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VIA FIRST CLASS MAIL

Donald A. MacQuarrie
Farms-Prides 4th of July Committee, Inc.
c/o Manchester-Essex Rotary Club, Inc.
254 Cabot Street
Beverly, MA 01915

**Re: Farms-Prides 4th of July Committee, Inc. (the "Non-Profit")
Tax ID Number: 20-8442173**

Dear Don:

Enclosed please find a September 15, 2007, letter from the Internal Revenue Service approving your request for exemption from federal income tax under 501(c)(3) of the Internal Revenue Code. As of now, contributions to the entity are deductible under Section 170 of the Code. You are also qualified to receive tax deductible bequests, devises, transfers or gifts.

Please retain this letter to answer any questions you may have regarding tax exempt status. Please also review the information for organizations exempt under Section 501(c)(3) that is included in the letter. Some highlights of that information are as follows:

You must file Form 990-Return of Organization Exempt from Income Tax Form 990 (or Form 990-EZ) each year if your gross receipts are more than Twenty-Five Thousand (\$25,000.00) Dollars. If a return is required, it must be filed by January 15th each year. I suggest that you contact your certified public accountant who would prepare this return for the Non-Profit.

In addition, you must file an Annual Report with the Secretary of the Commonwealth on November 15th of each year, and a Form PC with the Attorney General's Office on January 15th of each year. If the certified public accountant cannot help you with those forms, I can assist you in completing them each year.

You should provide each donor with a letter thanking them for their contribution, and indicating whether or not they received any goods or services from the Non-Profit in exchange for contributions. It would be good practice to do this for each and every contribution; however, the letters are only required for contributions of Seventy-Five (\$75.00) Dollars or more.