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Committed Delivery Amendment

Enclosed please review the changes in committed deliveries as adopted by The Lake Area Corn Processors, LLC Board of Managers. As you will see, the committed corn delivery will be made voluntary. Those delivering will receive a freight allowance as always and those members that elect to not deliver will simply not deliver with no justification needed. There is a relatively short period to respond [by August 24, 2007] so please send in your request as soon as possible. The opt out is an annual election for the entire year and will automatically be re-instated on June 1 of subsequent years unless we are notified differently in writing by June 1, of each year. If you elect to opt out & have forward priced committed bushel contracts, the contracts will be honored, including the freight allowance. If you have any questions, please don't hesitate to contact our office.

LACP Capital Units

The 2nd quarter LACP unit trading that became effective on July 1, 2007 had 164,050 units trade at an average of \$3.985. The trading range was from \$3.75 to \$4.11 per capital unit. As of July 1, 2007, LACP had 1,007 member/owners. Trading and transfers are ongoing with effective dates the first day of each quarter, providing the 15 day listing period has been fulfilled, the contracts have been executed, and the Board of Managers have approved the sale. Please keep in mind that ownership can not transfer until at least 45 days have passed since being listed for sale. To participate or review trading, please go to www.agstocktrade.com and choose Lake Area Corn Processors, LLC as the preferred company. If you have any questions or do not have internet access, please contact Variable Investment Advisors, Inc. at 1-800-859-3018 or call Alan May, LACP Membership Coordinator at Dakota Ethanol, LLC.

Corn Storage

The bin project is progressing along nicely after the wet spring weather. The cement work is nearly completed with the bin construction getting underway very soon. The conveying equipment and the electrical work will be completed as soon as possible, hopefully before corn harvest. with an estimated completion date of late September or early October. This very nice addition should allow Dakota Ethanol the ability to receive corn with limited restrictions.

The 5th Annual Dakota Ethanol Golf Outing



will be held on Thursday, Aug. 16 at The Madison Country Club beginning with a 1 p.m. shotgun start. Net proceeds will benefit The Interlake's United Way and the various local programs supported by the Interlake's United Way. The entry fee is \$60.00 each. For information or to register, call 605-483-2679 and ask for Susan.

Food Prices; Don't Blame Corn Prices

A recent barrage of media coverage has pointed the finger at rising ethanol production as the sole cause of higher food prices such as milk, cheese and other dairy products, including Domino's Pizza. Food industry spokespeople and others have sought to blame ethanol, i.e. higher corn prices, as the culprit for rising food prices. You have all heard the news coverage concerning fuel vs. food. The processing, packaging, and transportation of all food products is a significant part of the cost of food products. It should be no surprise that rising and expensive petroleum and gasoline prices are followed closely by an increase in food prices since petroleum is the key input in all stages required to bring food from the field to the table.

According to an analysis of food, energy, and corn prices conducted by John Urbanchuk of LEGG, LLC, "rising energy costs had a more significant impact on food prices than did corn." In fact, rising energy prices have twice the impact on the Consumer Price Index [CPI] for food than does the price of corn.

A copy of Urbanchuk's report can be found at www.ethanol.org

Article courtesy of Renewable Fuels Association publication dated June 27, 2007

Disbursement Enclosed

Enclosed please find a disbursement of \$0.10 per capital unit declared by the Lake Area Corn Processors, LLC Board of Managers payable to members of record as of July 1, 2007. The total amount for this disbursement is \$2,962,000.

The total disbursements in 2007 have totaled \$14,810,000 [\$0.50 per CU] or 100% of the initial investment.

Total disbursements since inception total \$55,537,500 or 375% of initial investment. Thank you for the continued support and investment in Lake Area Corn Processors, LLC.

LACP Board of Managers

The Lake Area Corn Processors, LLC Board of Managers recently re-organized officers as a result of the election of managers held at the annual meeting. The Board of Managers and the elected positions are as follows:

Chairman: Ronald Alverson

CEO: Scott Mundt

Vice Chairman: Dale Thompson

CFO: Rob Buchholtz

Secretary: Randy Hansen

Board Member at large: Dale Thompson

Treasurer: Rick Kasperson

Board Member at large: Brian Woldt

Board Member at large: Douglas Van Duyn

Audit Committee Chairman: Rick Kasperson

"This newsletter contains forward-looking statements. We undertake no responsibility to update any forward-looking statement. When used, the words "believe," "expect," "will," "can," "estimate," "anticipate" and similar expressions are intended to identify forward-looking statements. Readers should not place undue reliance on any forward-looking statements and recognize that the statements are not predictions of actual future results, which could and likely will differ materially from those anticipated in the forward-looking statements due to risks and uncertainties, including those described in our SEC filings."