

Dakota ETHANOL



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Away for the winter?

Ensure that Dakota Ethanol has your temporary address so that you receive essential communications in a timely manner.

Contact the office at PO Box 100, Wentworth, SD 57075; 605-483-2676; or investor-relations@dakotaethanol.com.

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, copies of which are available through our website or upon request.

Board declares fourth distribution of 2022

The board of managers declared a cash distribution of \$0.20 per capital unit to members of record as of October 1, 2022, for a total of \$5,924,000. This is the fourth distribution paid in 2022, bringing total distributions to \$1.10 per unit or \$32,582,000.

Q3 ends with more capacity

The third quarter 2022 provided strong financial performance. Increased revenues for ethanol and coproducts were offset by increased corn and natural gas costs. We have seen production capacity increasing during the quarter following the completion of the fermentation tank in August. The ethanol storage tank was completed in September and the grain bin has been completed in November.

Balance Sheet Data	9/30/22	12/31/21
Current Assets	\$32,141,968	\$59,935,257
Total Assets	124,882,071	148,952,863
Current Liabilities	16,023,736	31,488,859
Long-Term Liabilities	2,997,792	3,995,139
Member's Equity	105,860,543	113,468,865
Book Value Per Capital Unit	3.57	3.83

Statement of Operations	Nine Months Ended 9/30/2022	Nine Months Ended 9/30/2021
Revenues	\$214,098,692	\$176,648,273
Gross Profit	18,930,306	25,466,388
Net Income	\$19,297,865	\$25,406,739
Capital Units Outstanding	29,620,000	29,620,000
Net Income Per Capital Unit	\$0.65	\$0.86
Distributions Per Capital Unit	\$0.91	\$0.10

Jan. 1 deadline for nominations, proposals

Deadlines are approaching for member nominations or proposals to be considered at the 2023 meeting of Lake Area Corn Processors/Dakota Ethanol.

Manager nominations must be made on a Manager Nomination Petition and submitted by January 1, 2023.

Members who intend to present a proposal

at the 2023 annual meeting of members, without including such proposal in the annual meeting information statement, must provide notice of such proposal no later than January 24, 2023. Lake Area Corn Processors reserves the right to reject, rule out of order, or take appropriate action with respect to any proposal that does not comply with these and other applicable requirements.

Tax return timeline:

Members should expect their K-1 statements to be available around Feb. 15, 2023, similar to past years.

Unit trading recap from the last four quarters; Q4 2022 very light

There are 29,620,000 capital units issued and outstanding and 1,058 unit holders. Capital unit trading has been very light recently with only 5,000 units traded at \$3.90 during the fourth quarter so far. There are currently no units for sale that will match in the fourth quarter.

For more details on Lake Area Corn Processors, LLC trading please contact Variable Investment Advisors at 1-800-859-3018, visit their website at www.agstocktrade.com or contact our office.

Quarter	Low Price	High Price	Average	Units Traded
Fourth Quarter 2021	2.05	2.94	2.43	90,000
First Quarter 2022	2.90	3.99	3.62	48,500
Second Quarter 2022	3.00	3.52	3.22	138,000
Third Quarter 2022	3.61	3.90	3.67	25,000