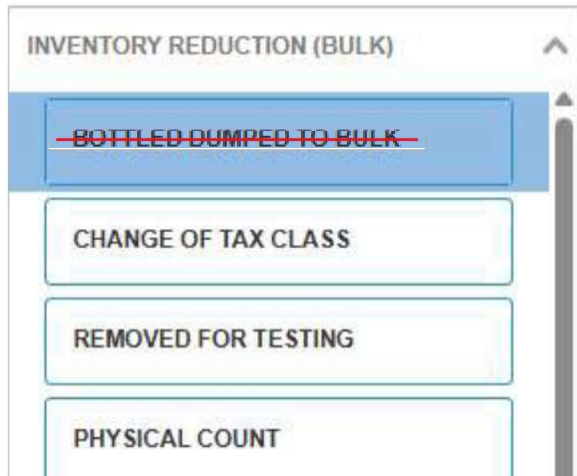


Schedule SIWB changes starting in January 2026:

Current drop-down list INVENTORY REDUCTION (BULK):



A screenshot of a software interface showing a drop-down menu titled "INVENTORY REDUCTION (BULK)". The menu is open, displaying four options: "~~BOTTLED DUMPED TO BULK~~", "CHANGE OF TAX CLASS", "REMOVED FOR TESTING", and "PHYSICAL COUNT". The first option is crossed out with a red line. The menu has a light blue header and a vertical scrollbar on the right.

Change to drop-down INVENTORY REDUCTION (BULK) choices:



A screenshot of the updated software interface showing the "INVENTORY REDUCTION (BULK)" drop-down menu. The menu is open, displaying six options: "FROM BULK TO BOTTLED" (highlighted in yellow), "CHANGE OF TAX CLASS", "REMOVED FOR TESTING", "PHYSICAL COUNT", "REMOVED TO EXPORT OUT OF USA", and "OTHER". The menu has a light blue header and a vertical scrollbar on the right.

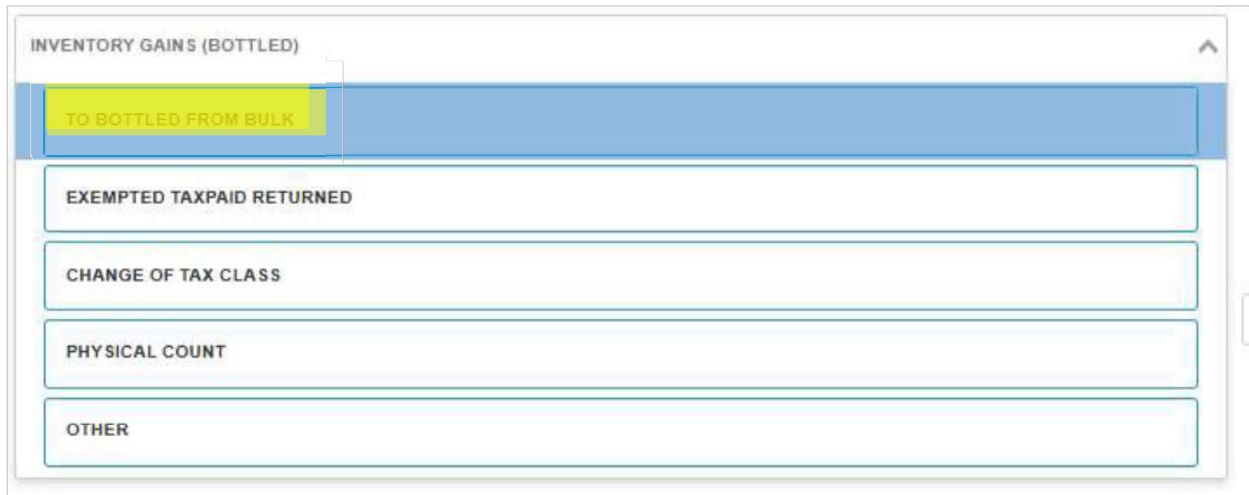
This new drop-down selection helps show the movement from “Bonded Bulk Inventory” to “Bonded Bottled Inventory”.

Current drop-down list INVENTORY GAINS (BOTTLED):



A screenshot of a software interface showing a drop-down menu titled "INVENTORY GAINS (BOTTLED)". The menu is open, displaying four options: "EXEMPTED TAXPAID RETURNED" (highlighted in blue), "CHANGE OF TAX CLASS" (white), "PHYSICAL COUNT" (white), and "OTHER" (white). An upward-pointing arrow is visible in the top right corner of the menu header.

Change to drop-down INVENTORY GAINS (BOTTLED) choices:



A screenshot of the updated software interface showing the "INVENTORY GAINS (BOTTLED)" drop-down menu. The menu is open, displaying five options: "TO BOTTLED FROM BULK" (highlighted in yellow), "EXEMPTED TAXPAID RETURNED" (white), "CHANGE OF TAX CLASS" (white), "PHYSICAL COUNT" (white), and "OTHER" (white). An upward-pointing arrow is visible in the top right corner of the menu header.

This new drop-down selection helps show the movement from “Bonded Bulk Inventory” to “Bonded Bottled Inventory”.

Current drop-down list INVENTORY REDUCTION (BULK):

A screenshot of a software interface showing a drop-down menu titled "INVENTORY REDUCTION (BULK)". The menu is open, displaying a list of options. The first option, "BOTTLED DUMPED TO BULK", is highlighted in blue and has a red horizontal line through it. Below it are "CHANGE OF TAX CLASS", "REMOVED FOR TESTING", "PHYSICAL COUNT", "~~REMOVED FOR FAMILY USE~~", and "~~REMOVED FOR TASTING~~". A vertical scrollbar is visible on the right side of the list.

Inventory Reduction (Bulk)
BOTTLED DUMPED TO BULK
CHANGE OF TAX CLASS
REMOVED FOR TESTING
PHYSICAL COUNT
REMOVED FOR FAMILY USE
REMOVED FOR TASTING

Current drop-down list INVENTORY REDUCTION (BOTTLED):

A screenshot of a software interface showing a drop-down menu titled "INVENTORY REDUCTION (BOTTLED)". The menu is open, displaying a list of options. The first option, "RETURNED TO BULK", is highlighted in blue. Below it are "CHANGE OF TAX CLASS", "REMOVED FOR TESTING", "PHYSICAL COUNT", "~~REMOVED FOR FAMILY USE~~", and "~~REMOVED FOR TASTING~~". A vertical scrollbar is visible on the right side of the list.

Inventory Reduction (Bottled)
RETURNED TO BULK
CHANGE OF TAX CLASS
REMOVED FOR TESTING
PHYSICAL COUNT
REMOVED FOR FAMILY USE
REMOVED FOR TASTING

“Removed for Family Use” and “Removed for Tasting” are being removed from both INVENTORY REDUCTION (BULK) and INVENTORY REDUCTION (BOTTLED) drop-down lists, because they create a tax liability when you select it - the OPTO system automatically adds that volume to Schedule 1D and then you cannot apply the SWE (Small Winery Exemption) to those entries.

Instead, your entries for Family Use or Tasting should be reported directly on Schedule 1D. Choose myself as the Removal Type, enter the volume and make sure to select yes for the small winery exemption.