



CONTINUING GUARANTY

California Dairies, Inc. (Seller) with principal offices at 2000 N. Plaza Drive, Visalia, CA 93291, hereby certifies that:

a) Seller guarantees that no material constituting or being part of any shipment or other delivery now or hereafter made to the Buyer will at the time of such shipment or delivery be adulterated or misbranded within the meaning of any applicable state or municipal law in which the definition of adulteration and misbranding are substantially the same as those contained in the Federal Food Drug and Cosmetic Act as amended as said Act and such laws are constituted and effective at the time of such shipment or delivery or be a material which may not under the provisions of Section 404 or 405 of said Act be introduced into interstate commerce.

b) Seller guarantees that all raw milk used in the manufacture of products has been screened for drug residues according to the Food and Drug Administration Pasteurized Milk Ordinance - Appendix "N" and has tested "Not Found" for drug residues.

c) Milk Products manufactured by California Dairies, Inc. are processed in compliance with 21 CFR 117 "Current Good Manufacturing Practices, Hazard Analysis, and Risk Based Preventive Controls for Human Food" and the Food and Drug Administration Pasteurized Milk Ordinance Appendix "T" "Preventive Controls for Human Food Requirements for Grade "A" Milk and Milk Products". Seller guarantees that all pasteurized milk products have been heat treated to a minimum of 72°C for at least fifteen (15) seconds in compliance with the current Pasteurized Milk Ordinance unless otherwise declared as "heat-treated" or "raw" on the product specification release and sold against.

d) Federal and State laws prohibit the feeding of meat and bone meal to dairy animals (ruminants). Furthermore, the Seller guarantees that all dairy ingredients used in the manufacture of dairy products are produced from dairy animals within the United States of America.

e) Seller is in compliance with the Public Health Security and Bioterrorism Preparedness and Response Act of 2002. All facilities have been registered with the US Food and Drug Administration. Registration has been updated and is in compliance with current Food Safety Modernization Act requirements.

f) California Dairies, Inc. has a voluntary rBST program in place. Affidavits from all producers which have agreed to not use rBST are kept on file in our corporate office. Members are required to notify California Dairies, Inc. in advance if they intend to start using rBST. Products sold by California Dairies, Inc. which are labelled as rBST free or is identified on the shipping documentation or Certificates of Analysis (COA) are guaranteed to be made with milk from cows which were not treated with rBST. Any products not identified on the label, shipping documentation, or COA as rBST free, are not guaranteed rBST free.

g) Products Covered: All products produced by California Dairies, Inc.

A handwritten signature in blue ink, appearing to read "Dan Lynn", is positioned above the title.

Corporate Quality Compliance Manager
California Dairies, Inc.