

Glacial Lakes Corn Processors
Condensed Consolidated Balance Sheet (Unaudited)
February 29, 2008

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 7,244,015
Trade and Accounts Receivable	14,493,565
Inventories	14,233,791
Hedge Accounts	22,091,674
Prepaid Expenses	543,476

Total Current Assets 58,606,521

Property and Equipment:

Existing Facilities	144,769,240
Construction in Process	130,014,861
Less: accumulated depreciation	<u>(30,905,226)</u>
Total Property and Equipment, net	<u>243,878,875</u>

Other Assets:

Financing Costs - net of accumulated amortization	2,191,709
Investment in Granite Falls Energy, LLC	13,419,592
Investment in Redfield Energy, LLC	3,872,801
Goodwill	3,827,204
Other Assets	372,513

TOTAL ASSETS \$ 326,169,215

LIABILITIES AND MEMBERS' EQUITY:

Current Liabilities:

Trade and Accounts Payable	\$ 10,739,876
Corn Payable	6,119,006
Accrued Expenses	1,633,170
Accrued Interest Payable	1,462,100
Taxes Payable	540,000
Revolving Line of Credit	-
Current Maturities of Long-Term Debt	3,949,599

Total Current Liabilities 24,443,751

Long-Term Liabilities:

Total Long-Term Debt (less current maturities)	106,043,565
Interest Rate Swaps	5,074,525

Deferred Taxes 2,688,400

Total Members' Equity 187,918,974

TOTAL LIABILITIES AND MEMBERS' EQUITY \$ 326,169,215

Period end shares outstanding 188,123,152

Glacial Lakes Corn Processors
Condensed Consolidated Statement of Operations (Unaudited)
Six Months Ended Feb 29, 2008 and Feb 28, 2007

	February 29, 2008	February 28, 2007 (restated)
SALES:		
Fuel Ethanol	\$ 63,862,546	\$ 48,612,708
Hedging - Ethanol	(376,565)	374,435
Distiller's Grain	9,744,283	4,873,376
Corn Oil	403,814	326,558
Net Sales	<u>73,634,078</u>	<u>54,187,077</u>
COST OF SALES:		
Corn	46,043,922	22,432,461
Hedging - Corn	(11,643,126)	(5,581,877)
Chemicals	4,436,117	2,917,365
Change in Inventory	(2,207,841)	(196,664)
Utilities	9,164,236	6,638,261
Depreciation	4,997,500	2,912,500
Other	1,964,744	1,880,839
Cost of Sales	<u>52,755,550</u>	<u>31,002,885</u>
GROSS PROFIT	<u>20,878,528</u>	<u>23,184,192</u>
ADMINISTRATIVE EXPENSES:		
Administrative Wages and Benefits	1,744,406	1,287,500
Other	1,979,301	1,598,366
Total Administrative Expenses	<u>3,723,708</u>	<u>2,885,866</u>
INCOME FROM OPERATIONS	<u>17,154,820</u>	<u>20,298,326</u>
OTHER INCOME (EXPENSE):		
CCC Bio-energy Program	-	2,197
State Ethanol Producer Program	416,667	466,667
Net Interest Income/(Expense)	215,084	1,682,812
Hedging - Interest Rate Swaps	(4,177,120)	-
Other Income	47,851	18,365
Investment and Management Income	1,351,116	4,370,005
Total Other Income (Expense)	<u>(2,146,403)</u>	<u>6,540,046</u>
NET INCOME BEFORE TAXES	15,008,417	26,838,372
INCOME TAX EXPENSE	<u>325,900</u>	<u>1,300,000</u>
NET INCOME	<u>\$ 14,682,517</u>	<u>\$ 25,538,372</u>
WEIGHTED AVG SHARES OUTSTANDING	<u>187,986,798</u>	<u>155,920,412</u>
NET INCOME PER SHARE	<u>\$ 0.078</u>	<u>\$ 0.164</u>

Production Statistics:

Ethanol (Gallons)	35,504,860	25,590,406
Corn Ground (Bushels)	12,787,856	9,072,423
DDG's (Equivalent Dry Tons)	104,983	76,400

Glacial Lakes Corn Processors
Condensed Consolidated Statement of Operations (Unaudited)
Three Months Ended Feb 29, 2008 and Feb 28, 2007

	February 29, 2008	February 28, 2007 (restated)
SALES:		
Fuel Ethanol	\$ 45,476,262	\$ 24,954,558
Hedging - Ethanol	(69,514)	25,435
Distiller's Grain	6,953,573	2,580,809
Corn Oil	157,589	196,272
Net Sales	<u>52,517,910</u>	<u>27,757,074</u>
COST OF SALES:		
Corn	33,613,030	12,881,927
Hedging - Corn	(8,514,915)	(2,847,096)
Chemicals	3,041,983	1,537,979
Change in Inventory	(2,001,222)	(96,321)
Utilities	6,266,640	3,377,729
Depreciation	3,512,500	1,487,500
Other	1,046,501	737,289
Cost of Sales	<u>36,964,516</u>	<u>17,079,007</u>
GROSS PROFIT	<u>15,553,393</u>	<u>10,678,067</u>
ADMINISTRATIVE EXPENSES:		
Administrative Wages and Benefits	1,000,124	708,944
Other	1,159,305	1,040,797
Total Administrative Expenses	<u>2,159,428</u>	<u>1,749,741</u>
INCOME FROM OPERATIONS	<u>13,393,966</u>	<u>8,928,326</u>
OTHER INCOME (EXPENSE):		
CCC Bio-energy Program	-	-
State Ethanol Producer Program	166,667	216,667
Net Interest Income/(Expense)	83,842	1,640,454
Hedging - Interest Rate Swaps	(4,177,120)	-
Other Income/(Expense)	19,587	14,153
Investment and Management Income	1,201,716	1,835,000
Total Other Income (Expense)	<u>(2,705,308)</u>	<u>3,706,274</u>
NET INCOME BEFORE TAXES	10,688,657	12,634,600
INCOME TAX EXPENSE	<u>325,900</u>	<u>1,300,000</u>
NET INCOME	<u>\$ 10,362,757</u>	<u>\$ 11,334,600</u>
WEIGHTED AVG SHARES OUTSTANDING	<u>188,123,152</u>	<u>172,293,596</u>
NET INCOME PER SHARE	<u>\$ 0.055</u>	<u>\$ 0.066</u>
Production Statistics:		
Ethanol (Gallons)	23,674,818	13,056,026
Corn Ground (Bushels)	8,596,201	4,655,945
DDG's (Equivalent Dry Tons)	69,630	39,376



Unaudited Financial Report

Six and Three Months Ended

Feb 29, 2008 and Feb 28, 2007