

Friday, December 23, 2016

TO: All Trade Partners

RE: Wine Markup Increase

On Monday, April 24, 2017, the *ad valorem* markup for wine products will increase two percentage points. The rates will be adjusted as follows:

Wine categories Current April 24, 2017 Table wine - Ontario 67.5% 69.5% Table wine - U.S., other Cdn. & Import 73.5% 75.5% Sparkling wine - Ontario (max. 7%) 60.6% 62.6% Sparkling wine - U.S., other Cdn. & Import (max. 7%) 66.6% 68.6% Cider - Ontario 56.6% 58.6% Cider - U.S., other Cdn. & Import 62.6% 64.6% Draught Cider - All 42.4% 44.4% Cream or Flavoured - Ontario 110.0% 112.0 Cream or Flavoured - U.S., other Cdn. & Import 116.0% 118.0 65.3% 67.3% Fortified - Ontario Fortified - U.S., other Cdn. & Import 71.3% 73.3% Coolers - Ontario Coolers 56.6% 58.6% Coolers - U.S., other Cdn. & Import 62.6% 64.6%

Suppliers have the opportunity to submit new wholesale quotations according to the following schedule:

Monday, February 27, 2017: Revised wholesale quote deadline

Monday, March 27, 2017: Wholesale quotes effective Monday, April 24, 2017: Retail price changes effective

Quotes must be emailed to pricing@lcbo.com. Faxed quotes are no longer accepted.

For import suppliers wishing to maintain a retail price, the signed quotation should clearly state "REBATE," with an indication the supplier agrees to pay to reduce the cost of the inventory on hand and on order. The rebate will be applied to all inventories on hand and on order as of April 24, 2017.

Pricing calculators with the new rates are available on doingbusinesswithlcbo.com in the Documents section.

Thank you for your continued support.

David Cacciottolo

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