

Dairy Farmers of Britain Ltd
Alpha Building
London Road, Stapeley
Nantwich, Cheshire
CW5 7JW

«Member_Name»
«Address_1»
«Address_2»
«Address_3»
«Address_4»
«Postcode»

22 July 2009

Our Ref: DJK/DAH/«Producer_Number»

Dear «Saluation»

Dairy Farmers of Britain Limited (Receivers and Managers Appointed) (known as the "Company" or "DFB")

I write further to my letter dated 8 July 2009 in respect of the above matter and confirm that a further payment has been made directly into your bank account in respect of the milk supplied for the second period of the Monthly Contract, from 1 July 2009 to 16 July 2009.

The Monthly Contract specifically provides for the payment of Base Prices for the purchase of Conventional, Channel Island and Organic milk. These Base Prices were notified to Members, by letter and via the website, on Friday 12 June 2009 and are:

- Conventional Milk – 10ppl
- Channel Islands Milk – 13ppl
- Organic Milk – 16ppl

A statement showing the litreage supplied and the Base Price used to calculate your payment is enclosed.

Final Calculation

As you are aware, we have promised to margin manage the business and return any excess of trading receipts over trading costs to members. We are currently in the process of finalising the accounting and trading calculations for the monthly contract period (17 June 2009 to 16 July 2009).

Once this is complete we may be in a position to make a payment over and above the Base Price but at this stage it is uncertain whether any additional payment can be made.



I am very grateful for your continued patience and support during this difficult time.

Yours faithfully

For and on behalf of the Company as its agent and without personal liability

A handwritten signature in black ink, appearing to read 'David Kelly', with a long horizontal flourish underneath.

David Kelly
Joint Receiver and Manager
Dairy Farmers of Britain Limited

Messrs Ian Green, David Kelly and Stephen Oldfield are all licensed to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales and were appointed as Receivers and Managers and in their capacity as agents of Dairy Farmers of Britain Limited at 3pm on the 3rd of June 2009. Neither they nor their partners, firm, employees or agents shall incur any personal liability howsoever arising from their actions or under or in connection with any deed or other document or agreement entered into on behalf of Dairy Farmers of Britain Limited pursuant to or in connection with their appointment or the performance of their duties as Receivers and Managers. In particular (but without prejudice to the generality of the foregoing) no such personal liability shall arise by virtue of either Sections 37(1)(a) or 44(1)(b) Insolvency Act 1986 or otherwise.