. BECKER, RHEINHESSEN, GERMANY 2012	\$ 40
GEWÜRZTRAMINER, HERMANN J. WIEMER, FINGERLAKES, NEW YORK 2010	\$ 50
RIESLING, DOMAINE AGAPE, ALSACE, FRANCE 2012	\$ 40
RIESLING, TROCKEN, ROBERT WEIL, RHEINGAU, GERMANY 2008	\$ 74
ALSATIAN BLEND, ROBERT SINSKEY, "ABRAXAS", LOS CARNEROS, CALIFORNIA 2012	\$ 76
*MELON, PHILIPPE BORNARD, "LE ROUGE QUEUE", JURA, FRANCE 2008	\$ 78
White Reserve	© 70
SAUVIGNON BLANC, GAJA ALTENI DI BRASSICA, PIEDMONT, ITALY 2011	\$ 225
${\bf BURGUNDY, MAISONJESSIAUME, CORTONCHARLEMAGNEGRANDCRU, COTEDEBEAUNE, FRANCE2010}$	\$ 315
BURGUNDY, JOSEPH DROUHIN, CORTON CHARLEMAGNE GRAND CRU, COTE DE BEAUNE, FRANCE 2011	\$ 350
CHARDONNAY, WILLIAMS SELYEM, " $DRAKE\ VINEYARD$ ", RUSSIAN RIVER VALLEY, CALIFORNIA 2006	\$ 218
* = NATURAL WINE	

Clearwater

Red Wine

INE LIST

3 6000 77,0000	
PINOT NOIR, J CHRISTOPHER, "HUDSON CLEARWATER GREEN DOOR CUVÉE", WILLAMEITE, OREGON 2012	\$ 56
PINOT NOIR, WEINGUT ZIEREISEN SCHULEN, BLAUER SPÄTBURGUNDER, BADER, GERMANY 2010	\$ 76
PINOT NOIR, DOMAINE SERENE, WILLAMETTE VALLEY, OREGON 2009	\$84
PINOT NOIR, AUGUST WEST, "ROSELLA'S VINEYARD", SANTA LUCIA HIGHLANDS, CALIFORNIA 2012	\$105
PINOT NOIR, WILLIAM SELYEM, "EAST SIDE ROAD NEIGHBORS", RUSSIAN RIVER, CALIFORNIA 2011	\$ 190
*PLOUSSARD, PHILIPPE BORNARD, "LA CHAMADE", JURA, FRANCE 2009	\$ 60
*GAMAY/PINOT NOIR, CHRISTIAN VENIER, "LES HAUTE DE MADAM", CHEVERNY, LOIRE, FRANCE 2013	\$ 42
GAMAY, JEAN PAUL BRUN, "L'ANCIEN", BEAUJOLAIS, FRANCE 2013	\$ 48
BURGUNDY, DOMAINE THIBAULT LIGER-BELAIR, "CLOS DU PREGURE", COTES DE NUTTS, FRANCE 2011	\$ 75
BURGUNDY, JOSEPH VOILLOT, "VIEILLES VIGNES", POMMARD, CÔTE D'OR, FRANCE 2010 BURGUNDY, ALBERT MOROT, "1ER CRU", SAVIGNY-LÈS-BEAUNE, FRANCE 2010	\$ 100 \$ 120
*GRENACHE/SYRAH, MAS D'AGALIS, "NAVIS", LANGUEDOC-ROUSSILLON, FRANCE 2010	\$ 62
GRENACHE, BEAURENARD, CHATEAUNEUF-DU-PAPE, RHONE, FRANCE 2010	\$ 80
BLAUER ZWEIGELT, BUCHEGGER, NIEDERÖSTEREICH, AUSTRIA 2010	\$ 38
SANGIOVESE, CA' MARCANDA ANGELO GAJA, "PROMIS", TOSCANA IGT, TUSCANY, ITALY 2011	\$ 98
CHIANTI CLASSICO, CASTELLARE, CASTELLINA, TALY 2012	\$ 52
BARBARESCO, CERETITO ASIJ, PIEDMONT, ITALY 2011	\$ 95
BRUNELLO DI MONTALCINO, ALITESINO, TUSCANY, ITALY 2009	\$ 120
BAROLO, MAURO VEGLIO, VIGNETTO GATTERA, PIEDMONT, ITALY 2005	\$ 95
TEMPRANILLO, CONDADO DE HAZA, RIBERA DEL DUERO, SPAIN 2009	\$ 58
TEMPRANILLO, LOPEZ DE HEREDIA, RESERVA, RIOJA, SPAIN 2002	\$ 80
BORDEAUX, CHÂTEAU DE PEZ, SAINT-ESTÈPHE, FRANCE 2011	\$ 100
BORDEAUX, CHÂTEAU CHERUBIN, GRAND CRU, SAINT-EMILION, FRANCE 2007	\$ 120
MERLOT, BEDELL, "MUSEE", NORTH FORK, NEW YORK 2008	\$ 120
MALBEC, COLOME, "ESTATE MALBEC", SALTA, ARGENTINA 2012	\$ 58
MALBEC, VINA COBOS, "BRAMARE", MENDOZA, ARGENTINA 2011	\$ 86
MALBEC, COLOME, "RESERVE", SALTA, ARGENTINA 2009	\$ 155
ZINFANDEL, SEGHESIO, SONOMA COUNTY, CALIFORNIA 2012	\$ 56
ZINFANDEL, STORYBOOK MOUNTAIN, "MAYACAMAS RANGE", NAPA VALLEY, CALIFORNIA 2011	\$ 72
SYRAH, DUCHAMP, "SLAUGHTERHOUSE", DRY CREEK VALLEY, CALIFORNIA 2009	\$ 78
SYRAH, INGLENOOK, "RC RESERVE", RUTHERFORD, CALIFORNIA 2010	\$ 120
SYRAH, BIEN NACIDO, SANTA MARIA VALLEY, CALIFORNIA 2009	\$120
PETITE SIRAH, ERNA SHEIN, SPRING MOUNTAIN DISTRICT. NAPA VALLEY, CALIFORNIA 2006	\$ 100
CABERNET FRANC, REVOLVER, "THE FURY", NAPA VALLEY, CALIFORNIA 2010	\$ 86
CABERNET SAUVIGNON, CEDAR KNOLL VINEYARD CO., NAPA VALLEY, CALIFORNIA 2010	\$ 78
CABERNET SAUVIGNON, SILVERADO VINEYARDS ESTATE GROWN, NAPA VALLEY, CALIFORNIA 2010	\$ 110
CABERNET SAUVIGNON, GARGIULO VINEYARDS, "MONEY ROAD RANCH", NAPA VALLEY, CALIFORNIA 2010	\$ 190
Red Reserve	
BRUNELLO DI MONTALCINO, GAJA PIEVE SANTA RESTITUTA, "SUGARILLE", TUSCANY, ITALY 2008	\$ 375
BAROLO, BRUNO GIACOSA, "FALLETO", PIEDMONT, ITAIN 2005	\$ 395
TEMPRANILLO, ARTADI. "PAGOS VIEJO", RIOJA, SPAIN 2007 TEMPRANILLO, ARTADI. "PAGOS VIEJO", RIOJA, SPAIN 2007	\$ 215
CABERNET SAUVIGNON, PALMAZ VINEYARDS ESTATE, NAPAVALLEY, CALIFORNIA 2005	\$ 225
CABERNET SAUVIGNON, SCHRADER, RBS, "BECKSTOFFER", NAPA VALLEY, CALIFORNIA 2009	\$ 620
CABERNET SAUVIGNON, HUNDRED ACRE, "FEW& FAR BETWEEN", ST. HELENA, CALIFORNIA 2008	\$ 720
	0.20
Dessert Wine	
WELSCHRIESLING/CHARDONNAY, KRACHER, CUVEE AUSLESE, BURGENLAND, AUSTRIA 2010	\$ 42
PASSITO DI PANTELLERIA, DONNAFUGATA, "BEN RYE", SICILY, ITALY 2011	\$ 86
,	
Dessert Reserve	
VINTAGE PORT CABERNET SAUVIGNON, KOBALT, NAPA VALLEY, CALIFORNIA 2005	\$125
* = NATURAL WINE	

EXHIBIT Q

QUALITY ITALIAN

WINE BY THE GLASS

SPARKLING

Quality Prosecco NV Brut Veneto, IT Made exclusively for QI by the illustrious Drusian Estate	13
Podere Giardino "Suoli Cataldi" 2012 Lambrusco Emilia-Romagna, IT This delicious & bubbly red wine is best served chilled	16
Moet-Chandon Imperial NV Brut Champagne Champagne, FR Champagne is made from Chardonnay, Pinot Noir & Pinot Meunier grapes	22
WHITE	
Pala "I Fiori" 2013 Vermentino Sardegnia, IT Four generations of family wine making bring you this crisp island wine	12
Caposaldo 2013 Pinot Grigio Veneto, IT Pinot Grigio is referred to as Pinot Gris in Alsace and the US	13
Wellington 2013 Sauvingon Blanc Sonoma Valley A 21 acre winery run by a father and son team	14
San Marco 2013 Chardonnay Piedmonte, IT This vineyard is located in the hilltop region of Santo Stefano Belbo between the Langhe and Monferrato districts	14
Dr. Konstantin Frank 2013 Semi-Dry Rielsing Finger Lakes, NY Dr. Frank was the pioneer of East Coast Viticulutre	16
Dorigo 2013 Sauvignon Blanc Fruili-Venzia-Giulia, IT Small production, high quality wine from north east Italy	19
Castello della Sala "Bràmito del Cervo" 2013 Chardonnay Umbria, IT A project taken on by the Antinori family	20
Cakebread 2012 Chardonnay Napa (Poured from Magnum) Chardonnay was the first wine made at this great Napa Vineyard	27
RED	
Mater Domini 2012 Primitivo Puglia, IT Primitivo has been shown to be almost identical to Zinfandel	12
Brigaldara Classico 2013 Valpolicella Veneto, IT A blend of Corvina, Rondinella, Molinara and Sangiovese	13
Byron 2012 Pinot Noir Santa Barbara Santa Barbara County is the setting for the movie "Sideways"	14
Palladio DOCG 2013 Chianti Toscana, IT Grapes that produce Palladio wines are grown in the Montalbano district near the historical cities of Florence and Siena	15
Praesidum 2012 Cerasuollo d'Abruzzo Montepulciano, IT Fresh, juicy fruit forward wine	16
St. Michael Eppan 2013 Pinot Noir Alto Adige, IT In 2000, Gambero Rosso (Italy's leading food & wine magazine) named St. Michael-Eppan as the best Italian winery of the year	16
Talenti 2012 Rosso di Montalcino Tuscany, IT Made from 100% Sangiovese Grosso also known as Brunello	17
Quality Wine 2010 Super Tuscan Toscana, IT A hand-crafted custom blended Super Tuscan wine from the Tolaini estate	20
Duckhorn Decoy 2011 Red Blend Napa This red blend is often referred to as a meritage: a combination of the words merit & heritage	20
Provenance Vineyards 2011 Cabernet Sauvignon Napa Winemaker Tom Rinaldi was also the winemaker of the famous Duckhom 'Three Palms Vineyard' Merlot	26
Caymus 2012 Cabernet Sauvignon Napa (Poured from a 1 liter) The first vintage of this classic Napa Cabernet dates all the way back to 1972!	37

THE 2006 BRUNELLO DI MONTALCINO VINTAGE

The 2006 vintage in Montalcino was perhaps one of the most impressive since 1997. These wines show with elegance, concentration, beautiful complexity and the structure to age very well. Warm days and cool nights resulted in wines that are big and rich without being forceful. These wines offer great aromatics, with layers of fruit and velvety soft tannins.

Castello Banfi "Poggio Alle Mura"	155
Le Gode	160
Capanna	180
San Filippo "Le Lucere"	190
Poggio Antico "Altero"	195
Ciacci Piccolomini d'Aragona "Vigna di Pianrosso"	240
Siro Pacenti	265
La Serena	300
Uccelliera	320
Pian Dell'Orino	350
Poggio Antico	350

JOSEPH PHELPS "INSIGNIA"

Insignia is the first proprietary Bordeaux-style blend produced in California. Each vintage is comprised of the best grapes from Joseph Phelps Vineyards, first from both grower and estate fruit. In 1973, Joe Phelps bought a 600-acre Connolly cattle ranch in Spring Valley, just outside of St. Helena, and began planting vineyards and building a winery. The winery construction was completed in 1974 and that same year the first grapes were crushed and first vintage of Insignia was produced.

2009	350
2004	400
2003	375
2002	425
2001	500
2000	300
1999	400

JORDAN

Founder, Tom Jordan, had his game-changing moment after sipping from a glass of Chateau Latour and so modeled his wine to match Latour's elegance, power, and sheer beauty. In 1972 he founded the winery that bears his name and the rest is history. Synonymous with great wine, Jordan has led the charge and put Sonoma on the map. Today, 37 years later, winemaker Rob Davis is still at the helm and he has been since day one – the only winemaker in all of California to be working at one single winery for 35+ years.

2010	132
2007	175
2005	140
2004	150
2003	140
2002	165

PETER MICHAEL

It's not so often that you get the opportunity to taste a full lineup of nearly every wine that a producer crafts. In 1982, Sir Peter Michael (yes he was knighted) established the Peter Michael winery on a square mile of rocky volcanic ridges that form the western face of Mount St. Helena in Sonoma County. From the beginning, the wine growing philosophy was modeled on the French tradition infused with a few modern influences: One, the vineyard terroir would be the single most important feature. Two, the wines would be elegant rather than overstated. Three, there would be a 100-year commitment to the development of a great estate. Given this commitment to the product, only a limited quantity will ever be made.

"l'Apres Midi" 2011 Sauvignon Blanc Sonoma	160
"L'Espirit des Pavots" 2011 Red Blend Knights Valley	175
"Mon Plaisir" 2012 Chardonnay Sonoma	195
"Les Pavots" 2010 Red Blend Knights Valley	375

LARGE FORMAT SELECTIONS Silver Oak Cellars 2009 Cabernet Sauvignon (1.5L) Napa Valley 325 Paradigm Winery 2010 Cabernet Sauvignon (1.5L) Napa Valley 375 Chimney Rock 2011 Cabernet Sauvignon (1.5L) Napa Valley 395 Gaja Pieve Santa Restituta 2008 Brunello di Montalcino (1.5L) Tuscany 475 II Poggione 2007 Brunello di Montalcino Reserve (1.5L) Tuscany 515 Staglin Family Vineyards 2009 Cabernet Sauvignon (1.5L) Napa Valley 670 Joseph Phelps "Insignia" 2004 Cabernet Sauvignon (1.5L) Napa Valley 795 Quintessa 2010 Cabernet Sauvignon (3L) 1425

QUALITY PROSECCO

A collaboration between the Quality Italian & Drusian family has brought you this exclusively produced Prosecco. Drusian has been producing 100% Prosecco for three generations beginning in the 19th century. Each step of the winemaking process from cultivation to the harvest is performed with the utmost care and no chemical pesticides are used – only organic fertilizers which help craft the highest "Quality" product.

65

CHAMPAGNE & SPARKLING WINES

II Mosnel NV Franciacorta Brut Lombardy, IT Chardonnay, Pinot Blanc, & Pinot Noir, all organic certified	59
Vignetto Saetti 2011 Lambrusco Emilia-Romagna, IT This delicious & bubbly red wine is best served chilled	79
Roederer Estate NV Brut California From the same team behind the legendary Champagne house – Cristal	86
Ca'del Bosco "Cuvee Prestige" NV Franciacorta Brut Lombardy, IT Franciacorta is Italy's answer to Champagne – produced mainly in the Lombardy region of northern Italy	96
Perrier Jouët NV Brut Champagne History: 2011 marked the 200th anniversary of the estate's first vintage	104
Maso Martis Brut Rose NV Alto Adige, IT Beautiful sparkling rose from the Dolemite Mountains	106
Pierre Gimonnet & Fils "Paradoxe" 2006 Champagne Gimonnet's only wine that is not 100% Chardonnay – he blends Pinot Noir into this Champagne	115
Krug Brut Grand Cuvee NV Champagne (375 ml) Perfect for two – One of the most revered houses in Champagne	120
Monte Rossa Cabochon Rose 2008 Franciacorta Lombardy, IT 60% Chardonnay 40% Pinot Nero 100% Pink	135
Moet & Chandon Imperial 2006 Brut Champagne A name that everyone knows because their bubbles are always so delicious especially the vintage wines	155
Ruinart Blanc de Blanc NV Champagne Ruinart was the first established Champagne house in 1729	160
J Dumangin NV Brut Rose Champagne The use of Pinot Meunier in this cuvee makes it bright and elegant	165
Billecart Salmon NV Brut Rose Champagne Our owner's – Michael Stillman – favorite bottle of pink bubbles	175
Dom Perignon 2004 Champagne Dom Perignon was actually a monk who lived in the 1600s & the first to master the art of blending grapes to improve the wine quality	265
Perrier Jouët "Belle Epoque" Brut 2006 Champagne "La Belle Epoque" was an era in France — 1870 through 1914 — characterized by optimism and peace at home	350
Cristal 2005 Champagne Shake up a bottle & pour one out on the floor	449
ROSÉ	

Chateau Bellet 2012 Provence, FR

This is a wine of exceptional elegance and complexity,

production is extremely limited and distribution is almost entirely local

OTHER NEW WORLD REDS

Titus 2012 Zinfandel Napa They blend a little bit of "Je ne sais quoi" into their Zins for a little extra punch	75
Qupe "Sawyer Lindquist" 2010 Syrah Santa Barbara County Qupe is the Chumash Indian word for California Poppy – the State Flower	79
Chateau Montelena 2011 Zinfandel Napa Zinfandel has been shown to be almost identical to Italian Primitvo	85
Mayacamas 2008 Merlot Napa Talk about history, this winery was built in 1889	90
Moss Woods "Ribbon Vale" 2011 Red Blend Margaret River, Australia A rich ,full Cabernet/Merlot blend from down under	92
Penfolds Bin 138 2012 Red Blend Barossa Valley, AU A traditional Southern Rhone blend of Grenache, Syrah and Mouvedre	94
Robert Biale "Royal Punishers" 2011 Petite Sirah Napa Every vintage of this wine from 2003 has received 90+ points from Robert Parker	95
Duckhorn 2011 Merlot Napa One of the first wineries in Napa to make a single vineyard Merlot	100
Von Strasser 2010 Zinfandel Diamond Mountain, Napa From high elevation vineyadrs in the Diamond Mountain AVA	105
Bodegas Caro 2010 Malbec Mendoza, AR A project between Catena and (Lafite) Rothschild	125
Pride Mountain 2010 Merlot Spring Mountain, Napa Since Bob Foley left his post as winemaker in 2006, the wines haven't missed a beat	145
La Jota 2010 Merlot Howell Mountain, Napa One of the earliest "cult" wines to come out of California	160
Mollydooker "Carnival of Love" 2012 Shiraz McLaren Vale, AU A massive high scoring wine from down under	180
Catena Zapata "Malbec Argentino" 2009 Malbec Mendoza, AR An example of Argentina's best & brightestalso juiciest	200
Achaval Ferrer "Finca Altamira" 2011 Nalbec, Mendoza, AR One of three single vineyard bottlings, this malbec will blow you away!	270

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EXHIBIT R

Liquid Assets

Enjoy our premium Cocktails and Wines.

Classic Cocktails

Manhattan

Gentleman Jack, Carpano Antica Sweet Vermouth, Angostura and Orange Bitters, Luxardo Cherry

Old-Fashioned

Tincup Colorado Whiskey, Angostura Bitters, sugar cube, orange

Golden Margarita

Cuervo Gold, Cointreau, Solerno Blood Orange Liqueur, agave nectar

Moiito

Don Q Cristal Rum, early mint, cane syrup, fresh lime juice, club soda

Daiquiri

Flor de Caña Seven Year Old Rum, simple syrup, fresh lime

Ralph Wollensky "Signature" Martini Stoli Elit Vodka, hint of citrus, black peppercorns, 24K gold flakes

Charlie Smith's "Ultimat" Martini

Ultimat Vodka, smoked Marcona almond-stuffed olives

Horse's Neck

Tullamore Dew Irish Whiskey, ginger ale, Angostura Bitters, lemon peel

Sazerac

Templeton Rye, Pernod Absinthe rinse, Peychaud's Bitters, cane syrup

Moscow Mule

Russian Standard Platinum, Gosling's Ginger Beer, lime

Dark & Stormy Gosling's Black Seal Rum, Gosling's Ginger Beer

Negroni

Hendrick's Gin, Campari, Carpano Antica Sweet Vermouth

Mixology Selections

Razz-tini

Three Olives Raspberry, Bols Peach Liqueur, Chambord, fresh raspberries

On the Boulevardier

Buffalo Trace Rye Whiskey, Campari, Carpano Antica Sweet Vermouth, Luxardo Cherry

Maestro of Ceremonies

Maestro Dobel Tequila, Cointreau, pineapple, Sprite

Old Hollywood

Three Olives Marilyn, Moët & Chandon, Chambord, splash of Bols Yogurt Liqueur

Pear-Ginger Martini

Grey Goose La Poire, Bols Elderflower Liqueur, Domaine de Canton Ginger Liqueur

Bourbon Ball

Woodford Reserve, Fireball Cinnamon Whisky, Galliano Ristretto, RumChata

South Beach Mojito

Shellback Spiced Rum, Fragoli Wild Strawberry Liqueur

Vegas T 'n' T

Boodles London Dry Gin, Jack Rudy Small Batch Tonic, soda

Iced Chata
Brinley Gold Shipwreck Vanilla, RumChata, Godiva, cream

Golden Scotsman

Macallan 12, Cointreau, agave nectar, orange twist

Reduced Calorie Cocktails

Dark & Skinny Gosling's Black Seal Rum, Gosling's Diet Ginger Beer

Skinny Mojito

Don Q Limón, mint leaves, club soda

Skinny Collins

Deep Eddy Cranberry Vodka, Jack Rudy Small Batch Tonic, club soda

WINES BY THE GLASS Our full list of wines is always available.

Sparkling & Whites

Reds

Bocelli	Prosecco	Valdobbiadene	Lyric by Etude	Pi
Villa Rosa	Moscato d'Asti	Piedmont	La Crema	Pi
Gloria Ferrer	Brut	Sonoma	The Calling	Pi
Moët & Chandon Impe		Épernay	Yangarra Old Vine	(
Nicolas Feuillatte	Rosé Brut	Épernay	Marqués de Riscal Reserva	Ten
		Ереппау	Clos du Val	
Château d'Esclans Whis	spering Angel		Casa Lapostolle	×T*
	Rosé	Provence	Marchesi de' Frescobaldi	-
Ca' Donini	Pinot Grigio	Veneto	Farrier "Presshouse"	Chiani
King Estate	Pinot Gris	Willamette Valley	Smith & Wollensky "Priva	te Res
Whitehaven	Sauvignon Blanc	Marlborough		1
Smith & Wollensky "Pri	ivate Reserve"	· ·	Hess 19 Block Mountain Cu	ıvée .
	Sauvignon Blanc	Sonoma	3	rnet Sc
Domaine de la Perrière	0	Loire Valley		rnet Sc
			Beringer Knights Valley	
J. Lohr Arroyo Vista	Chardonnay	Arroyo Seco	Cabe	rnet Sc
Sonoma-Cutrer "RRR'	' Chardonnay	Russian River Valley	Stags' Leap Winery	Pet
Chalk Hill	Chardonnay	Sonoma	Trapiche Broquel	,
Blindfold	White Blend	Napa	Boneshaker	2
Eroica	Riesling	Columbia Valley	La Colombaia The Prisoner	Ŕ
Pacific Rim	Gewürztraminer	Columbia Valley	Paraduxx Proprietary	R
i acinc Rini	Gewarstrammer	Columbia valley	i araduxx i roprietary	10

Lyric by Etude	Pinot Noir	Santa Barbara	
La Crema	Pinot Noir	Willamette Valley	
The Calling	Pinot Noir	Napa	
Yangarra Old Vine	Grenache	Napa	
Marqués de Riscal Reserva	Tempranillo	Rioja	
Clos du Val	Merlot	Napa	
Casa Lapostolle	Merlot	Colchagua Valley	
Marchesi de' Frescobaldi l	Nipozzano		
•	Chianti Rufina	Pelago Firenze	
Farrier "Presshouse"	Meritage	Alexander Valley	
Smith & Wollensky "Priva	te Reserve"		
	Meritage	Napa	
Hess 19 Block Mountain Cu	vée Meritage	Mt. Veeder	
Liberty School Caber	rnet Sauvignon	Paso Robles	
Educated Guess Caber	rnet Sauvignon	Napa	
Beringer Knights Valley			
Caber	rnet Sauvignon	Sonoma	
Stags' Leap Winery	Petite Sirah	Napa	
Trapiche Broquel	Malbec	Mendoza	
Boneshaker	Zinfandel	Lodi	
La Colombaia	Amarone	Veneto	
The Prisoner	Red Blend	Napa	
Paraduxx Proprietary	Red Blend	Napa	

SMITH & WOLLENSKY

Sauvignon Blanc - A crisp, elegant and fresh wine with citrus, ripe mango and melon notes. Handcrafted by Kunde Family Estate in the Sonoma Valley, this special wine has a great balance and extremely long finish. It pairs nicely with our fresh seafood and Signature Shellfish Bouquet.

Meritage - A rich, aromatic cuvée handcrafted in Napa Valley, this Private Reserve is our best yet. Shades of plum and spice mingle with a hint of French oak to complement the intense flavor of our Prime beef. The lengthy, warm finish lingers on the palate. An excellent Meritage comprised of Cabernet Sauvignon, Cabernet Franc, Merlot, Petit Verdot and Malbec.



EXHIBIT S

WHITE WINES

AMERICA 2013 \$40 6441 Chardonnay, Wyatt (California) \$58 2012 1232 Chardonnay, Calera (Central Coast) 1098 Chardonnay, Sandhi 'Altamarea' (Santa Barbara) 2012 \$67 2012 \$82 1214 Chardonnay, Cakebread Cellars (Napa Valley) 2013 \$56 1260 Sauvignon Blanc, Ferrari-Carano 'Fumé Blanc' (Sonoma) \$45 2012 6105 Viognier, Calera (Central Coast) 2013 \$55 6106 Trousseau Gris, Wind Gap (Sonoma Coast) **GERMANY** \$42 1112 Riesling Medium-Dry, Zilliken 'Butterfly' (Mosel) 2012 2012 \$48 7301 Riesling Trocken, Dr. von Basserman-Jordan (Pfalz) 5818 Riesling, Van Volxem 'Goldberg' (Mosel) 2012 \$80 ROSÉ 6551 Tavel, Château de Trinquevedel (Rhône) 2013 \$49

EXHIBIT T

WINES BY THE GLASS

SPARKLING WINE

Prosecco Extra Dry Cima da Conegliano Veneto		NV	13
Champagne Brut Louis Roederer "Collection"		NV	23
Champagne Brut Krug "Grande Cuvée"	375ml	NV	115
Champagne Brut Rosé Billecart-Salmon		NV	36
WHITE & SHERRY			
Fino Sherry Equipo Navazos "En Rama" Jerez		NV	12
Vermentino Col di Bacche Tuscany		2012	10
Etna Bianco Graci Sicily		2013	14
Sancerre Foucher-Lebrun "Le Mont" Loire		2013	16
Riesling Kabinett Schloss Lieser Mosel		2011	15
Chardonnay Sandhi "Altamarea" Santa Barbara		2012	17
Saint-Aubin 1er Cru Philippe Colin "Le Charmois" Burgundy		2010	25
ROSÉ Bandol Le Galantin Provence		2013	14
RED		2010	1.
Barbera d'Asti Bel-Sit "La Turna" Piedmont		2010	11
Côtes-du-Rhône J. L. Chave "Mon Coeur" Rhône		2012	15
Pinot Noir Clendenen "The Pip" Santa Maria Valley		2012	18
Margaux Château La Gurgue Bordeaux		2007	20
Valpolicella Ripasso Tedeschi "Capitel San Rocco" Veneto		2011	14
"Al Passo" Tolaini Tuscany		2010	17
Montefalco Sagrantino Còlpetrone Umbria		2008	15
Cabernet Sauvignon Provenance Vineyards Rutherford, Napa Valley		2010	25

WHITE WINE

UNITED STATES

213	Chardonnay Arterberry Maresh "Maresh Vineyard" Dundee Hills	2009	158
1193	Chardonnay Aubert "Ritchie Vineyard" Sonoma Coast	2011	189
941	Chardonnay Ceritas "Heintz Vineyard" Sonoma Coast	2011	126
214	Chardonnay Chalone "Estate" Chalone	2010	80
218	Chardonnay Fama Winery "Hudson Vineyards" Carneros	2010	130
211	Chardonnay Fogdog Sonoma Coast	2011	75
219	Chardonnay Hirsch Vineyards "Estate" Sonoma Coast	2011	139
1887	Chardonnay Kistler "Les Noisetiers" Sonoma Coast	2012	132
953	Chardonnay Marcassin "Marcassin Vineyard" Sonoma Coast	2009	338
1271	Chardonnay Sandhi "Altamarea") Santa Barbara	2012	<i>7</i> 9
	Sauvignon Blanc Soliste "Lune et Soleil" Lake County	2013	72
1509	Riesling Penner-Ash Willamette Valley	2011	54
1437	Viognier Jaffurs Santa Barbara County	2012	72
	AUSTRALIA & NEW ZEALAND		
236	Riesling Grosset "Polish Hill" Clare Valley	2012	88
235	Chardonnay Kumeu River "Hunting Hill" Kumeu	2009	77
5843	Sauvignon Blanc Cloudy Bay "Te Koko" Marlborough	2010	170
6237	Sauvignon Blanc Craggy Range "Te Muna Road" Martinborough	2012	65
	ROSÉ		
1845	Zenato Bardolino Chiaretto, Veneto	2013	45
1723	Proprietà Sperino "Rosa del Rosa" Piedmont	2013	54
1792	Costaripa "Il Vino di Una Notte - RosaMara" Valtènesi Chiaretto, Lombardy	2013	55
	Graci Etna, Sicily	2013	59
	Bandol Le Galantin Provence	2013	63
1882	Bandol Domaine Tempier Provence	2013	100
1797	Cabernet Franc Channing Daughters North Fork of Long Island	2013	65

EXHIBIT U

WINES BY THE GLASS

SPARKLING AND CHAMPAGNE			
Prosecco di Valdobbiadene Extra Dry, Drusian		nv	14
Champagne Brut Blanc de Blancs 1er Cru "Cuvée Vendémiaire", Doyard		nv	25
Champagne Brut "Dom Pérignon", Moët et Chandon		2002	60
Champagne Brut "Grande Cuvée", Krug	₃₇₅ ml	nv	130
Champagne Brut Rosé, Billecart-Salmon		nv	36
Apple Cider "Sidre Doux", Eric Bordelet, Normandy		2012	14
WHITE			
Colli di Luni Vermentino "Boboli", Giacomelli, Liguria		2011	16
Collio Pinot Grigio "Jesera", Venica & Venica, Friuli		2013	15
Malagousia, Domaine Gerovassiliou, Epanomi, Greece		2013	14
Sancerre "Le Mont", Foucher-Lebrun, Loire Valley		2013	16
Riesling "Feinherb", Weingut Seehof, Rheinhessen		2012	13
Chardonna <mark>y "Altamarea",</mark> Sandhi, Santa Barbara County		2012	20
Viognier "Antoine Creek Vineyard", Gramercy Cellars, Columbia Valley		2013	19
Puligny-Montrachet, Paul Chapelle, Burgundy		2008	29
RED			
Barbera d'Alba, Oddero, Piedmont		2011	13
Barolo, Ascheri, Piedmont		2009	25
Brunello di Montalcino, La Togata, Tuscany		2008	27
"Valdisanti", Tolaini - Tenuta S. Giovanni, Tuscany		2009	20
Amarone della Valpolicella, Fratta Pasini, Veneto		2009	19
Vacqueyras, Notre Dame De Cousignac, Rhône Valley		2011	17
Pinot Noir "Cuvée E", EIEIO, Willamette Valley		2009	19
Cabernet Sauvignon "Cru", Vineyard 29, Napa Valley		2012	32
CORAVIN by the glass			
Meursault, Domaines des Comtes Lafon, Burgundy		2011	56
Barolo, Bartolo Mascarello, Piedmont		2006	77
Brunello di Montalcino Riserva, Case Basse di Soldera, Tuscany		2000	125
"Tignanello", Antinori, Tuscany		2011	55
Vosne-Romanée 1er Cru "Les Suchots", Domaine de l'Arlot, Burgundy		1999	68
Cabernet Sauvignon, Quintessa, Napa Valley		2009	85
Sautaman Châtan d'Yanan			
Sauternes, Château d'Yquem		1999	70

UNITED STATES WHITE WINES

CHARDONNAY	
7110 Dutton Goldfield "Dutton Ranch", Russian River Valley	012 92
6714 Hanzell Vineyards, Sonoma Valley	012 148
4753 Lewis Cellars "Barcaglia Lane", Russian River Valley	012 159
4751 Maldonado "Los Olivos Vineyards", Napa Valley	010 105
1830 Marcassin "Marcassin Vineyard", Sonoma Coast	007 409
1761 Marcassin "Three Sisters Vineyard", Sonoma Coast	007 325
6634 Matthiasson "Linda Vista", Napa Valley	013 68
4678 Mount Eden "Reserve", Santa Cruz Mountains	009 168
4077 Pahlmeyer, Sonoma Coast	010 210
6926 Patz & Hall "Dutton Ranch", Russian River Valley	012 93
6952 Peter Michael "Ma Belle-Fille", Knights Valley	012 201
7513 Peter Michael "Point Rouge", Sonoma County	010 393
7249 Ramey "Hyde Vineyard", Carneros	.011 130
4205 Sandhi "Altamarea", Santa Barbara County	012 75
7681 Sandhi "Bent Rock", Sta. Rita Hills	012 200
4970 Sandhi "Rita's Crown", Sta. Rita Hills	012 126
4801 Shafer "Red Shoulder Ranch", Carneros	012 130
4997 Stony Hill, Spring Mountain District	009 96
5550 Williams Selyem "Drake Estate", Russian River Valley	008 280
OTHER VARIETIES	
7196 Sauvignon Blanc "L'Après-Midi", Peter Michael, Knights Valley	013 121
C DI DIIM VI	012 157
6301 Sauvignon Blanc, Spottswoode, Sonoma/Napa Counties	013 88
Company "Stand Coulty" Deals And Court El Davids Court	012 76
"O T1 W1: I/ " A : N	012 140
	013 68

EXHIBIT V

SELECTIONS BY THE GLASS

SPARKLING WINE & CHAMPAGNE		
PROSECCO SUPERIORE BRUT, RUSTICO NINO FRANCO (Veneto)	NV	13
FRANCIACORTA BRUT, BARONE PIZZINI Chardonnay (Lombardia)	NV	17
FRANCIACORTA BRUT ROSÉ, MAJOLINI Pinot Nero (Lombardia)	NV	25
BRUT GRAND CRU, SELECTION PEHU SIMONET Pinot Noir/Chardonnay (Champagne, France)	NV	29
BRUT BLANC DE BLANCS, DOM RUINART RUINART Chardonnay (Champagne, France)	2002	60
BRUT ROSÉ, BILLECART-SALMON Chardonnay/P.Meunier/P.Noir (Champagne, France)	NV	39
WHITEWINE		
THALASSITIS GAI'A Assyrtiko (Santorini, Greece)	2013	17
sourced from 80 plus year old ungrafted vines, Gai'a's "wine of the sea" is a mineral driven, complex wine that exudes subtle notes of honeysuckle and tropical fruit.		
SANCERRE, LE MONT FOUCHER-LEBRUN Sauvignon Blanc (Loire, France)	2013	16
from steep hillside vineyards, comes a mineral driven sauvignon blanc that displays citrus fruit with a touch of melon and slate.		
RIESLING, FAß 6 SENIOR PETER LAUER (Saar, Germany)	2013	19
Peter Lauer always kept barrel #6 for his family's personal consumption, and after one sip of this barely off-dry wine you will see why.		
	2012	17
ROERO ARNEIS, CORNAREA (Piemonte)sourced from the first vineyards to ever be planted entirely to this native varietal, the chalky soils	2013	16
shine through in the wine with bright minerality amidst orchard fruit and mellow citrus.		
PAESTUM GRECO, CALPAZIO SAN SALVATORE (Campania)	2012	18
from a biodynamic winery located inside the Cilento national park, this greco expresses tropical fruit balanced by a touch of salinity.		
SYLVANER, PACHER HOF (Alto Adige)	2013	17
stone fruit, lemon verbena and white flowers on the nose lead into a palate of quince, pear and apricot with grip and vigor.		
VERMENTINO, BOBOLI GIACOMELLI (Liguria)	2011	18
Giacomelli's vermentino expresses wild herbs, apricot, and an array of citrus fruit balanced by fresh acidity and a hint of oak spice.		
SOAVE CLASSICO, MONTE ALTO CA' RUGATE Garganega (Veneto)	2012	17
from the volcanic and limestone rich soils of Monteforte d'Alpone comes a refined and aromatic Soave Classico that expresses stone fruit and citrus lightly kissed by oak.		
CHARDONNAY, <i>ALTAMAREA</i> SANDHI (Santa Barbara County, California)	2012	19
our private label chardonnay is sourced from four of the area's most coveted vineyards and		
expresses subtle tropical fruit, citrus and slate.		
VERDICCHIO DI MATELICA, VIGNETO FOGLIANO BISCI (Marche)	2010	16
aged only in glazed cement tank, this single vineyard verdicchio is a layered wine loaded with honeyed stone fruit, almond and a fine backbone of acidity.		
CHASSAGNE-MONTRACHET 1ER CRU, LES VERGERS F. & L. PILLOT Chardonnay (Burgundy, Fr.)	2011	35
the vineyard of Les Vergers produces forward wines, and Pillot's 2011 expresses lime-laced citrus fruit with a touch of pie crust on the palate, balanced by savory mineral and gripping acidity.		
VITOVSKA, ZIDARICH (Friuli)	2010	27
two weeks of skin contact during fermentation gives this wine an orange color and tannin with notes of pear, sage and saline mineral.		

WHITE WINE

UNITED STATES

OREGON

ARNEIS, PONZI (WILLAMETTE VALLEY)	2013	80
CHARDONNAY, RESERVE PONZI (WILLAMETTE VALLEY)	2012	90
CHARDONNAY, SIGRID BERGSTRÖM	2012	100
CHARDONNAY, ROSEROCK GREG LINN (WILLAMETTE VALLEY)	2009	185
CHARDONNAY, RESERVE NORTH VALLEY BY SOTER VINEYARDS (WILLAMETTE VALLEY)	2012	110
PINOT GRIS, VITAE SPRINGS VINEYARD ST. INNOCENT (WILLAMETTE VALLEY)	2012	65
PINOT GRIS, MARESH VINEYARDS TEUTONIC WINE CO. (DUNDEE HILLS)	2013	65
CALIFORNIA		
CHARDONNAY, TROUT GULCH ARNOT-ROBERTS (SANTA CRUZ MOUNTAINS)	2013	115
CHARDONNAY, WATSON RANCH ARNOT-ROBERTS (NAPA VALLEY)	2013	105
CHARDONNAY, AUBERT (SONOMA COAST)	2011	150
CHARDONNAY, LARRY HYDE & SONS AUBERT (CARNEROS)	2012	240
CHARDONNAY, CHARLES HEINTZ VINEYARD CERITAS (SONOMA COAST)	2012	140
CHARDONNAY, PORTER BASS VINEYARD CERITAS (SONOMA COAST)	2012	150
CHARDONNAY, HANZELL (SONOMA VALLEY)	2012	175
CHARDONNAY, HYDE VINEYARD HdV (CARNEROS)	2010	150
CHARDONNAY, ELLEN LANE ESTATE PAUL HOBBS	2012	185
CHARDONNAY, LES NOISETIERS KISTLER (SONOMA COAST)	2012	135
CHARDONNAY, MARCASSIN VINEYARD MARCASSIN (SONOMA COAST)	2010	425
CHARDONNAY, THREE SISTERS VINEYARD MARCASSIN (SONOMA COAST)	2010	265
CHARDONNAY, <i>ALTAMAREA</i> SANDHI (SANTA BARBARA COUNTY)	2012	76
CHARDONNAY, <i>DIERBERG VINEYARD</i> TYLER (SANTA MARIA VALLEY)	2012	125
CHARDONNAY, WENZLAU (STA. RITA HILLS)	2012	115
CHENIN BLANC, LIEU DIT (SANTA YNEZ VALLEY)	2013	60
CHENIN BLANC, SANDLANDS (AMADOR COUNTY)	2011	60
GRÜNER VELTLINER, MEERESBODEN TATOMER (SANTA BARBARA COUNTY)	2013	70
MELON, LIEU DIT (SANTA MARIA VALLEY)	2013	55
RIBOLLA GIALLA AMPHORA, VARE VINEYARD ARNOT-ROBERTS (NAPA VALLEY)	2012	105
ESSENCE DE ROUSSANNE CLOS SELÈNE (PASO ROBLES)	2010	149
SAUVIGNON BLANC, <i>L'APRÉS MIDI</i> PETER MICHAEL (KNIGHTS VALLEY)	2013	135
SAUVIGNON BLANC, ST. ANDELAIN SOLISTE (LAKE COUNTY)	2011	120
LES PINOTS LICHEN ESTATE	2012	75
THE MOMENT SINE QUA NON	2011	600
VIN BLANC VALLIN (SANTA YNEZ VALLEY)	2013	65

EXHIBIT W

WINES BY THE GLASS

SPARKLING

Prosecco Valdobbiadene Extra Dry Sorelle Bronca (Veneto)	NV	12
Champagne Brut 17 J. Dumangin		22
Franciacorta Rosé Il Mosnel (Lombardia)	NV	19
WHITES		
Roero Arneis Vigne Sparse Giovanni Almondo (Piemonte)	2013	13
Sancerre Vieilles Vignes Foret des Dames (Loire Valley)	2013	16
Fiano di Avellino Selvecorte Contrada (Campania)	2012	14
Riesling Feinherb Seehof (Rheinhessen)	2012	15
Chardonnay Altamarea Cuvée Sandhi (Santa Barbara)	2012	20
Trebbiano d'Abruzzo Altare Marramiero (Abruzzo)	2010	18
REDS		
Côte de Brouilly Nicole Chanrion (Beaujolais)	2012	15
Pinot Noir Banshee (Sonoma)	2012	16
Barbaresco Fenocchio (Piemonte)	2010	22
Taurasi Tenuta Ponte (Campania)	2005	18
Primitivo Critera Schola Sarmenti (Puglia)	2012	13
Brunello di Montalcino La Togata (Toscana)	2008	26
Super Tuscan Valdioanti Tolaini (Toscana)	2009	19

WHITE WINE

UNITED STATES

217	Chardonnay Ritchie's Vineyard Aubert (Sonoma Coast)	2011	190
280	Chardonnay Heintz Vineyard Ceritas (Sonoma Coast)	2010	121
286	Chardonnay La Source Evening Land (Eola-Amity Hills)	2010	139
279	Chardonnay Keefer Ranch Failla (Russian River Valley)	2011	99
293	Chardonnay <i>Нуде Vineyarд</i> HdV (Carneros)	2009	139
294	Chardonnay McCrea Vineyard Kistler (Sonoma Mountain)	2011	158
219	Chardonnay Golden Slope Liquid Farm (Sta. Rita Hills)	2012	118
483	Chardonnay White Hill Liquid Farm (Sta. Rita Hills)	2012	90
816	Chardonnay Lola (Sonoma Coast)	2013	58
794	Chardonnay Marcassin (Sonoma Coast)	2010	335
221	Chardonnay Marcassin Warcassin Vineyard (Sonoma Coast)	2009	350
220	Chardonnay Three Sisters Vineyard Marcassin (Sonoma Coast)	2008	220
281	Chardonnay Zio Tony Ranch Martinelli (Russian River Valley)	2010	118
682	Chardonnay Michael Mara Matthiasson (Sonoma Coast)	2010	118
781	Chardonnay La Carriere Peter Michael (Knights Valley)	2012	195
295	Chardonnay La Carriere Peter Michael (Knights Valley)	2011	185
223	Chardonnay Mon Plaisir Peter Michael (Knights Valley)	2011	190
399	Chardonnay Altamarea Sandhi (Santa Barbara County)	2012	89
200		2012	
398	Sauvignon Blanc McGinley Vineyard Habit Wine (Happy Canyon)	2013	66
473	Sauvignon Blanc L'Apres Midi Peter Michael (Knights Valley)	2012	120
269	Pinot Gris Eyrie (Dundee Hills)	2012	57
272	White Blend Matthiasson (Napa Valley)	2011	80

EXHIBIT X

Cleanest Spirits Made by Man



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HOME : DISTILLED SPIRITS : EDUCATION CENTER : AWARDS : CONTACT US

Home / Testimonials

Private Label Customers



Wine Country Stores

Products: Moonshines: Regular, Maple, Cinnamon, Spiced Apple; Bourbon

Terressentia is an outstanding resource for spirit production and concept development. Terressentia as company is reliable, accountable, creative and friendly. I have been totally satisfied in my business relat and look forward to achieving success together.

Scott Maybaum Owner Wine Country Stores Bergenfield, NJ www.winecountrystores.com www.hushmoonshine.com

Maverick Southern Kitchens

Products: Vodka, Citrus Vodka, Berry Vodka, Bourbon, Rum, Spiced Rum, Gin, Tequila

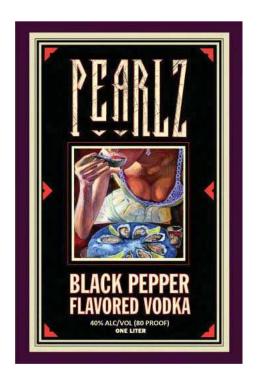
We have been working with Terressentia spirits for the last two years for all of our restaurants and bars. The products are great, clean and consistent. Our guests rave about the quality and we use them for all of our house cocktails. Terressentia spirits give us a chance to differentiate ourselves from our competitors as well as providing us with a tool for strong brand marketing. I highly recommend considering Terressentia for consistent quality, outstanding service, and a chance for your business to stand out from the crowd.

Patrick Emerson Advanced Sommelier Wine and Beverage Director Maverick Southern Kitchens Charleston, SC

Maverick's dedicated spirits page

[photo courtesy Maverick Southern Kitchens]





Products: Citrus Vodka, Black Pepper Vodka, 90 Proof Vodka, Bourl Rum, Gin

The Tbonz Restaurant Group started working with Terressentia one and a half years prior to my arrival. several changes within our company, we were not able to complete the project.

One month into my position as Beverage Director, I was able to sit down with Susie and Earl to discuss completing our prior project. When I left our meeting that day, I knew immediately that we were enterir great partnership. Both Earl and Susie were accommodating, knowledgeable and were able to remove ϵ skepticism that I had. Earl gave me a tour, explained the TerrePURE process in lamen's terms, and introme to everyone on their team.

When it comes to training, the entire Terressentia team has been willing to modify their busy schedules it work for us. They know their product and are very proud of it. This enthusiasm for their product is ap in every training session.

As of today, Terressentia bottles 6 products for us: Pearlz Citrus Vodka, Pearlz Black Pepper Vodka, Pea Vodka, Liberty Bourbon, Tbonz Gin and Flying Fish Rum. They have also built a recipe for another one c specialty liquor's while we wait for label approval.

You owe it to yourself and your business to employ Terressentia to design your product. You will not be disappointed!

Cheers, Al Simmons Charleston Regional Manager / Director of Beverage Operations TBonz Restaurant Group

Private Brand Customers

Team Spirits

Dear Terressentia Team,

My team would like to thank you immensely for the amazing response to our demanding needs in such a timely manner! Today we launched our Team Spirits Lir flawlessly with your incredible unmatched quality vodka! Your brand manager convinced us you were the right group for our project and we all certainly concur t professional response and step by step consulting we received was second to none. We look forward to working together as we unfold our vision even further. You made a measurable difference to our group as well as the larger community! Thanks for making this possible!

Team Spirits Inc, a Local Choice Member Join the coop and get rewarded for what you are already doing at www.localchoice.us

ByeJoe Spirits

Over the last few months, weeks, and days, I want to report that I have been really, really very impressed with your company!

It seems Terressentia's greatest asset is her people!

Paula has fought tirelessly to get us through the TTB quagmire, never ceasing to amaze us! Her devotion and time and sacrifice has stood as a model and standard service for all. As we are about to launch our brand, we believe there is no better person to help us get through the next step and the next. Terressentia is fortuna have her, and we are fortunate too!

Chip Alexandre has also really impressed us! He is truly knowledgeable of the industry minutia, and dedicated to help us make our brand and product better.

Joe Bosco amazed me, when he suggested a way for us to make our box generic, as a way to save money over the long term. This unsolicited out-of-the-box thinl shows that your team of professionals care.

Norma and Sonya have continued to come up with flavors that wow us, and please all who get a chance to sample! We can't wait to make more and more flavors

(I hope I'm not missing anyone, but I think you get the picture.)

Terressentia will surely succeed if it can continue to attract and retain this level of talent! We look forward to continuing our long-term partnership with your ester company!

Español

繁體中文

🌉 한국어

English

Best regards, Matt Trusch

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Cleanest Spirits Made by Man





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Home / Private Label

What Exactly is a "Private Label" Spirit?

A private label, "control brand," or "white label" spirit is a custom branded spirit made for off-premise retailers* with an existing customer base who are looking t brand loyalty, expand their high-quality offerings, improve their guest experience, and increase their profit margins.

"Private label" is a distinct product offering from "private brand," which is the creation of a new spirit owned by an individual. US federal regulations dictate retailers are not allowed to **own** a brand themselves, but they may have a brand created for them by a spirits producer.

You can read more about the differences, as well as how to determine which category you fall into, here.

For retailers looking to launch a line of their own brand of spirits, we offer a turn-key program designed to be as effortless as possible. **It's simple:** with a minima amount of input required on your part, we create a brand concept and associated packaging designs for you.

We offer a complete line of both classic and exotic spirits, all at competitive pricing to comparable quality brands. The process is **cost free**, resulting in a real opp you can't afford to miss.

Who Can Benefit from Private Label Spirits?

Anyone with an off-premise retail liquor license can benefit from a line of private label spirits.

Typical Private Label Customers:

Liquor Store Chains Grocery Stores Big Box Retail Chains Military Exchanges Anyone else with an off-premise retail liquor license!

Benefits:

Build Brand Loyalty
Reduce Inventory Costs
Increase Profits
Increase Customer Satisfaction, Resulting in More Repeat Customers

Terressentia does **not** require signing of long-term contracts or up-front fees for our private label products. Further, we handle every aspect of the creation of the spirits for our customers. Everything from brand names to label and package design is taken care of without any extra effort on your part.

How Are We Able to Do This?

Our exclusive TerrePURE® technology allows us to refine spirits from all over the world in our flexible SC-based distillery. This distillery contains multiple, state o bottling lines, each specifically designed to be adaptable to rapidly changing customer needs. Unlike traditional distilleries (where a production change could take requiring large minimum orders to be cost efficient), our unique setup and technology allows us to work in small batches, without sacrificing quality or speed to r

Bottom line: we can cost effectively produce each product in an "on demand" or "just in time" production environment. Start to finish, it takes approximately 12 to create a new batch of any single product, refine it, bottle it, and have it ready for shipping. With average timelines this short, you can see just how flexible our production is, allowing for rapid changes and minimal downtime.

Contact our Private Label sales team today

GET IN TOUCH

- How to make a private label spirit
- What our customers say
- What makes Terressenti best choice for creating premium spirits

Additionally, check out our Private Label frequently asked questions section for more information and answers to common questions.

English Español

*Our no fee private label program is strictly for those holding an off-premise retail liquor license. Those looking to launch a new brand of spirits withou liquor license should view our private brand offering.

2 简体中文

繁體中文

.......한국어

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(http://www.drinkmilehighspirits.com)

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Passionately Crafted Spirits of Superior Quality

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- OUR BRANDS (http://www.drinkmilehighspirits.com/our-brands/)
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- HOURS AND LOCATION (http://www.drinkmilehighspirits.com/contact-us/)

Private Label



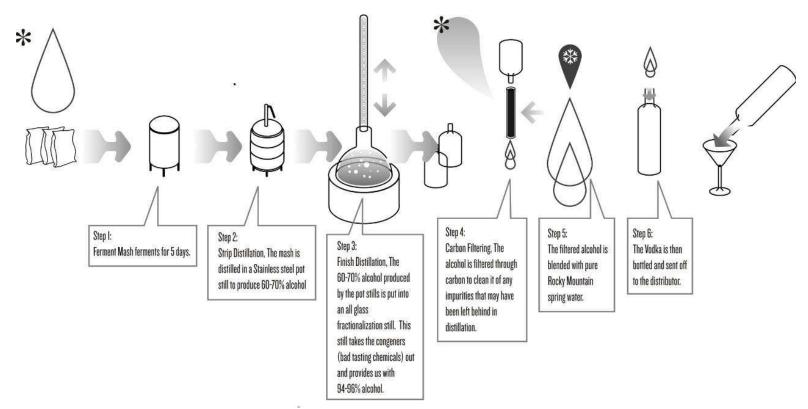
Mile High Spirits is a full service private label distillery that is geared towards offering the highest in quality and customer satisfaction. We pride ourselves on the ability to create the best spirits formulas while still maintaining affordable costing for all of our clients' needs. With a long history in private label and over 10 years of distilling experience, Mile High Spirits can consistently produce top shelf formulas that have taken down large industry moguls such as Grey Goose, Belvedere, and Three Olives in taste competitions.

It is our ability to merge our distilling talent with our customer service and marketing knowledge that allows for us to be the premier private label manufacturer in the country. We are a one stop shop for those looking to start their own brand of Vodka, Whiskey, Gin, Rum, Tequila, Brandy, or any other liquor/liqueur. With vast amounts of history and experience MHS can offer you a smooth journey through the process of customizing your Bottle, Artwork, Closure and of course your own Formula.

Mile High Spirits, one of the only private label distilleries in the country, is a producer of premium handcrafted spirits, creating private label brands for those seeking a more customized vodka recipe. We don't just give you an A,B, or C option but rather we build your formula from the ground up until it is exactly what you are looking for. We offer the ability for you to choose or blend a variety of distillates including, Sugar Cane, Wheat, Corn, Rye, Grape, Cherry, and many more.

Our distillation process puts us ahead of the pack in quality and finish. We are one of 4 distilleries in the world to

use an all glass still. This means that our distillation process does not pick up any metals or impurities from our stills, allowing for us to boast the highest in quality and purity.



(http://www.drinkmilehighspirits.com/wp-content/themes/neemac/media/Diagram-Refined.jpg)
Whether we're distilling for consumers or creating exclusive brands for clients, our goal is to always create a better, more enjoyable total brand experience—for you.

Please contact us at Info@MileHighSpiritsLLC.com to Inquire about starting your own brand!



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EXHIBIT Y

NewsRoom

9/12/14 Wash. City Paper 27 2014 WLNR 26691236

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Volume 34; Issue 37

Private Party

Hayes, Laura

HEADNOTE

YOUNG & HUNGRY

The latest artisanal trend in D.C. restaurants? Branded booze.

It's Saturday night and you're trying a new restaurant. The server launches into a dramatic monologue about how they cure, pickle, brine, smoke, and bake everything in house.

You tune out a bit. Yeah, yeah, the chef made the gravlax and ground the wheat for the bread by hand; you've heard it before. But at a growing number of D.C. restaurants, those artisanal boasts are expanding to include a whole new part of the menu: the alcohol.

What was once mostly the domain of big-name, high-volume restaurants is now attainable for smaller operations, too. The added expense for bars or restaurants is next to nothing, just whatever it costs to design and print labels. Which means even more local establishments may soon be hawking their own brands on the bar menu soon.

How involved D.C. restaurants are with their private label beer, wine, or liquor varies-as does why they got into it. Some places are looking for a new way to connect with guests or boost their cool quotient by standing out from the pack. Others prefer to have a say in everything that hits the table, or just wanted to get into something different.

The beer taps at Daikaya, the Japanese izakaya and ramen restaurant in Chinatown, are the only ones on the planet serving a summer beer called 3 Stars Sansho Panza. That's because the restaurant teamed up with the Takoma-based brewery to make it, adding in yuzu and sansho peppers for flavor. The pairing came about because of chef/owner Katsuya Fukushima's friendship with 3 Stars founders Dave Coleman and Mike McGarvey.

There was no formal contract, nor was Daikaya charged a premium. "It was just a verbal agreement with Mike and Dave, and they worked with us on pricing since we sourced the yuzu and sansho peppers," says Daikaya chef de cuisine Michael Turner, who was closely involved in making the beer. "They charged us right about the same price as their other beer." And thus, the beer price for consumers (\$9) is on par with other pints at Daikaya.

Together, they made five months' worth of Sansho Panza in one batch, which was stored at 3 Stars. "We came in and brewed the whole day with them," Turner says. But the supply only lasted three months: Demand was higher than they expected. Now they're planning a new house beer for the fall, also with 3 Stars. The added effort is well worth it, according to Turner, who says the force behind the project is to add to the feeling that dinner at Daikaya is a unique experience that can't happen anywhere else.

At Founding Farmers, they've been making liquor with Rick Wasmund, the master distiller at Copper Fox Distillery in Sperry ville, Va., for five years. "There are two ways of partnering with distilleries, and we've done both," says the restaurant group's beverage director, Jon Arroyo. "The first is when a large company, such as Knob Creek, reaches out to say they have a few barrels left for private labels. The second is an intimate partnership involving frequent visits and constant communication." Since the Founding Farmers Rye was Wasmund's first rye whiskey, it took more than a year to get it right, and Arroyo was there along the way, even mashing grain.

The arrangement was just as informal as the one at Daikaya. "The verbal agreement with Rick was that we would commit to selling a barrel worth of rye initially. However, due to the demand, we continue to make it and now move through 12 cases a month," Arroyo says. Copper Fox Distillery stands to gain too. "We have the credibility of our name working for us when forming partnerships making it beneficial for both parties," Arroyo added.

Arroyo loves collaborations. Next up is white wine called "Barn White" produced by Brooklyn blender Alie Shaper, followed by a pisco and a Virginia red thus broadening Founding Farmers' private label partners to four.

Likewise, the Red Hen, in Bloomingdale, will feature its own rosé on the wine list come spring. "We're extremely hands-on," says sommelier and co-owner Sebastian Zutant.

He's been visiting regularly and getting his hands dirty with Virginia Wineworks/Michael Shaps Winery, based in Charlottesville. It's a natural fit, given Zutant hopes to someday transition to winemaking full time. The harvest for the first batch is in the works, and the rosé should be ready in about six months.

Not every restaurant has the privilege of cutting their sommelier loose for the afternoon to trudge around in the vines. Which means their private label booze comes about from picking what they like best of their partners' products.

Chef and restaurateur Robert Wiedmaier, whose places include Marcel's, Brasserie Beck, and others, has a predilection for private labels. His Belgian beer, Antigoon, is well known. But, Wiedmaier also has a private wine-RW Cuvee, produced by Oregon's Patricia Green Cellars. "It's fresh and mouthwatering, with Patty's trademark full-bodied style," Wiedmaier says. "I just tasted it, and said I like it, let's do it." The restaurateur says it's a way to connect with his guests. "By ordering the Cuvee RW, they're drinking something I like enough to attach my name to."

What's in it for the producer? Patricia Green Cellars co-owner Jim Anderson says a winery makes out better when the private wine is available by the glass and a different wine from the same vineyard is available by the bottle; a taste of the private wine helps sell the rest of their products. "We've seen higher sales because it gives people a sense of the quality of our wine," Anderson says. They're a small winery producing about 10,000 cases a year, so they have only a handful of private label partners (including D.C.'sGraffiato).

The Passenger used a similar "sample and select" process for its private label rye. Head bartender Alexandra Bookless says the whole staff visited Catoctin Creek Distilling Company in Purcellville, Va., to pick the perfect barrel of whiskey, bottle it, and bring it back. "We were looking for something different from their usual Roundstone Rye," Bookless says.

Catoctin Creek sets aside a dozen unique barrels for the use of its private label partners. "The barrel we selected had more caramel tones, more crème brulee flavor, and more oak," Bookless says. They also requested that their rye be bottled at 100

proof, a little higher than Catoctin Creek's other ryes, since they use it in cocktails. (These days, people want to taste, not hide, the liquor in their drinks.)

Bookless says it's a big commitment, because the bar has to buy the whole barrel and it does cost more-but not because it says "The Passenger" on the bottle. Rather, you pay for the higher proof.

Why Catoctin Creek? Once again, the partnership stems from friendship. "We have a nice relationship with the Passenger," says Scott Harris, who owns the distillery with his wife Becky. "They were the first to carry our products in D. C. "Like Patricia Green Cellars, 3 Stars Brewing Company, and others, the program at Catoctin Creek isn't open to anyone. "It's a reward for our best customers, who consistently order the most product," Harris says. "We only select 12 barrels a year, so it's a limited opportunity."

Some restaurants collaborate with producers much farther away, making it difficult to be very involved in the process. Two of the District's modern Greek restaurants, Kapnos and Iron Gate, have private label wines made in Greece.

Kapnos has both a red and white. The white, Monemvasia Kapnos Reserve from Paros, is particularly meaningful, because Kapnos partners George and Nick Pagonis have family there. "Every time they go to Paros, they visit the winery," says Wine & Service Director James Horn.

It's popular, too. "People want to drink wine at Kapnos, and when they see our name on the wine list they ask questions," Horn says. "Fortunately, we had a big hand in dictating its flavor profile, so there's a lot to tell."

Neighborhood Restaurant Group Wine Director Brent Kroll also went to Greece to solidify a private label partnership for Iron Gate. They have a red and a white produced by Tselepos Estate in Peloponnese, both named "Rizes," the Greek word for roots. It turns out Iron Gate chef Anthony Chitturn's wife is from the same town, a fun coincidence that was discovered after the partnership was in place. He knew it was the right fit. "If you do a label that reflects the family and the DNA of the restaurant concept, it adds heart, " Kroll says. "To the diner, it makes it feel more like you're in our home, and less of the restaurant-in-a-box feel."

Kroll thinks it's wise to spend time with the winemaker. "I looked at the vines while I was there, and we talked about style, but Giannis Tselepos is an expert, so I wasn't playing puppeteer," he says. They got to know each other well, except for first names. "He nicknamed me Bob, because he has a hard time remembering names, but we clicked because I was eager to learn."

Both of the private label wines at Iron Gate cost \$8 a glass and \$32 a bottle, the lowest prices you'll find on the wine list. The same holds true for the white (\$11 per glass, \$44 per bottle) and red (\$12 per glass, \$48 per bottle) at Kapnos. Across the board, it seems bars and restaurants with private labels price them to be accessible to guests in order to both move bottles off the shelf and share the story behind the beverages.

But discerning D.C. drinkers shouldn't automatically get excited when they see a bottle with a literal stamp of approval from the restaurant offered at an enticing price point. Though there's sentimentality behind it, there's also branding. "Everything's been done; you have to do new things to stand out," Kroll says. "We want people to see our name on the bottle."

Eatery tips? Food pursuits? Send suggestions to hungry@washingtoncitypaper.com.

---- Index References ----

Company: THREE STARS BREWING COMPANY LLC; SPERRY MITCHELL AND CO INC; CATOCTIN CREEK DISTILLING COMPANY LLC; COPPER FOX METALS INC

Industry: (Bars & Nightclubs (1BA02); Restaurants & Food Service (1RE91); Entertainment (1EN08); Food & Beverage Production (1FO79); Retail (1RE82); Food & Beverage Distribution & Services (1FO39); Alcoholic Beverages (1AL86); Agriculture, Food & Beverage (1AG53); Beverages (1BE22))

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NewsRoom

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Volume 17; Issue 11

Raise your glass: high product quality and competitive prices are swaying consumers to trade up to private label libations.

Category review: beer, wine, spirits

All in all, private label libations fared well in the past year. In some cases, private label offerings even outpaced the sales growth of national brands, which helped to offset the marginal losses experienced on the spirit side of the business.

Within the wine segment, strong growth was paralleled by a top-shelf wine surplus that trickled down to benefit the private label value tier. Sales for the total private label wine category grew more than 36 percent to sales of more than \$21 million. Private label domestic wines followed suit, growing in sales 43.1 percent.

The wine surplus came as a result of advances in agriculture and winemaking technology. When wine prices raced up a few years ago, wine makers planted prolifically, dramatically raising the total acreage. And now that those vines are just starting to produce, the resulting surplus is allowing private label suppliers to enjoy the harvest too.

"In California in particular, with the availability of Napa and Sonoma-quality wine, we're starting to produce varietals that are single vineyard, sub-Appalachians that are legitimately the juice that costs \$35 to \$45 dollars a bottle. We can get at that now through relationships with the wine makers because the market is at a point where these suppliers have a couple thousand gallons that they're not using," says Brian McGonigle, vice president of retail and distributor development, Signature Wines, Haywood, Calif. "Two years ago you could have talked to a Napa producer whose average bottle price is \$40 and they would have laughed at you if you asked for two or three gallons of their product. Then, they couldn't make it fast enough. Now even the best ones have extra and if you know them and maintain good relationships with them, you can have access to it too. And if you do all the bottling and brand management, you can put it on the shelf for \$15 to \$20.

"Price-to-quality relationships will continue to improve, and private label will be one of the main drivers behind this development," he adds.

Insofar as merchandising private label wines, McGonigle suggests creating an intimate high-end wine shop environment within the retail space. "Wine is experiential and the purchasing experience should go hand in hand with the wine experience," he says.

"There are many ways to do this short of creating a tasting bar and in-store wine classes. The space designated for the wine section should be a somewhat self-contained space that better resembles a boutique wine shop.

"Better display shelves, use of barrels, wooden cases and other wood displays make a huge difference," he continues. "In Costco's own way, it has created some semblance of a wine shop within a huge club store footprint simply by employing wooden display cases. I think that has been a huge contributor to the rise of Costco as the No. 1 wine retailer."

McGonigle says Signature Wines has become a veritable package design and registration machine. He says that when he's approached by a retailer with the intent of making a private label wine he must first get a handle on the retailer's priorities, then they Call work on both registering the brand and creating the varietal platform they're looking for. "There's a lot of variety among retailers when it comes to what they're trying to accomplish," he says. "Some are trying to create brands that don't have any direct affiliation with their retail brand--a control brand that can be their lead brand at a certain price point and one they can have their folks hand sell or promote so they can build a brand that's theirs. Others are attaching a brand to it, a fairly unique concept in the wine area.

"The right wine can be a real reputation builder if the wine is right. If the retailer is wine-centric enough to have someone hand selling their wine, it's a no-brainer to have something to really 'wow' the customer with a wine that can only be purchased at your store."

Bountiful beer

Sales for the entire private label beer/alc/alcoholic cider segment fell into the red in comparison to the previous year, down a total of 7.8 percent and buoyed only by a surge in private label alcoholic ciders--a category with sales that shot up nearly 57 percent since last year.

Dave Pergl, vice president of marketing, Logret Import and Export Co., City of Industry, Calif., attributes this phenomenon to the changing climate of private label beer retail execution, namely the disparity regarding what's set out to be done with private label brands and what's actually done.

"The biggest problem hindering the forward growth of private label/corporate brand beer is that retail senior management are used to the segment being dominated by direct store distribution (DSD)," he says. "A couple of markets are beginning to change their management incentive structure from the top down so that the store manger is responsible for his corporate brand goods, whether he has DSD service or not. Furthermore, many chairmen say they believe in the value and merits of private label but when push comes to shove, tile private label game plan is never executed as planned.

"We invested millions in a plant and graphics on the belief the retailer controlled his destiny at store level. Even when we're using a distributor, we come to find out that it isn't true," he continues. "Although some of the major chains are beginning to restructure their management system so that part of their pay is related to their performance on corporate brands."

Pergl emphasizes that success is directly related to a retailer's efforts when it comes to promoting their own product. "It's all about retailer execution at retail, schematic discipline, display activity and ad activity. The brands that get that grow and prosper," he says. "Retailers are beginning to recognize their ability to control a portion of their business and maintain it to build customer loyalty in addition to the margin they can gain."

Seek spirits

In contrast to the performance of its category mates, private label spirits on the whole took a minor hit last year. But despite posting minimal losses, Bruce Alvino, vice president of sales and marketing, Levecke Corp., Mira Loma, Calif., asserts there has never been a better time to be in the premium private label spirit business.

"Chain stores have made a decision," he says. "They want to compete in all categories of the liquor business, not just the popularpriced, low-end stuff. They want to get into the premium, mid-premium and super-premium categories with their control brands that have no store identification on them because they know they can make more profit on it."

Alvino points out last year's increase in liquor consumption--a first in ten years. Top performers in premium private label spirits were flavored varietals like banana, pineapple, coconut and mango rums and vanilla and mandarin vodkas.

Alvino says that while value-priced spirits have been around for some time, premium private label spirits have only recently emerged in the past two years to fill a void of an unquenched market niche. The key, he says, is to come to market with a highquality private label offering that's equal in every way to its competition, except on price.

As for the private label spirit category's growth opportunities, Alvino advises perspective players to come to the table with a solid and committed game plan. "If customers want to compete and spend the time to put together a top-notch program, the sky is the limit," he says. "It all depends on how aggressive the chain wants to get."

PL SALES BREAKOUT

Food/Bev 84%

Non-food 8%

General Merchandise 3%

HBA 5%

One fourth of the

food/bev number is

PL bread, milk, eggs.

The majority of private label sales

are from food/beverage categories.

Total U.S.; 52 weeks ending April 19, 2003; Food/Drug/Mass including

Wal-Mart.

Note: Table made from pie chart.

---- Index References ----

Company: COSTCO WHOLESALE CORP

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document 1 of 1

Private-label wine flows onto menus: casual-dining operators capitalize on novelty factor, high margins.

[1] Anonymous Private-label wine flows onto menus: Casual-dining operators capitalize on novelty factor, high margins. Nation's Restaurant News 44(12), pp. 1. 2010.

□ Abstract (summary)

A growing dining chains are going into private practice when it comes to augmenting their wine lists.

[ILLUSTRATION OMITTED]

Over the past few months, both Maggiano's Little Italy and P.F. Chang's have popped the corks on privatelabel wines, joining the ranks of upscale steakhouses like Ruth's Chris and a number of high-end independents and hotels that have been offering them for several years.

The emerging trend toward showcasing proprietary-label wines offers a number of advantages for chain operators, experts say, not the least of which is the ability to enjoy a higher profit margin on bottle and by -the-glass sales.

Showcasing private-label varietals also enables operators to further differentiate their brands from the competition, they add.

☐ Full Text

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Showcasing private-label varietals also enables operators to further differentiate their brands from the competition, they add.

"A lot of hotels have created private-label wines," said Angie Eckelkamp, a marketing manager who works with Maggiano's beverage innovation team. "Restaurants seem to be moving that way."

Eckelkamp helped bring the private-label Salut Amico wine to all 44 U.S. units of the Brinker International brand in April.

"It's a unique, signature offering that's kind of special to offer to our guests," Eckelkamp said. "We had talked a long time with Constellation [Brands Inc., the wine company based in Victor, N.Y.] about creating a signature wine specifically for Maggiano's. We wanted to give our guests a unique offering."

A private-label wine works especially well for an upper-end concept, said Eileen Fredrikson, partner in the Gomberg, Fredrikson & Associates consultancy in Woodside, Calif.

"Wine is a part of the ethos of the place," she said.

David Henkes, vice president at the Technomic consultancy in Chicago, said house wines were included in 49 percent of wine occasions in the fourth quarter of last year, up from 43 percent in the fourth quarter a year before.

"It's certainly something the consumers are demanding," said Henkes, who is Technomic's onpremise practice leader. "Because it's a survey, we don't get into a lot of the 'whys' about it. But clearly it's a value perception. There's a perception in the mind of the consumer that house wines are a better value."

The deep economic downturn has led customers to either cut back on wine purchases or buy down to lower -priced offerings, such as more moderately priced house wines of all sorts. As the recession headed toward its depths in late 2008, wine purchases took a nosedive, Henkes observed.

"Those who were drinking were much more value-conscious," he said. "You are seeing the chains respond to the value perception."

An advantage for restaurant operators of offering private-label wines is that it allows them to offer guests a differentiated sort of experience.

"The more sophisticated wine drinkers may be comparing labels, or varietals or types of wine to what they are buying in a [retail] store or other restaurants," Henkes said. "What this does is give consumers an opportunity to get something they can't get anywhere else."

Some psychology also is at play. Private-label wines have no "street pricing," so the chain can set the prices to benefit the house.

With no reference points, Henkes said, it "prevents consumers from doing that sort of mental comparison in their mind that says this should be X dollars, and it allows the restaurant operator a little more leeway in terms of what they can charge and how they position that wine."

Jonathan A. Gelula, president of KDM Global Partners LLC, creates proprietary-label wines for hotels and restaurants. Besides higher profit margins for both wines-by-the-glass and bottle sales, the private-label wines help ensure against "sticker shock"--especially valuable in weak economic times.

[ILLUSTRATION OMITTED]

"When customers recognize a brand on a restaurant's wine menu and see that the restaurant is earning upwards of a 300-percent margin on that bottle, this creates dissonance," Gelula said. "No restaurant wants to alienate its clientele, especially during a recession, where business is already down. The margin earned by the restaurant on its own private-label wine is not transparent--i.e., the restaurant may be

earning an even higher margin, but only the owner knows since that bottle is not available for sale elsewhere."

Gelula also said it helps accentuate a restaurant's brand, cultivating customer loyalty for both food and wine.

For four years Ruth's Chris Steak House has been offering a private-label Parducci Pinot Noir. Last June, a spokeswoman said the 117-unit high-end chain added Mendocino Fog Cabernet, Chardonnay and Merlot and then in August 2009 a proprietary Fess Parker Red Blend.

Maggiano's decided to work with the Italy-based Ruffino, with which it had teamed in the past to showcase exclusive wines.

"The process took a little over a year," Eckelkamp said. "We're an Italian concept, and Ruffino is an Italian winery, so it fit perfectly."

Maggiano's team started to talk with the winery back in March 2009. It conducted tastings, held a contest to name the wine, created the copy and label, and forecast sales, and then Constellation worked with Ruffino and distributors to get the wine into the U.S. locations. The wine appeared in U.S. Maggiano's stores this past April, more than a year after the process began.

Eckelkamp said Maggiano's marketing team developed the label and copy that went on the wine, called Salut Amico, which means "Cheers, Friends."

Maggiano's has 87 wines on its list, and Salut Amico got a marketing bump for its debut with table tents and special events. "Sales have been really nice," Eckelkamp said. Mar gins, she added, "have been in line with our other wines."

P.F. Chang's China Bistro introduced its two private-label wines in April: a Sauvignon Blanc and a Syrah blend. They are merchandised under the label Vineyard 518, said P.F. Chang's, which noted that 518 in Chinese numerology means "I will prosper."

P.F. Chang's, which operates 197 bistros, worked with Wattle Creek Winery in Mendocino, Calif., to make the wine especially for the Chinese-based menu.

"The fruit for Vineyard 518 comes from the Yorkville Highlands appellation in Mendocino, a high-altitude, coastal growing region that offers full varietal expression as well as crisp, refreshing balance," the company said. The wines are priced at \$4.50 for a half glass, \$7.50 for a full glass and \$15.50 for a half carafe, the company said.

Maggiano's new wine already has developed fans among customers who, while pleased that they can order Salut Amico in the restaurants, find themselves a little disappointed, too.

"Some of our guests have asked us if they can buy bottles in the restaurant and take them home," Eckelkamp said, "which is not legal in any of our states. So it's a very unique offering."

rruggles@nrn.com

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing *Report of Investigation*, *Finding, and Opinions of in the Above-Captioned Cancellation Proceeding on behalf of Petitioner Tao Licensing, LLC by James William Bonbrest* was served by first class mail, postage prepaid, upon Registrant's counsel of record on the 20th day of November 20, 2014, at the following address:

Evan Raynes, Esq. Symbus Law Group LLC 1425 K ST NW, Suite 350 Washington, D.C. 20005

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I hereby certify that a true copy of the foregoing **EXPERT TESTIMONY OF JAMES WILLIAM BONBREST WITH EXHIBITS** was served on the parties or counsel on the 21st day of December 2015 in the manner and at the address as indicated below:

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