



Glacial Lakes Energy, LLC

CREATING ECONOMIC VALUE FROM CORN

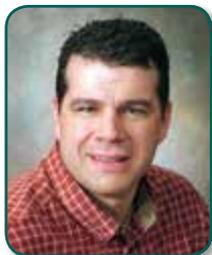
NEWSLETTER

June 2014 - August 2014

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Restoring Shareholder Value

James A. Seurer, Chief Executive Officer

Since we released the news about our third quarter performance and corresponding \$0.07 dividend declaration, the response from all of you has been overwhelmingly positive. To back this up, GLCP shares have been trading at or near levels not seen in the past 6-8 years.

There seems to be a feeling of renewed optimism about our industry among our investors. However, there have been some who have asked "why not more (dividends)?" It's a very good question and one with a complicated answer.

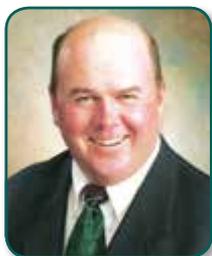
Our company has four main "uses" for profits generated: (1) cash dividends; (2) debt reduction; (3) plant upkeep and equipment replacement; and (4) strategic and revenue diversification (reinvestment).

- In our recent letter to shareholders, we disclosed that our debt has been reduced by \$164 million since January 2009. We have been following rigid, scheduled debt repayment terms laid out by our lenders to achieve this reduction. A recent refinance in our term debt has gained us more flexibility and we believe this should afford more opportunities to provide a consistent and competitive return for our investors going forward.
- Although we have been maintaining our plants prudently, our lenders also had imposed restrictions on the amount that could be invested in capital improvement projects. As a result, a backlog of expensive upgrades and routine replacement of critical equipment has developed and is now being addressed to resolve recurring issues.
- Several months ago, we took a bold step by investing \$12.1 million in our grain receiving areas. The additional storage in Mina and expanded conveying capacity in Watertown are huge upgrades for our producers and both projects will enhance the value of our plant assets. These projects will definitely improve our competitive position and help us protect profitability into the future.
- While we have not yet invested in other strategic growth initiatives, we have slowly achieved an ability to do so. There have been several ethanol plants in our region that have been on the market which might represent expansion prospects for us to consider. We are also exploring additional process refinement opportunities that could further add value to every bushel.
- Additionally, we must take care to preserve a solid working capital base that is significantly higher than that in our past history lest we forget how quickly commodity markets can change.

So, even though the competition for available cash is intense, we have not forgotten you, our shareholders. We favor and have adopted a balanced and consistent approach for distributing cash dividends. We pledge to do our very best to avoid the mistakes of our past when too little "dry powder" was available to effectively operate this large and volatile commodity based business.

In the commodities business, nothing is predictable except that markets will change. Therefore, we intend to determine if an additional dividend declaration can be made upon completion of our annual fiscal year audit which is currently scheduled for late November.

Thank you for your patience over the past years, we look forward to having the ability to provide you a sound return on your investment.



Board Approves Bylaw Change

Mark J. Schmidt, Chairman of the Board

Your Glacial Lakes Corn Processors (GLCP) Board of Directors recently adopted a bylaw change which eliminates board member term limits. Seventy-one percent of our membership voted in favor of this change.

Previously, board members were limited to three – three year consecutive terms. The primary concern leading up to this election was that term limits actually were detrimental and resulted in the untimely removal of qualified directors who contribute to the progress and well-being of GLCP. Another issue experienced in the past was that term limits led to vacant board seats.

This change does not mean that a directorship will be permanent or guaranteed. The board will naturally see directors resign or choose not to be re-elected due to personal commitments, conflicts, etc. If deemed necessary, there are also procedures for removing a non-productive or unethical board member. In addition, the bylaw change in no way discourages candidates from seeking a seat on the board by running against a current board member.

I strongly encourage shareholders interested in running for the board to talk to a current director and get a petition filled out in the fall. We're always looking for good candidates with a new perspective and new ideas.

Non-Approved Hybrids Rejected by GLE

GLE has a heavy market dependence on companies that export our dried distiller grain (DDG) to the Pacific Rim and China. It goes without saying that we must be cautious about what goes into that product. Over the past few months, the corn market has witnessed the fallout from China rejecting corn cargoes that contain the MIR162 trait in Viptera corn. In response, many of our export partners are no longer accepting DDGs processed from corn with these traits present.

By far, China is the leading importer of US distiller grains. Therefore, it is imperative that we process corn only from hybrids that are approved for export. As long as we are involved and so dependent upon export markets, we will need to limit our corn supply to hybrids that have been approved for export. We ask that all producers be aware of what they are planting and follow the letter and spirit of The Stewardship Agreements that they signed when they purchased these hybrids.

GLE cannot accept Viptera, and will not be able to accept Syngenta Agrisure Duracade (MIR 5307) until further notice. Both Hybrids are approved for domestic use, but cannot be delivered to processing plants that serve export markets, or to grain elevators that serve these plants or are involved in exporting corn until they are approved. If you have questions, please contact the commodities department in either the Watertown or Mina office.

Brazil Study Helps Prove the Value of Mid-Level Ethanol Blends

The following release is from the Urban Air Initiative.

A recent study titled “Reduction in local ozone levels in urban Sao Paulo due to a shift from ethanol to gasoline use” is attracting a lot of attention. This study claims a 20% reduction in ozone when drivers in Brazil switched from ethanol to gasoline. However, it’s important to point out that gasoline used during the time of this study is actually a blend of 25% ethanol. This helps prove that mid-level ethanol blends are a benefit for consumers and emissions.

Both Brazil and the U.S. began introducing ethanol into the fuel market for the purpose of reducing their dependence on imported oil. However, in the 1980’s, both countries chose different pathways to get to where we are today.

The U.S. has two ethanol-blended fuels available. The most common is E10 (10% ethanol, 90% gasoline), which can be used in all vehicles. The other is E85 (85% ethanol, 15% ethanol gasoline), which can only be used in flex-fueled vehicles made for the U.S.

Brazil also has two fuels, E25 (25% ethanol, 75% gasoline) and Ethanol (95% ethanol, 5% water). Most vehicles sold in Brazil are flex fueled and can run on either blend. Drivers choose their fuel based on price.

Ozone emissions are highest with pure gasoline and also ethanol with water. Emissions are reduced when you add ethanol to gasoline, until you reach a 50/50 blend of ethanol and gasoline. Emissions benefits are diminished when you go above an E85 blend of ethanol. This is why Brazil saw ozone emissions improve when drivers started using lower blends instead of ethanol with water.

With 70% of Brazilian fuel being E25 during the time frame of this study, Brazil demonstrated it has one of the cleanest burning fuels available. If the U.S. would allow higher blends, for example E30, there would be significant reduction in ozone and toxic emissions from aromatics in gasoline.

We continue to urge the EPA to look into the details of this study. If ethanol blends were increased in the U.S., the public would benefit from air quality improvements and they would pay less at the pump.

The Urban Air Initiative is a group of concerned citizens, non-profit groups, agriculture organizations, businesses of all types, and other stakeholders determined to reduce the threat to public health posed by the use of petroleum-based fuels. The goals of the Urban Air Initiative are to protect public health in urban areas where citizens are exposed to mobile source emissions at dangerous levels.



Pictured is Danny Hall’s GLE-sponsored racecar. Watch him race Sunday nights at Watertown Casino Speedway or at racetracks in Aberdeen and Madison, MN!



GLCP Posts a Record Quarter

Financial Report for Three Months Ending May 31, 2014 (unaudited)			
<i>In Millions</i>			
Total Assets	\$258.1	Current Assets	\$128.8
Total Liabilities	\$58.2	Current Liabilities	\$30.8
Net Worth	\$199.9	Working Capital	\$98.0
Net Income for Quarter	\$56.3	Net Income for Year	\$72.7

Glacial Lakes Corn Processors' (GLCP) reported record earnings for the quarter ending May 31, 2014, resulting in unaudited net income of \$56.3 million. Strong margins contributed to the robust quarter and excellent working capital position, says Chief Financial Officer Bill Brennan.

"A strong crush margin environment from the second quarter followed into the third quarter and demand for ethanol and distiller's grains were very attractive during the period," says Brad Schultz, Director of Commodities and Risk Management. "The strong demand for ethanol, however, did encourage some Brazilian imports into the East Coast."

The positive financial report is also credited to strong production performances, says Frank Moore, Director of Operations. "Beyond the periodic railcar challenges, both plants have been operating at peak production levels," Moore says. "Right now, we also have an array of projects which should result in an increase in plant volumes with improved yields and efficiencies."

Brennan is confident that the remainder of fiscal 2014 will be positive, explaining, "While margins may weaken some in the coming quarter as railroad transportation issues improve, we expect to finish 2014 with strong financial results and a strong balance sheet that will position us for opportunities in the future."

CEO Jim Seurer is equally impressed with the performance and speaks highly of the GLE teams. "Our production and commodity teams have turned in the best quarter of financial performance ever and they deserve all of the credit," says Seurer. "When we saw these strong margins developing, we challenged ourselves to beat the \$50 million mark for the quarter and I am pleased to say that we did it with plenty room to spare," he adds. Seurer is quick to remind that this performance was accomplished by the GLE team despite the rail challenges that were constantly present during much of the period.



Glacial Lakes Energy (GLE) proudly keeps the go-carts at Thunder Road in Watertown and Aberdeen fueled with E85.

Metro Denver Ethanol Promotion Expands



Glacial Lakes Energy's (GLE) campaign to promote the benefits of ethanol in the metro Denver area has been expanded to include a new billboard as well as bus and light rail advertisements.

Early in 2014, GLE teamed up with Redfield Energy, ICM, Front Range Energy, and Sterling/Yuma/Bridgeport Ethanol (Colorado and Nebraska companies) to secure a highly visible billboard on eastbound I-70 in Denver's western metro area near Golden.

The Urban Air Initiative's website was included on the billboard advertisement. "Urban Air saw an increase in calls and website traffic from the campaign," says Marcy Kohl, Manager of Corporate Administration. "We know people were seeing it and it prompted them to want more information about ethanol and clean air."

The success of that advertisement prompted GLE and its partners to continue the ethanol-awareness effort with a new advertisement along heavily-traveled Interstate 25 in Denver. A patriotic-themed billboard went up Memorial Day weekend and will run through July 4th when a new, clean air-themed image will be installed.

In addition to the billboard campaign, GLE added advertisements about clean air and the benefits of ethanol on shuttle buses that carry people to and from businesses in downtown Denver. Signage was also installed inside the light rail in downtown Denver as well. "When you ride light rail and buses, you often look around for something to read," Kohl says. "That makes this an ideal location."

The outside of the buses and interior signage on the light rails feature a picture of children running in a park with the message, "Breathe easy knowing they can. Ethanol for cleaner air."



Light rail graphics in Denver.



Shuttle bus graphics in Denver.

Fuel Your Attitude to Hit Sturgis Bike Rally

The Renewable Fuels Association will again be in attendance at the 2014 Sturgis Motorcycle Rally, which will take place August 4–8.

All RFA efforts will take place at the Sturgis Buffalo Chip Campground with the exception of the Legends Ride, which starts in Deadwood, SD.

RFA's promotional efforts will include a three-day free fuel promotion for bikers with banners, advertisements, live radio interviews, a commercial on jumbotrons in the amphitheater, and much more. If you will be in the area during the rally, witness the RFA's efforts to promote ethanol to bikers.



Recently, Mark Schmidt, GLE Board Chairman, Harlan Schott, GLE board member, Jim Seurer, GLE Chief Executive Officer and Dana Lewis, Chief Administrative Officer of Redfield Energy met with North Dakota Senator Heidi Heitkamp in Washington, DC to discuss the ethanol industry successes and challenges.

Where Can you Buy E85?

You can now use your Garmin or TomTom GPS device to locate E85 stations all over the country. You can also navigate to E85 with your iPhone, Ipad, Ipod Touch, Android, and Blackberry phones. Visit www.choosethanol.org and click on the link for your mobile device.



E85

Where Can You Get E85?



Find Out

Navigate to E85

You can now use your Garmin or TomTom GPS device to locate E85 stations all over the country. This data will let you upload E85 stations as special Points of Interest (POIs).

You can also navigate to E85 with your iPhone, iPad, iPod Touch, Android and Blackberry phones.

Watertown Ford and GLE Promote FFVs

This summer, Glacial Lakes Energy (GLE) has partnered with



Watertown Ford Chrysler, a large local auto dealership, encouraging customers to consider a flex-fuel vehicle (FFV) for their next auto or truck purchase.

The offer, available from mid June through August 2014, includes a free tank full of E85 as well as \$100 in free E85 and a chance to win additional free fuel toward the end of the year, says Marcy Kohl, GLE's Manager of Corporate Administration. "We continue to promote the use of higher blends of ethanol such as E85. This promotion gives auto buyers the opportunity to try the product expense-free and, ideally, continue using it," Kohl says.

During the promotion, all flex-fuel vehicles at the dealership will be marked, and educational brochures will be available. "We like to keep some of these promotions on the home front and not forget that some individuals in the Midwest either don't understand or aren't on board with ethanol yet," Kohl explains.

Flex-Fuel Vehicles (FFVs) are cars engineered to run on any ethanol/gasoline blend up to E85. Drivers choose homegrown ethanol because of its lower price, cleaner burning properties, and support of American jobs. Ethanol also increases horsepower and octane.

There are more than 16 million FFVs on the roads today including compacts, sedans, minivans, trucks, and SUVs. Fifty percent (50%) of all new vehicles model year 2012 and newer made by American automakers are currently flex fuel compatible.

There are approximately 3,200 retail stations across the nation offering higher blends of ethanol which can be located on a GPS system or smartphone.

Visit www.choosethanol.org to download the flex-fuel station finder app or to see if you can use flex fuel in your vehicle.



2014 Ford Explorer Flex-Fuel

GLE Construction in Full Swing

Grain receiving improvement projects totaling \$12.0 million at the Watertown and Mina facilities are well underway. After completion, Mina will more than double its bin storage capacity and Watertown's unloading efficiency will also be more than doubled. Watertown is adding a new 30,000-bushel-per-hour leg and 2,500-bushel pit, plus an upgrade to an existing pit that will match the new pit in terms of capacity. The Watertown plant will also see new scales, electronic truck management systems and a new probe house. "These plant upgrades will increase the value and competitive position of GLE's assets," says GLE Director of Operations Frank Moore. Both projects are on schedule to be completed by early October and in time for harvest.

GLE will continue to accept corn during the construction period.

GLE Acquires Additional Land

Glacial Lakes Energy (GLE) recently purchased 21.7 acres of land adjacent to the Watertown plant site from the Watertown Development Corporation (WDC).

The Watertown site is land locked with growing businesses on both the east and west sides of the property. The Big Sioux River borders the plant to the north. "We all know the ethanol industry can be volatile at times. With that being said, we are always looking for new ways of doing things, additional sources of revenue and diversifying our company," stated Jim Seurer, CEO. "Our strategic plan is to continue to grow GLE and provide value back to our shareholders. If we were to implement a project such as additional corn storage or expand our current operations, we simply have no room to do so as we are out of ground space. The time was right to purchase this land from the WDC." Currently, GLE does not have immediate plans for the property.



As shown in the pictures above, (2) 750,000 bushel bins are going up in time for harvest in Mina.



As shown above, two new scales for the inbound and outbound corn receiving areas, both 112'x24' long, are being installed in Watertown in an effort to reduce unloading time. A new scale house used for weighing and probing corn trucks is also being constructed.

Ford Offers Discount to GLCP Members

Planning on purchasing a new vehicle soon? As a Glacial Lakes Corn Processors (GLCP) shareholder, special pricing awaits you from Ford Motor Co. Ask your local Ford dealership about a discount up to \$3,000 for GLCP shareholders and you could receive a great deal! Some exclusions and restrictions apply; see your local Ford dealership for more information.



GLCP Stock Prices

Active trades of GLCP shares are shown online at: www.Agstocktrade.com with current values in the \$1.60+ per unit range. For more information, please call our Watertown office and talk to Membership Coordinator Jessi Eidson or contact AgStockTrade directly at 800-859-3018. Stocks are traded in 2,500 increments.



Glacial Lakes Energy, LLC

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Stay Up to Date on Your Investment!

Would you like to be kept up-to-date on the latest news about Glacial Lakes Energy and the ethanol industry? Please send us your email address to receive regular communications, "Like Us" on Facebook, or "Follow Us" on Twitter.

To be added to our email list, please contact Jessi Eidson, Membership Coordinator at jeidson@glaciallakesenergy.com or 605-882-8480.



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.

www.glaciallakesenergy.com