

**Glacial Lakes Corn Processors
Condensed Consolidated Balance Sheet (Unaudited)
February 28, 2007**

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 74,868,303
Trade and Accounts Receivable	7,303,896
Inventories	10,591,856
Hedge Accounts	10,109,840
Prepaid Expenses	397,061

Total Current Assets 103,270,955

Property and Equipment:

Existing Facilities	60,621,770
Construction in Process	25,632,590
Less: accumulated depreciation	<u>(23,047,839)</u>
Total Property and Equipment, net	<u>63,206,521</u>

Other Assets:

Financing Costs - net of accumulated amortization	105,716
Investment in Granite Falls Energy, LLC	13,755,765
Investment in Redfield Energy, LLC	3,131,898
Development Projects	8,161,827
Goodwill	4,122,408
Other Assets	40,640

TOTAL ASSETS \$ 195,795,731

LIABILITIES AND MEMBERS' EQUITY:

Current Liabilities:

Trade and Accounts Payable	\$ 959,229
Corn Payable	2,129,985
Accrued Expenses	271,264
Accrued Interest Payable	313,791
Taxes Payable	1,300,000
Revolving Line of Credit	3,500,000
Current Maturities of Long-Term Debt	3,544,454

Total Current Liabilities 12,018,722

Long-Term Debt:

Total Long-Term Debt (less current maturities)	15,101,681
--	------------

Deferred Taxes 1,900,000

Total Members' Equity 166,775,328

TOTAL LIABILITIES AND MEMBERS' EQUITY \$ 195,795,731

**Glacial Lakes Corn Processors
Condensed Consolidated Statement of Operations (Unaudited)
Six Months Ended February 28, 2007 and 2006**

	February 28, 2007	February 28, 2006
SALES:		
Fuel Ethanol	\$ 49,138,320	\$ 37,253,462
Distiller's Grain	4,873,376	4,704,407
Corn Oil	326,558	185,836
Net Sales	<u>54,338,254</u>	<u>42,143,705</u>
COST OF SALES:		
Corn Ground	21,967,313	18,038,391
Chemicals	2,917,365	2,386,747
Change in Inventory	(196,664)	(525,616)
Utilities	6,638,261	7,445,728
Depreciation	2,912,500	2,595,000
Other	1,880,839	1,455,008
Cost of Sales	<u>36,119,614</u>	<u>31,395,258</u>
GROSS PROFIT	<u>18,218,640</u>	<u>10,748,447</u>
ADMINISTRATIVE EXPENSES:		
Administrative Wages and Benefits	1,287,501	382,067
Other	1,598,365	763,433
Total Administrative Expenses	<u>2,885,866</u>	<u>1,145,500</u>
INCOME FROM OPERATIONS	<u>15,332,774</u>	<u>9,602,947</u>
OTHER INCOME (EXPENSE):		
CCC Bio-energy Program	2,197	(2,111)
State Ethanol Producer Program	466,667	500,000
Net Interest Income/(Expense)	1,133,966	(675,083)
Other Income	18,365	9,498
Investment and Management Income	4,370,005	1,079,513
Total Other Income (Expense)	<u>5,991,200</u>	<u>911,817</u>
NET INCOME BEFORE TAXES	21,323,974	10,514,764
INCOME TAX EXPENSE	<u>1,300,000</u>	<u>-</u>
NET INCOME	<u>\$ 20,023,974</u>	<u>\$ 10,514,764</u>
WEIGHTED AVG SHARES OUTSTANDING [1]	<u>155,920,412</u>	<u>139,289,652</u>
NET INCOME PER SHARE	<u>\$ 0.128</u>	<u>\$ 0.075</u>
Production Statistics:		
Ethanol (Gallons)	25,590,406	24,309,882
Corn Ground (Bushels)	9,072,423	8,906,160
DDG's (Equivalent Dry Tons)	76,401	77,590

[1] Reflects 9-for-1 July 2006 stock split.

Glacial Lakes Corn Processors
Condensed Consolidated Statement of Operations (Unaudited)
Three Months Ended February 28, 2007 and 2006

	February 28, 2007	February 28, 2006
SALES:		
Fuel Ethanol	\$ 25,066,002	\$ 18,455,856
Distiller's Grain	2,580,809	2,310,591
Corn Oil	196,272	116,057
Net Sales	<u>27,843,083</u>	<u>20,882,504</u>
COST OF SALES:		
Corn Ground	12,758,148	8,332,613
Chemicals	1,537,979	1,097,554
Change in Inventory	(96,321)	(569,920)
Utilities	3,377,728	4,322,192
Depreciation	1,487,500	1,278,000
Other	737,290	736,709
Cost of Sales	<u>19,802,324</u>	<u>15,197,148</u>
GROSS PROFIT	<u>8,040,759</u>	<u>5,685,356</u>
ADMINISTRATIVE EXPENSES:		
Administrative Wages and Benefits	708,944	151,914
Other	1,040,797	397,423
Total Administrative Expenses	<u>1,749,741</u>	<u>549,337</u>
INCOME FROM OPERATIONS	<u>6,291,018</u>	<u>5,136,019</u>
OTHER INCOME (EXPENSE):		
CCC Bio-energy Program	-	12,655
State Ethanol Producer Program	216,667	250,000
Net Interest Income/(Expense)	1,336,137	(313,671)
Other Income	14,153	2,611
Investment and Management Income	1,835,000	1,024,441
Total Other Income (Expense)	<u>3,401,957</u>	<u>976,036</u>
NET INCOME BEFORE TAXES	<u>9,692,975</u>	<u>6,112,055</u>
INCOME TAX EXPENSE	<u>1,300,000</u>	<u>-</u>
NET INCOME	<u>\$ 8,392,975</u>	<u>\$ 6,112,055</u>
WEIGHTED AVG SHARES OUTSTANDING [1]	<u>172,293,596</u>	<u>139,289,652</u>
NET INCOME PER SHARE	<u>\$ 0.049</u>	<u>\$ 0.044</u>
Production Statistics:		
Ethanol (Gallons)	13,056,026	12,486,295
Corn Ground (Bushels)	4,655,946	4,570,104
DDG's (Equivalent Dry Tons)	39,377	39,066

[1] Reflects 9-for-1 July 2006 stock split.



Unaudited Financial Report

Six and Three Months Ended

February 28, 2007 and 2006

