

EXECUTIVE SUMMARY

The Pennsylvania Liquor Control Board, Bureau of Licensing is responsible for granting and issuing all licenses and permits authorized by the Pennsylvania Liquor Code. Any person wishing to obtain an Alcoholic Beverage License, whether a new license or transfer license, is advised to consult with the Pennsylvania Liquor Control Board before applying; an employee of the Control Board will inform the applicant of all pertinent laws, rules and regulations applicable to the proposed premises, as well as openings for new licenses, if any. Before consulting and applying with the Pennsylvania Liquor Control Board, the applicant must consult the Upper Merion Township to obtain a Business/Mercantile License.

At the present time, the Pennsylvania Liquor Control Board is not accepting applications for any type of new licenses, as majority of the County Quotas have been met. The only way to obtain a liquor license is through the Transfer License Applications and the Pennsylvania Liquor Control Board Exchange Database. It is the applicant's responsibility to consult the receiving municipality if the license in an inter-municipality transfer before submitting the fees and applications to the Control Board and before purchasing the Transfer License from a broker. The applicant will not be refunded for the purchase price of the Transfer License should the receiving municipality deny the transfer. Prices of Transfer Licenses through the Exchange Database vary. It is recommended by the Pennsylvania Liquor Control Board that any applicant wishing to purchase a Transfer License use the database provided by the Pennsylvania Liquor Control Board.

The Pennsylvania Liquor Control Board offers several types of Alcoholic Beverage Licenses. A Retail License allows the sale of liquor, wine and malt or brewed beverages for consumption on the licensed premises. The licenses are then further distinguished by a Retail Liquor License and a Retail Dispenser License. A Retail Dispenser License permits the sale of malt or brewed beverages only. A Restaurant (R) Liquor License is an establishment that provides a food service to the public; serving beer, wine or liquor is secondary, while an Eating Place Retail Dispenser (E) is a smaller eatery that can only serve malt or brewed beverages.

The Pennsylvania Liquor Control Board offers additional add-on permits to the liquor licenses for additional fees. A Sunday Sales Permit allows an establishment to sell alcoholic beverages between 11:00 AM to 2:00 AM on Sunday's; if this permit is not obtained by a licensee, the establishment is not permitted to serve any alcohol on Sunday's, unless otherwise specified. The Pennsylvania Liquor Control Board prohibits the transfer of a Sunday Sales Permit from person to person or place to place.

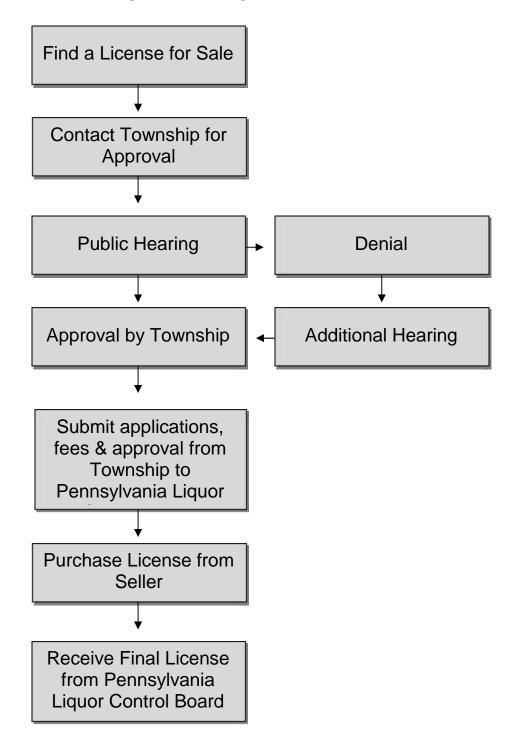
The Control Board requires a licensee to obtain an Amusement Permit if the licensee plans to furnish entertainment, such as dancing, theatricals, floor shows, etc. However, an Amusement Permit is not required for television devices or radios.

The fees for the various licenses vary by type and population. The initial surcharge fee for an establishment located within Montgomery County is \$50,000.00. If an application is refused, \$49,300.00 will be refunded to the applicant; \$700.00 will be applied to the filing fee which is non-refundable.

All of these applications can be found on the Pennsylvania Liquor Control Board website and can be viewed, filled-in and printed via Adobe Acrobat Reader. A person applying for an Alcoholic Beverage License must consult the Pennsylvania Liquor Control Board for further information regarding additional forms and fees.

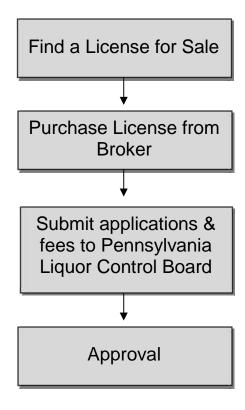


INTER MUNICIPAL TRANSFER LICENSE





MUNICIPAL TRANSFER LICENSE



For further assistance with obtaining an Alcoholic Beverage License, please contact Joanna Rizzo (jrizzo@bohlereng.com) or James Powers (jpowers@bohlereng.com).

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DISCLAIMER: The information provided is for informational purposes only and is only as accurate as the information available at the time of the last update. Tenants, Tenant's Design Team, and General Contractor are responsible for verifying all information as required for permitting and opening of the Tenant's business.