

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): June 22, 2000  
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COMMISSION FILE NUMBER 0-7570

DELAWARE	CANANDAIGUA BRANDS, INC.	16-0716709
	AND ITS SUBSIDIARIES:	
NEW YORK	BATAVIA WINE CELLARS, INC.	16-1222994
NEW YORK	CANANDAIGUA WINE COMPANY, INC.	16-1462887
NEW YORK	CANANDAIGUA EUROPE LIMITED	16-1195581
ENGLAND AND WALES	CANANDAIGUA LIMITED	98-0198402
NEW YORK	POLYPHENOLICS, INC.	16-1546354
NEW YORK	ROBERTS TRADING CORP.	16-0865491
NETHERLANDS	CANANDAIGUA B.V.	98-0205132
DELAWARE	FRANCISCAN VINEYARDS, INC.	94-2602962
CALIFORNIA	ALLBERRY, INC.	68-0324763
CALIFORNIA	CLOUD PEAK CORPORATION	68-0324762
CALIFORNIA	M.J. LEWIS CORP.	94-3065450
CALIFORNIA	MT. VEEDER CORPORATION	94-2862667
DELAWARE	BARTON INCORPORATED	36-3500366
DELAWARE	BARTON BRANDS, LTD.	36-3185921
MARYLAND	BARTON BEERS, LTD.	36-2855879
CONNECTICUT	BARTON BRANDS OF CALIFORNIA, INC.	06-1048198
GEORGIA	BARTON BRANDS OF GEORGIA, INC.	58-1215938
ILLINOIS	BARTON CANADA, LTD.	36-4283446
NEW YORK	BARTON DISTILLERS IMPORT CORP.	13-1794441
DELAWARE	BARTON FINANCIAL CORPORATION	51-0311795
WISCONSIN	STEVENS POINT BEVERAGE CO.	39-0638900
ILLINOIS	MONARCH IMPORT COMPANY	36-3539106
(State or other jurisdiction of incorporation or organization)	(Exact name of registrant as specified in its charter)	(I.R.S. Employer Identification No.)

300 WillowBrook Office Park, Fairport, New York 14450  
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(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code (716) 218-2169  
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(Former name or former address, if changed since last report)

ITEM 5. OTHER EVENTS

Canandaigua Brands, Inc. released the following information on June 22, 2000 regarding its first quarter 2001 results:

CANANDAIGUA BRANDS REPORTS RECORD FIRST QUARTER RESULTS

FAIRPORT, NEW YORK, JUNE 22, 2000 - Canandaigua Brands, Inc. (NYSE: CDB and CDB.B), today reported net income of \$18 million for the three months ended May 31, 2000 ("First Quarter 2001"), an increase of 26 percent over net income of \$14 million for the three months ended May 31, 1999 ("First Quarter 2000"), excluding the after-tax impact of nonrecurring charges of approximately \$3 million taken in First Quarter 2000. Earnings per share on a diluted basis grew by 25 percent to \$0.96 per share versus First Quarter 2000 earnings per share of \$0.77, excluding the after-tax impact of nonrecurring charges. Net income and earnings per share including nonrecurring charges were \$11 million and \$0.59, respectively, for First Quarter 2000.

Richard Sands, Chairman and Chief Executive Officer of Canandaigua Brands, said, " We continue to deliver top line growth across multiple businesses which is contributing positively to our performance. The success of our recent acquisition strategy is clearly demonstrated in our results as we once again reported record sales and profits. Industry dynamics continue to look favorable, and in particular, demand for beer and fine wines is still strong after recent price increases. Our healthy cash flow is further strengthening the balance sheet, positioning the Company to continue our track record of double-digit

earnings growth."

#### CONSOLIDATED RESULTS

Net sales reached \$586 million in First Quarter 2001, a 10 percent increase over net sales of \$530 million reported for First Quarter 2000. Net sales growth was driven primarily by the inclusion of the Black Velvet and Franciscan Estates (including Simi) acquisitions (completed in April 1999 and June 1999, respectively) for the full quarter. Net sales increases in beer, Matthew Clark wholesale and Barton's remaining spirits portfolio also contributed to the growth in net sales.

Gross profit grew to \$184 million in First Quarter 2001 from \$156 million in First Quarter 2000, an increase of \$28 million, or 18 percent. The gross profit improvement can be attributed primarily to the Black Velvet and Franciscan Estates acquisitions, as well as increased beer sales. As a percent of net sales, gross profit increased by 200 basis points to 31 percent from 29 percent in First Quarter 2000. The gross margin improvement was related to sales of higher margin products, specifically Black Velvet and the Franciscan Estates portfolio.

Selling, general and administrative expenses increased by 14 percent to \$126 million in First Quarter 2001 from \$111 million in First Quarter 2000. The increase was primarily related to the Black Velvet and Franciscan Estates acquisitions.

Operating income in First Quarter 2001 grew to \$57 million versus \$46 million in First Quarter 2000, an increase of 26 percent, excluding the pretax nonrecurring charges of approximately \$6 million in First Quarter 2000. Operating income for the First Quarter 2000 including nonrecurring charges was \$40 million.

As a result of the above factors, net income increased by 26 percent to \$18 million from \$14 million (excluding the after-tax impact of nonrecurring charges) in First Quarter 2000. Earnings per share on a fully diluted basis for First Quarter 2001 were \$0.96 compared with fully diluted earnings of \$0.77 per share (excluding the after-tax impact of nonrecurring charges) in First Quarter 2000. Including the after-tax impact of nonrecurring charges, fully diluted earnings per share were \$0.59 for First Quarter 2000.

#### BARTON

Barton's net sales for First Quarter 2001 grew by 17 percent to \$236 million compared with First Quarter 2000 net sales of \$201 million. Specifically, spirits net sales, led by Black Velvet, grew 34 percent in First Quarter 2001. On a pro forma basis, sales of branded products from the Black Velvet acquisition grew 20 percent in First Quarter 2001. The spirits portfolio, exclusive of the Black Velvet brands, grew by 6 percent while beer sales, led by the Mexican beer brands, grew by 11 percent.

Operating income reached \$39 million in First Quarter 2001 compared with \$31 million in First Quarter 2000, an increase of 23 percent. The increase can be attributed to the inclusion of products related to the Black Velvet acquisition for the full quarter along with volume increases in beer and spirits.

#### CANANDAIGUA WINE

Canandaigua Wine's net sales for First Quarter 2001 were \$162 million, declining slightly from First Quarter 2000 net sales of \$164 million. The decline can be attributed to a decrease in grape juice concentrate sales, while branded wine sales were unchanged against the comparable quarter last year.

Operating income for First Quarter 2001 was \$8 million, virtually unchanged versus the comparable quarter a year ago, excluding the pretax nonrecurring charges of approximately \$3 million recorded in First Quarter 2000. Operating income for the First Quarter 2000 including nonrecurring charges was \$6 million.

#### MATTHEW CLARK

Net sales for Matthew Clark grew by 2 percent to \$170 million for First Quarter 2001 versus \$167 million in the comparable quarter a year ago. Increases in Matthew Clark's wholesale business were partially offset by declines in Matthew Clark's branded business.

Operating income of \$10 million for First Quarter 2001, was essentially unchanged versus the comparable quarter a year ago, excluding the pretax nonrecurring charges of approximately \$3 million reported in First Quarter 2000. Including nonrecurring charges, First Quarter 2000 operating income was \$7 million.

#### FRANCISCAN

Net sales and operating income for First Quarter 2001 were \$22 million and \$5 million, respectively. Net sales for First Quarter 2001 grew by 15 percent when compared with pro forma net sales for First Quarter 2000. The Franciscan acquisition and Simi acquisition, both of which are being managed and reported together as the Franciscan Estates division of the Company, were completed in June 1999. Therefore, Franciscan Estates' results for First Quarter 2001 are all incremental when compared with First Quarter 2000.

Canandaigua Brands, Inc., headquartered in Fairport, New York, is a leader in the production, marketing and distribution of beverage alcohol products in North America and the United Kingdom. The Company markets more than 185 premier

brands, including imported beers, wines, spirits, cider and bottled water, and is a leading drinks wholesaler in the United Kingdom. Canandaigua Brands can be found on the Internet at [www.cbrands.com](http://www.cbrands.com).

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CONSOLIDATED FINANCIAL STATEMENTS FOLLOW

CANANDAIGUA BRANDS, INC., AND SUBSIDIARIES  
CONDENSED CONSOLIDATED BALANCE SHEETS  
(in thousands)

	May 31, 2000 (unaudited)	February 29, 2000 (audited)
	-----	-----
ASSETS		
-----		
CURRENT ASSETS:		
Cash and cash investments	\$ 14,024	\$ 34,308
Accounts receivable, net	334,731	291,108
Inventories, net	601,733	615,700
Prepaid expenses and other current assets	52,106	54,881
	-----	-----
Total current assets	1,002,594	995,997
PROPERTY, PLANT AND EQUIPMENT, net	530,991	542,971
OTHER ASSETS	793,515	809,823
	-----	-----
Total assets	\$2,327,100	\$2,348,791
LIABILITIES AND STOCKHOLDERS' EQUITY		
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CURRENT LIABILITIES:		
Notes payable	\$ 10,000	\$ 26,800
Current maturities of long-term debt	56,508	53,987
Accounts payable	129,376	122,213
Accrued excise taxes	41,212	30,446
Other accrued expenses and liabilities	207,052	204,771
	-----	-----
Total current liabilities	444,148	438,217
LONG-TERM DEBT, less current maturities	1,205,705	1,237,135
DEFERRED INCOME TAXES	115,337	116,447
OTHER LIABILITIES	32,366	36,152
STOCKHOLDERS' EQUITY	529,544	520,840
	-----	-----
Total liabilities and stockholders' equity	\$2,327,100	\$2,348,791

CANANDAIGUA BRANDS, INC., AND SUBSIDIARIES  
CONDENSED CONSOLIDATED STATEMENTS OF INCOME  
(in thousands, except per share data)

	Three Months Ended May 31, 2000 (unaudited)	Three Months Ended May 31, 1999 (unaudited)	Percent Change
	-----	-----	-----
Gross sales	\$ 774,522	\$ 704,990	10%
Net sales	\$ 585,580	\$ 530,169	10%
Cost of product sold	(401,707)	(374,046)	7%
	-----	-----	
Gross profit	183,873	156,123	18%
Selling, general and administrative expenses	(126,409)	(110,502)	14%
Nonrecurring charges	-	(5,510)	N/A
	-----	-----	
Operating income	57,464	40,111	43%
Interest expense, net	(27,627)	(22,034)	25%
	-----	-----	
Income before income taxes	29,837	18,077	65%
Provision for income taxes	(11,935)	(7,231)	65%
	-----	-----	
Net income	\$ 17,902	\$ 10,846	65%
Earnings per common share:			
Basic	\$ 0.98	\$ 0.60	63%
Diluted	\$ 0.96	\$ 0.59	63%
Weighted average common shares outstanding:			
Basic	18,230	17,977	1%
Diluted	18,598	18,447	1%
Segment Information:			
Net sales:			

Barton			
Beer	\$ 163,134	\$ 146,611	11%
Spirits	72,546	54,139	34%
	-----	-----	
Net sales	\$ 235,680	\$ 200,750	17%
Canandaigua Wine			
Branded	\$ 144,566	\$ 144,391	0%
Other	17,812	19,168	-7%
	-----	-----	
Net sales	\$ 162,378	\$ 163,559	-1%
Matthew Clark			
Branded	\$ 69,615	\$ 74,375	-6%
Wholesale	99,923	92,422	8%
	-----	-----	
Net sales	\$ 169,538	\$ 166,797	2%
Franciscan	\$ 21,889	\$ -	N/A
Corporate Operations and Other	\$ 1,085	\$ 885	23%
Intersegment eliminations	\$ (4,990)	\$ (1,822)	174%
	-----	-----	
Consolidated net sales	\$ 585,580	\$ 530,169	10%
Operating Income:			
Barton	\$ 38,835	\$ 31,497	23%
Canandaigua Wine	7,981	5,607	42%
Matthew Clark	10,374	7,330	42%
Franciscan	5,416	-	N/A
Corporate Operations and Other	(5,142)	(4,323)	19%
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Consolidated operating income	\$ 57,464	\$ 40,111	43%

#### SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, each Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

#### CANANDAIGUA BRANDS, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Executive Vice  
President and Chief Financial  
Officer

#### SUBSIDIARIES

#### BATAVIA WINE CELLARS, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Treasurer

#### CANANDAIGUA WINE COMPANY, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Treasurer

#### CANANDAIGUA EUROPE LIMITED

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Treasurer

#### CANANDAIGUA LIMITED

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Finance Director  
(Principal Financial Officer and  
Principal Accounting Officer)

#### POLYPHENOLICS, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

and Treasurer

ROBERTS TRADING CORP.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, President and  
Treasurer

CANANDAIGUA B.V.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Authorized  
Representative

FRANCISCAN VINEYARDS, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President  
and Treasurer

ALLBERRY, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President  
and Treasurer

CLOUD PEAK CORPORATION

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President  
and Treasurer

M.J. LEWIS CORP.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President  
and Treasurer

MT. VEEDER CORPORATION

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President  
and Treasurer

BARTON INCORPORATED

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON BRANDS, LTD.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON BEERS, LTD.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON BRANDS OF CALIFORNIA, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON BRANDS OF GEORGIA, INC.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON CANADA, LTD.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON DISTILLERS IMPORT CORP.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

BARTON FINANCIAL CORPORATION

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

STEVENS POINT BEVERAGE CO.

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

MONARCH IMPORT COMPANY

Dated: June 22, 2000

By: /s/ Thomas S. Summer  
-----  
Thomas S. Summer, Vice President

INDEX TO EXHIBITS

- (1) UNDERWRITING AGREEMENT  
Not Applicable.
- (2) PLAN OF ACQUISITION, REORGANIZATION, ARRANGEMENT, LIQUIDATION OR SUCCESSION  
Not Applicable.
- (4) INSTRUMENTS DEFINING THE RIGHTS OF SECURITY HOLDERS, INCLUDING INDENTURES  
Not Applicable.
- (16) LETTER RE CHANGE IN CERTIFYING ACCOUNTANT  
Not Applicable.
- (17) LETTER RE DIRECTOR RESIGNATION  
Not Applicable.
- (20) OTHER DOCUMENTS OR STATEMENTS TO SECURITY HOLDERS  
Not Applicable.
- (23) CONSENTS OF EXPERTS AND COUNSEL  
Not Applicable.
- (24) POWER OF ATTORNEY  
Not Applicable.
- (27) FINANCIAL DATA SCHEDULE  
Not Applicable.
- (99) ADDITIONAL EXHIBITS

None