

**Glacial Lakes Corn Processors**  
**Condensed Consolidated Balance Sheet (Unaudited)**  
**February 28, 2013**

**ASSETS:**

**Current Assets:**

Cash	\$	1,849,660
Trade and Accounts Receivable		27,466,835
Inventories		50,382,445
Hedge Accounts		3,363,183
Prepaid Expenses		1,520,612

**Total Current Assets** 84,582,735

**Property and Equipment:**

Total Property and Equipment, net 133,965,010

**Other Assets:**

Financing Costs - net of accumulated amortization		379,954
Investment in Granite Falls Energy, LLC		7,494,097
Investment in Redfield Energy, LLC		2,769,781
Other Assets		3,073,035

**TOTAL ASSETS** \$ 232,264,612

**LIABILITIES AND MEMBERS' EQUITY:**

**Current Liabilities:**

Trade and Accounts Payable	\$	935,467
Checks in Excess of Bank Balance		4,163,609
Corn Payable		21,880,254
Accrued Expenses		4,031,616
Accrued Interest Payable		1,194,573
Revolving Line of Credit		5,500,000
Current Maturities of Long-Term Debt		14,363,970

Total Current Liabilities 52,069,489

**Long-Term Liabilities:**

Total Long-Term Debt (less current maturities)		57,957,846
Other		1,232,421

**Deferred Taxes** 2,797,200

**Total Members' Equity** 118,207,656

**TOTAL LIABILITIES AND MEMBERS' EQUITY** \$ 232,264,612

**Period end shares outstanding** 186,028,652

Working Capital - Net	32,513,246
Add: Amount paid on long term revolver	10,000,000
<b>Working Capital - Total</b>	<u>42,513,246</u>

**Glacial Lakes Corn Processors**  
**Condensed Consolidated Statement of Operations (Unaudited)**  
**Six Months Ended February 28, 2013 and February 29, 2012**

**SALES:**

	Feb 28, 2013	Feb 29, 2012
Fuel Ethanol	\$ 248,052,906	\$ 250,923,557
Hedging - Ethanol	921,059	1,153,249
Distiller's Grain	85,331,147	53,860,188
Corn Oil & Syrup	4,880,482	1,654,923
<b>Net Sales</b>	<u>339,185,594</u>	<u>307,591,917</u>

**COST OF SALES:**

Corn	292,239,045	254,476,232
Hedging - Corn	(4,111,674)	(2,933,709)
Chemicals & Denaturant	11,890,632	7,887,038
Change in Inventory	(1,675,052)	(70,886)
Utilities	16,217,270	15,475,043
Depreciation	14,348,000	13,941,000
Other	5,349,810	4,907,724
<b>Cost of Sales</b>	<u>334,258,031</u>	<u>293,682,442</u>

**GROSS PROFIT/(LOSS)** 4,927,563 13,909,475

**ADMINISTRATIVE EXPENSES:**

Administrative Wages and Benefits	1,065,204	1,173,039
Other	1,909,781	2,105,851
<b>Total Administrative Expenses</b>	<u>2,974,985</u>	<u>3,278,890</u>

**INCOME/(LOSS) FROM OPERATIONS** 1,952,578 10,630,585

**OTHER INCOME (EXPENSE):**

State Ethanol Producer Program	387,729	354,241
Net Interest Income/(Expense)	(2,742,978)	(3,632,116)
Hedging - Interest Rate Swaps	1,290,014	1,791,686
Other Income	47,398	61,330
Gain on Sale of Property	445,424	-
Investment Income/(Loss)	(602,072)	1,318,088

**Total Other Income (Expense)** (1,174,485) (106,771)

**NET INCOME/(LOSS) BEFORE TAXES** 778,093 10,523,814

**INCOME TAX PROVISION** 199,567 (448,864)

**NET INCOME/(LOSS)** \$ 977,660 \$ 10,074,950

**WEIGHTED AVG SHARES OUTSTANDING** 186,028,652 185,950,383

**NET INCOME/(LOSS) PER SHARE** \$ 0.005 \$ 0.054

**Production Statistics:**

200 Proof Ethanol (Gallons)	111,979,213	106,992,267
Corn Ground (Bushels)	41,263,681	40,033,454
DDG's (Equivalent Dry Tons)	346,376	315,944

**Glacial Lakes Corn Processors**  
**Condensed Consolidated Statement of Operations (Unaudited)**  
**Three Months Ended February 28, 2013 and February 29, 2012**

	Feb 28, 2013	Feb 29, 2012
<b>SALES:</b>		
Fuel Ethanol	\$ 124,896,807	\$ 118,949,667
Hedging - Ethanol	495,388	(319,007)
Distiller's Grain	43,393,580	28,075,698
Corn Oil & Syrup	2,960,226	724,286
<b>Net Sales</b>	<u>171,746,001</u>	<u>147,430,644</u>
<b>COST OF SALES:</b>		
Corn	144,234,307	130,153,748
Hedging - Corn	(2,080,520)	1,942,698
Chemicals & Denaturant	5,980,681	5,011,240
Change in Inventory	1,540,095	(868,830)
Utilities	8,584,180	7,378,863
Depreciation	7,206,000	6,981,000
Other	2,343,649	2,075,375
<b>Cost of Sales</b>	<u>167,808,392</u>	<u>152,674,094</u>
<b>GROSS PROFIT/(LOSS)</b>	<u>3,937,609</u>	<u>(5,243,450)</u>
<b>ADMINISTRATIVE EXPENSES:</b>		
Administrative Wages and Benefits	516,165	563,828
Other	982,137	1,024,458
<b>Total Administrative Expenses</b>	<u>1,498,302</u>	<u>1,588,286</u>
<b>INCOME/(LOSS) FROM OPERATIONS</b>	<u>2,439,307</u>	<u>(6,831,736)</u>
<b>OTHER INCOME (EXPENSE):</b>		
State Ethanol Producer Program	137,729	104,241
Net Interest Income/(Expense)	(1,360,713)	(1,769,093)
Hedging - Interest Rate Swaps	638,747	768,403
Other Income/(Expense)	(6,725)	27,664
Gain on Sale of Property	445,424	-
Investment Income/(Loss)	(130,426)	1,038,875
<b>Total Other Income (Expense)</b>	<u>(275,964)</u>	<u>170,090</u>
<b>NET INCOME/(LOSS) BEFORE TAXES</b>	<u>2,163,343</u>	<u>(6,661,646)</u>
<b>INCOME TAX PROVISION</b>	<u>30,467</u>	<u>(343,264)</u>
<b>NET INCOME/(LOSS)</b>	<u>\$ 2,193,810</u>	<u>\$ (7,004,910)</u>
<b>WEIGHTED AVG SHARES OUTSTANDING</b>	<u>186,028,652</u>	<u>186,001,614</u>
<b>NET INCOME/(LOSS) PER SHARE</b>	<u>\$ 0.012</u>	<u>\$ (0.038)</u>
<b>Production Statistics:</b>		
200 Proof Ethanol (Gallons)	56,253,370	56,340,669
Corn Ground (Bushels)	20,761,214	21,309,344
DDG's (Equivalent Dry Tons)	175,911	165,409



Unaudited Financial Report

Six Months Ended

February 28, 2013 and February 29, 2012