



GLACIAL LAKES CORN PROCESSORS

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For Immediate Release

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Glacial Lakes Corn Processors Declares \$11 Million Repayment to Shareholders

Watertown, SD – September 2, 2010 -- The Glacial Lakes Corn Processors (“GLCP”) Board of Directors declared and authorized repayment of the \$0.06 per share non-qualified unit retain assessed to its shareholders two years ago. The action will result in over \$11.1 million returned to its investors, the majority of which are South Dakota residents. The repayment will be made in one or more installments during the company’s 2011 fiscal year which runs from September 1, 2010 to August 31, 2011. Although the dates of the repayment during fiscal year 2011 have not been established, the repayment will be made to shareholders of record on August 31, 2010.

GLCP Board Chairman Mark Schmidt considers this an important juncture for GLCP investors, South Dakota’s value added agriculture industry, and corn producers in the draw areas of the company’s Watertown and Mina, SD plants. “In 2008, after GLCP as well as others in the industry encountered serious financial difficulties, we had two options, neither of which was desirable. One was to declare bankruptcy and the other was to approach our shareholders and ask for their help. We chose the latter,” states Schmidt. “Our Board and management believe this action demonstrates our continued success in restoring the financial health and viability of our company and we believe the time has come to repay our investors. This provides our investors reassurance that our strategic initiatives are working and we will aggressively continue our efforts to complete strategic plan goals and objectives. At the same time, we will remain careful and cautious as we move forward.”

As a South Dakota cooperative, GLCP was able to assess a \$0.06 per share prepaid unit retain and the response provided \$11.1 million at a time when working capital was critically needed to honor producer corn contracts and help the company survive. “We had an outstanding response rate of 99% from approximately 4,200 GLCP investors. This provided inspiration for our Directors, management, and employees and underscored the importance on what we needed to do to turn this company around,” states Chief Executive Officer Jim Seurer. “First and foremost, we owe our existence to the GLCP investors who put more funds at risk at a time when it was difficult to do so.” Although quick to acknowledge that the return of favorable market conditions played a major role, Seurer says a dedicated and focused effort by the Directors, management, and employees also made a critical difference. “It has been a unified effort since Day One, from the GLCP shareholder all the way to the employees, all of whom are committed to same mission: adding value to South Dakota agriculture and preserving the financial viability of the GLCP investment.”

Looking forward, management expects 2011 to be a challenging year but optimism remains. GLCP’s financial forecast points to narrow corn to ethanol margins and a tight supply of corn in the Mina plant draw area. “Even with these issues, we believe we have the financial stability and it is appropriate to return these funds to our shareholders. Just as we have in the past, we will find a way to work through these challenges,” says CEO Seurer.

For questions or more information, please contact Jim Seurer at 605-882-8480.

Glacial Lakes Corn Processors is a 4,200+ member cooperative based in Watertown, SD that owns and operates a 100 mgy ethanol plant in Watertown and another 100 mgy ethanol plant in Mina through its wholly-owned subsidiaries Glacial Lakes Energy, LLC. Glacial Lakes Energy also has ownership in Granite Falls Energy and Redfield Energy.

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Cautionary Statements Regarding Forward- Looking Statements

This document contains forward-looking statements involving future events, future business and other conditions, our future performance and our expected future operations and actions. In some cases you can identify forward-looking statements by the use of words such as “believe,” “expect,” “anticipate,” “intend,” “plan,” “estimate,” “predict,” “hope,” “should,” “could,” “may,” “future,” “continue,” “potential” or the negatives of these terms or other similar expressions. These statements are based on management’s beliefs and expectations and on information currently available to management.

Forward-looking statements are only our predictions and involve numerous assumptions, risks and uncertainties. Important factors that could significantly affect future financial condition and results include, among others, operating margins in the ethanol industry, the rapid pace of expansion in the industry, the cost of corn and the price of ethanol, changes in ethanol supply and demand, changes in current legislation or regulations that affect ethanol supply and demand, disruptions to infrastructure or in the supply of raw materials, the results of our risk management and hedging transactions, and ethanol industry valuations generally.

Our actual results or actions may differ materially from those set forth in the forward-looking statements for many reasons, including events that are beyond our control or assumptions not proving to be accurate or reasonable. We caution you not to put undue reliance on any forward-looking statements, which speak only as of the date of this document. We cannot guarantee our future results, levels of activity, performance or achievements.