

**Redfield Energy, LLC**  
Condensed Balance Sheets

	(Unaudited) November 30, 2008	(Audited) August 31, 2008
<b>ASSETS:</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 1,034,951	\$ 2,810,421
Receivables	3,941,018	6,084,299
Inventory	5,599,067	5,316,702
Margin deposit and derivative financial instruments	1,099,178	8,170,307
Prepaid expenses and other current assets	379,637	140,645
<b>Total Current Assets</b>	<b>12,053,851</b>	<b>22,522,374</b>
<b>Property and Equipment:</b>		
Facilities	74,403,607	74,144,717
Less: accumulated depreciation	(11,292,095)	(9,515,244)
<b>Total Property and Equipment, net</b>	<b>63,111,512</b>	<b>64,629,473</b>
<b>Other Assets:</b>		
Financing costs, net of accumulated amortization of \$50,713 and \$42,707, respectively	268,700	276,705
Other investment	15,000	15,000
<b>Total Other Assts</b>	<b>283,700</b>	<b>291,705</b>
<b>TOTAL ASSETS</b>	<b>\$ 75,449,063</b>	<b>\$ 87,443,552</b>
<b>LIABILITIES AND MEMBERS' EQUITY:</b>		
<b>Current Liabilities:</b>		
Current portion of long-term debt	\$ 2,887,836	\$ 2,824,843
Revolving line of credit	-	-
Accounts payable	391,225	405,827
Corn payable	4,014,830	1,711,571
Accrued interest payable	186,972	208,581
Accrued losses on inventory purchases commitments	1,932,057	4,420,000
Other accrued liabilities	734,874	825,420
<b>Total Current Liabilities</b>	<b>10,147,794</b>	<b>10,396,242</b>
<b>Long-Term Debt:</b>		
Term loan	32,728,771	33,381,813
Long-term revolver	-	-
Notes payable - equipment	107,434	127,578
Total	32,836,205	33,509,391
Current portion	(2,887,836)	(2,824,843)
<b>Total Long-Term Debt, Net of Current Portion</b>	<b>29,948,369</b>	<b>30,684,548</b>
<b>Members' Equity:</b>		
Member contributions, net of \$158,190 costs related to capital contributions, 20,435,526 units issued/outstanding	40,037,862	40,037,862
Retained earnings	(4,684,962)	6,324,900
<b>Total Members' Equity</b>	<b>35,352,900</b>	<b>46,362,762</b>
<b>TOTAL LIABILITIES AND MEMBERS' EQUITY</b>	<b>\$ 75,449,063</b>	<b>\$ 87,443,552</b>
<b>Working Capital:</b>	<b>\$ 1,906,057</b>	<b>\$ 12,126,132</b>

**Redfield Energy, LLC**  
Condensed Statements of Operations

	(Unaudited) Three Months Ended November 30, 2008	(Audited) Ten Months Ended August 31, 2008
<b>REVENUES:</b>		
Fuel ethanol sales	\$ 23,111,026	\$ 98,360,477
Distiller's grains sales	4,713,548	14,096,545
State ethanol producer incentive	250,000	465,085
<b>Total Revenues</b>	<b>28,074,574</b>	<b>112,922,107</b>
<b>COST OF REVENUES:</b>		
Corn ground	25,943,446	63,704,836
Freight costs and commissions	3,595,403	13,045,794
Natural gas	2,350,895	10,856,970
Depreciation	1,753,399	5,809,942
Denaturant, chemicals and ingredients	1,638,876	4,748,424
Losses on inventory purchases commitments	-	4,420,000
Other production costs and change in inventory	2,701,068	2,065,402
<b>Total Cost of Revenues</b>	<b>37,983,087</b>	<b>104,651,368</b>
<b>GROSS PROFIT</b>	<b>(9,908,513)</b>	<b>8,270,739</b>
<b>GENERAL AND ADMINISTRATIVE EXPENSES:</b>		
Related party management fees	122,850	497,717
Other costs	186,637	518,742
Administrative labor costs	76,395	183,680
Professional fees	13,943	74,241
Insurance	70,249	296,941
<b>Total General and Administrative Expenses</b>	<b>470,074</b>	<b>1,571,321</b>
<b>INCOME FROM OPERATIONS</b>	<b>(10,378,587)</b>	<b>6,699,418</b>
<b>OTHER INCOME (EXPENSE):</b>		
Interest income	24,029	102,254
Other income	11,397	26,726
Interest expense	(666,701)	(2,436,996)
<b>Total Other Income (Expense)</b>	<b>(631,275)</b>	<b>(2,308,016)</b>
<b>NET INCOME</b>	<b>\$ (11,009,862)</b>	<b>\$ 4,391,402</b>
<b>WEIGHTED AVERAGE UNITS OUTSTANDING</b>	<b>20,435,526</b>	<b>20,435,526</b>
<b>NET INCOME PER UNIT</b>	<b>\$ (0.539)</b>	<b>\$ 0.215</b>
<b>Revenues, Net of Freight Costs and Commissions:</b>		
Fuel ethanol sales	\$ 20,030,555	\$ 87,271,576
Distiller's grains sales	\$ 4,198,616	\$ 12,139,652
<b>Corn Ground Cost, Before Hedging Activities</b>	<b>\$ 17,974,793</b>	<b>\$ 73,148,770</b>
Corn cost per bushel ground, before hedges	\$ 4.36	\$ 4.75
<b>Natural Gas Cost, Before Hedging Activities</b>	<b>\$ 1,716,419</b>	<b>\$ 11,190,611</b>
<b>Total Gains (Losses) from Hedging Activities</b>	<b>\$ (8,603,130)</b>	<b>\$ 9,727,066</b>
<b>Production Statistics:</b>		
Fuel ethanol (gallons)	11,692,443	42,781,933
Corn ground (bushels)	4,119,802	15,390,910
Distiller's grains (equivalent dry tons)	33,712	127,619
Natural gas usage (MMBtu)	304,009	1,146,609
<b>Sales Statistics:</b>		
Fuel ethanol -		
Gallons	11,793,582	42,434,636
Sales revenue per gallon	\$ 1.96	\$ 2.32
Netback per gallon 1/	\$ 1.70	\$ 2.06
Distiller's grains -		
Equivalent dry tons	33,582	128,031
Sales revenue per ton	\$ 140.36	\$ 110.10
Netback per ton 1/	\$ 125.03	\$ 94.82

1/ Revenues, net of freight costs and commissions.

**Redfield Energy, LLC**  
**Condensed Statements of Cash Flow**

	(Unaudited) Three Months Ended November 30, 2008	(Audited) Ten Months Ended August 31, 2008
<b>Operating Activities:</b>		
Net income	\$ (11,009,862)	\$ 4,391,402
Charges to net income not affecting cash		
Depreciation	1,776,851	5,876,644
Accrual of (amortization of) losses on inventory purchases commitments	(2,487,943)	4,420,000
Amortization of financing costs	8,006	26,849
Net (gains) losses recognized from derivative financial instruments	8,603,130	(9,727,066)
(Increase) decrease in current assets	89,923	4,147,598
Increase (decrease) in current liabilities	2,176,502	(1,308,118)
Net Cash Provided By (Used in) Operating Activities	<u>(843,393)</u>	<u>7,827,309</u>
<b>Investing Activities:</b>		
Purchase of property and equipment	(288,482)	(975,247)
Proceeds from contractor excise taxes and sales tax refund	29,591	1,753,647
Net Cash Provided By (Used in) Investing Activities	<u>(258,891)</u>	<u>778,400</u>
<b>Financing Activities:</b>		
Net borrowings (payments) on revolving line of credit	-	-
Net borrowings (payments) on long-term revolving note	-	(5,000,000)
Principal payments on term loan	(653,042)	(1,918,187)
Principal payments on notes payable - equipment	(20,144)	(124,324)
Payments for financing costs	-	(3,255)
Distributions to members	-	(2,043,553)
Net Cash Used in Financing Activities	<u>(673,186)</u>	<u>(9,089,319)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(1,775,470)</b>	<b>(483,610)</b>
<b>Cash and Cash Equivalents - Beginning of Period</b>	<b><u>2,810,421</u></b>	<b><u>3,294,031</u></b>
<b>Cash and Cash Equivalents - End of Period</b>	<b><u>\$ 1,034,951</u></b>	<b><u>\$ 2,810,421</u></b>
<b>Supplemental Disclosures of Cash Flow Information:</b>		
Cash paid for interest expensed	<u>\$ 688,310</u>	<u>\$ 3,022,315</u>



**Financial Report**  
**Three Months Ended November 30, 2008 and**  
**Ten Months Ended August 31, 2008**

The Redfield Energy Board of Managers approved a change in the fiscal year to end each August 31st. As a result, Redfield Energy's fiscal year for 2008 was ten months in length, from November 1, 2007 to August 31, 2008.