



## GLACIAL LAKES CORN PROCESSORS

301 20<sup>TH</sup> AVENUE SE • P.O. BOX 1323 • WATERTOWN, SD • 57201  
PHONE: 605-882-8480 • FAX: 605-882-8982

January 3, 2023

### RE: NONQUALIFIED WRITTEN NOTICE OF ALLOCATION FOR FY2022

Dear GLCP Member/Shareholder:

This is a Nonqualified Written Notice of Allocation (“Nonqualified Notice”) as defined in Section 1388(d) of the Internal Revenue Code of 1986, as amended. This Nonqualified Notice is issued *in addition to* the cash patronage dividends paid or to be paid to you, a GLCP Member/Shareholder of record on August 31, 2022, for the fiscal year then ended (“FY2022”).

This Nonqualified Notice reflects your share of patronage income for FY2022 that has been retained by GLCP and, as such, is not taxable to recipients until paid.

The FY2022 Nonqualified Written Notice of Allocation is **12.1 cents** (\$0.121) per share of GLCP common stock outstanding as of August 31, 2022.

**Please do not include the dollar values stated within this Nonqualified Notice in your taxable income for 2022.** Your tax basis in the Nonqualified Notice is zero. Income recognition by the GLCP Member/Shareholder only takes place in the taxable year in which the Nonqualified Notice is paid by GLCP.

**Please note:** Under section 11.05 of our Bylaws, the Nonqualified Notice is attached to and automatically bundled with a Member/Shareholder’s common stock, and any transferee (sale or otherwise) of all or a portion of a Member/Shareholder’s common stock shall succeed to any entitlement of the transferor that is based on patronage of the transferor, including the Nonqualified Notice.

**The redemption of the Nonqualified Notice is solely within the discretion of the GLCP Board of Directors and shall be paid to the holder of record as of any such future record date on which the Board of Directors declares and authorizes the redemption of the Nonqualified Notice or portion thereof.**

If you have any questions regarding this notice, please send an email to [mkohl@glaciallakesenergy.com](mailto:mkohl@glaciallakesenergy.com) or contact Marcy Kohl at 605-882-8480.

Sincerely,

**GLACIAL LAKES CORN PROCESSORS**

Jim Seurer  
Chief Executive Officer