



GLACIAL LAKES CORN PROCESSORS

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2021 - 2022 CORN DELIVERY COMMITMENT NOTICE

TO: GLCP Shareholders
FROM: GLCP Board of Directors
DATE: August 31, 2021
RE: Corn Delivery Commitment, Pool Fee, & Freight Rates

As part of your ownership in Glacial Lakes Corn Processors, a South Dakota cooperative, you agreed to deliver a sufficient amount of corn to supply our ethanol production facilities in proportion to your GLCP stock ownership. This is accomplished through our shareholder corn delivery commitment (“delivery commitment” or “corn call”) under our Uniform Marketing and Delivery Agreement.

For fiscal year 2022, we are issuing a corn call of 0.68 bushel per share (for example, if you own 10,000 shares, your corn commitment is 6,800 bushels). Your commitment has increased slightly from last year to reflect our estimated usage of nearly 126 million bushels of corn over the next 12 months to produce an estimated 367 million gallons of ethanol.

The 0.68 bushel per share delivery commitment will be effective for the processing year/fiscal year which begins September 1, 2021 and ends August 31, 2022 (“fiscal year 2022”). If you do not have access to corn or otherwise choose to have Glacial Lakes Energy secure your delivery commitment, we will purchase corn from the “pool” on your behalf and charge you a nominal administrative fee (“Pool Fee”).

For fiscal year 2022, we have established the Pool Fee at \$0.006 per bushel, which is a slight increase from last year. In the previous example of 10,000 shares with a delivery commitment of 6,800 bushels, your cost to use the pool to purchase and deliver your corn commitment is \$40.80. This Pool Fee will be assessed on all undelivered bushels at the end of our fiscal year (August 31, 2022). Should you choose to sell your GLCP shares, and have not fulfilled your delivery commitment, the pool fee will be assessed at the time of sale.

If you do not intend to deliver your corn commitment or if you deliver only a portion of your commitment, you do not need to notify us nor send payment to use the pool. The pool will secure your corn commitment on your behalf and **we will automatically deduct the pool fee due from your next dividend check equal to the undelivered committed bushels after the end of the fiscal year (August 31, 2022).**

**** PLEASE DO NOT MAKE YOUR PAYMENT UNLESS YOU ARE INVOICED ****

(please see the other side of this letter)

In response to the drought and expected tight corn supply during the upcoming year, the Board of Directors has established the Short Crop Freight Program. This program will purchase pool bushels from our GLCP shareholder-producers engaged in the production of corn.

Under this Program, bushels sold to the pool and delivered to our Aberdeen, Mina or Watertown facilities in excess of your commitment may be eligible for the freight incentive under the Short Crop Freight Program.

At the end of the fiscal year (August 31, 2022), the number of additional pool bushels delivered from our shareholders who are producers, will be applied to the pool. As a result, this may lower the pool fee.

This Program will remain in effect during this fiscal year (September 1, 2021 through August 31, 2022). Please see the Short Crop Freight Program addendum included in this mailing which provides a summary of this program.

All GLCP shareholders have the opportunity to deliver their corn commitment to one of our four facilities: Aberdeen, Huron, Mina and/or Watertown and receive the freight incentive. As referenced, the pool will purchase the corn commitment for shareholders who choose not to deliver or deliver a portion of their committed bushels.

For our Huron production facility, Agtegra is contracted to procure and supply our corn. Shareholders who wish to contract and deliver committed bushels to the Huron facility will need to contact Agtegra directly to do so. Please make sure to inform them that you are delivering your GLCP corn commitment so they can inform us to issue a separate check for your freight incentive. The freight rates in effect from September 1, 2021 thru August 31, 2022 are shown below.

FREIGHT RATES (Huron ONLY):

0-10 miles	\$0.02
11-20 miles	\$0.03
21+ miles	\$0.04

FREIGHT RATES (Aberdeen, Mina, & Watertown, ONLY):

0-10 miles	\$0.04
11-20 miles	\$0.06
21-30 miles	\$0.08
31-40 miles	\$0.10
41-50 miles	\$0.12
51-60 miles	\$0.13
61-70 miles	\$0.15
71-80 miles	\$0.17
81-90 miles	\$0.19
91-100 miles	\$0.21
101+ miles	\$0.23

To contract corn for delivery at one of our GLE facilities, please contact the following:

- Aberdeen Carly Wheeting, Laura Hanson, or Chris Smith from GLE @ 605-225-9900
- Huron Bailey Miles from Agtegra @ 605-352-4390 or 605-460-0319
- Mina Carly Wheeting, Laura Hanson, or Chris Smith from GLE @ 605-225-9900
- Watertown Jeff Olson, Jake DeBerg, or Tami Magstadt from GLE @ 605-882-8480

If you have any questions, please contact Penni Tuttle or Marcy Kohl in our office at 605-882-8480.

Thank you for your continued support!

SHORT CROP FREIGHT PROGRAM

Effective September 1, 2021 thru August 31, 2022 (FY2022)

- In accordance with the UMDA (Uniform Marketing & Delivery Agreement), the freight incentive for the shareholder committed bushels is 0.68 bushels per share (for example: 10,000 shares = 6,800 committed bushels which are eligible for the freight incentive).
- Due to the expected short crop caused by the adverse weather conditions throughout the summer (drought, wind, and hail), the GLCP Board of Directors has established this Short Crop Freight Program (“Program”) for fiscal year 2022 to secure pool corn from our GLCP shareholder-producers.
- Under this Program, ALL production bushels of GLCP shareholder-producers delivered to our facilities (excluding Huron) are eligible for the freight incentive. Example: For a GLCP shareholder-producer, if your full corn production is 100,000 bushels and your corn commitment through your GLCP stock ownership is 6,800 committed bushels, your additional 93,200 bushels of production delivered to one of our facilities (excluding Huron) would also qualify for the freight incentive during FY2022.
- To be eligible for the Program, GLCP shareholder-producers will be required to certify on the corn contract that they are engaged in the production of corn and that the additional bushels of production delivered under the Program were produced by the GLCP shareholder-producer.
- GLCP reserves the right to request and certify crop production records to validate the GLCP shareholder-producer certifications on eligibility.
- GLCP reserves all rights of recourse including rights of offset on any payment of freight issued under this Program on ineligible bushels.
- Commercial entities (grain buyers) are not eligible for this Program.
- New GLCP shareholders after September 1, 2021 who qualify as GLCP shareholder-producers are eligible to immediately participate in the Program in the same manner as described above (up to their crop production level). Please see www.agstocktrade.com to purchase GLCP stock or call our office.