

Bonanza BioEnergy LLC

For the month ending 03/31/12

	Current	Dec 2011	Prior Year
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash & Equivalents	\$7,504,800.60	23,788,673.47	\$8,943,450.55
Accounts Receivable - Trade	2,331,529.05	(408,735.14)	1,625,460.40
Accounts Receivable - Other	3,026,972.30	2,318,729.56	3,934,440.87
Accounts Receivable - Allowance for Bad Debt	(113,590.75)	(113,590.75)	(85,365.97)
<b>Total Accounts Receivable</b>	<b>5,244,910.60</b>	<b>1,796,403.67</b>	<b>5,474,535.30</b>
Inventory - Corn	1,061,510.11	1,461,734.57	414,201.54
Inventory - Sorghum	647,724.15	0.00	388,779.17
Inventory - Chem, Enzymes & Yeast	300,199.10	384,648.61	326,568.86
Inventory - Denaturant	229,119.40	198,572.26	228,655.54
Inventory - Work In Process	1,585,457.97	1,668,974.16	1,588,322.21
Inventory - Spare Parts	454,291.26	403,309.85	377,123.32
Inventory - Ethanol	1,744,515.16	2,025,827.71	828,320.46
Inventory - DDG	0.00	0.00	0.00
Inventory - DWG	1,259.70	28,484.00	6,871.00
LIFO Reserve	(911,575.02)	(911,575.02)	0.00
<b>Total Inventory</b>	<b>5,112,501.83</b>	<b>5,259,976.14</b>	<b>4,158,842.10</b>
Prepays	399,317.49	385,569.26	377,765.38
Hedging Accounts at Market	2,749,903.95	1,845,001.96	1,814,160.47
<b>Total Other Current Assets</b>	<b>3,149,221.44</b>	<b>2,230,571.22</b>	<b>2,191,925.85</b>
<b>Total Current Assets</b>	<b>21,011,434.47</b>	<b>33,075,624.50</b>	<b>20,768,753.80</b>
PPE-Land and Buildings - Net	14,890,610.52	15,107,109.58	15,206,003.80
PPE-Machinery and Equipment - Net	43,983,249.93	45,051,814.45	45,987,449.26
PPE-Office, Computers and Software - Net	14,166.59	17,698.80	28,295.52
PPE-Vehicles - Net	5,808.44	6,233.34	7,508.36
<b>Total Property, Plant and Equip - Net</b>	<b>58,893,835.48</b>	<b>60,182,856.17</b>	<b>61,229,256.94</b>
Other Assets	353,988.43	371,578.87	3,209,150.74
Investment in Conestoga	1,313,178.92	1,166,609.89	1,261,461.37
Investment in Farm Credit Services	1,000.00	1,000.00	1,000.00
<b>Total Other Assets</b>	<b>1,668,167.35</b>	<b>1,539,188.76</b>	<b>4,471,612.11</b>
<b>TOTAL ASSETS</b>	<b>81,573,437.30</b>	<b>94,797,669.43</b>	<b>86,469,622.85</b>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Current Liabilities</b>			
Accounts Payable	1,939,311.63	2,660,134.27	1,668,101.83
Accruals	1,003,304.66	1,433,275.64	2,495,928.38
Current Maturities of Senior Debt (Incl Sweeps)	5,068,620.00	7,068,620.00	7,068,620.00
Current Maturities of Sub Debt	285,714.29	285,714.29	321,428.61
<b>Total Current Liabilities</b>	<b>8,296,950.58</b>	<b>11,447,744.20</b>	<b>11,554,078.82</b>
Long Term Senior Debt	19,206,640.86	20,473,795.86	26,275,260.86
Long Term Sub-Debt	1,428,571.42	1,500,000.00	2,678,571.39
<b>Total Liabilities</b>	<b>28,932,162.86</b>	<b>33,421,540.06</b>	<b>40,507,911.07</b>
Equity	31,144,164.50	37,322,064.50	38,516,458.50
Retained Earnings	24,054,064.87	5,310,297.54	5,310,297.54
Current Year Income	(2,556,954.93)	18,743,767.33	2,134,955.74
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>81,573,437.30</b>	<b>94,797,669.43</b>	<b>86,469,622.85</b>

Bonanza BioEnergy LLC  
Budget vs Actual  
For the month ending 03/31/12

Description	Q1 Actual	Per Gal	Q1 Budget	Per Gal	Variance	Per Gal
<b>Gallons Sold</b>	<b>14,170,349</b>		<b>14,344,000</b>		<b>(173,651)</b>	
<b>Revenues</b>						
Ethanol	31,204,664.73	2.202	36,433,760.00	2.540	(5,229,095.27)	(0.34)
DDGS	6,525.80	0.000	0.00	0.000	6,525.80	0.00
WDGS	8,074,783.26	0.570	8,743,665.00	0.610	(668,881.74)	(0.04)
Other	0.00	0.000	30,000.00	0.002	(30,000.00)	(0.00)
<b>Total Revenue</b>	<b>39,285,973.79</b>	<b>2.772</b>	<b>45,207,425.00</b>	<b>3.152</b>	<b>(5,921,451.21)</b>	<b>-0.379</b>
<b>COGS</b>						
<b>Feedstock</b>						
Total Grain	34,952,398.16	2.467	37,449,793.00	2.610	(2,497,394.84)	-2.610
Natural Gas	815,533.31	0.058	1,217,220.00	0.080	(401,686.69)	-0.080
Denaturant	770,650.47	0.054	564,796.00	0.040	205,854.47	-0.040
<b>Chemicals</b>						
Fuel	12,284.43	0.001	0.00	0.000	12,284.43	-0.071
ABS	11,014.59	0.001	0.00	0.000	11,014.59	-0.063
Chemicals	41,904.35	0.003	10,173.00	0.001	31,731.35	-0.183
Urea	119,548.25	0.008	123,178.00	0.009	(3,629.75)	0.021
Antibiotics	47,282.20	0.003	32,418.00	0.002	14,864.20	-0.086
Yeast	41,754.20	0.003	40,168.00	0.003	1,586.20	-0.009
Ammonia	28,499.33	0.002	76,248.00	0.005	(47,748.67)	0.275
Sulfuric Acid	60,017.13	0.004	62,140.00	0.004	(2,122.87)	0.012
Caustic	68,801.08	0.005	66,993.00	0.005	1,808.08	-0.010
Enzymes	676,255.86	0.048	615,166.00	0.043	61,089.86	-0.352
<b>Total Chemicals</b>	<b>1,107,361.42</b>	<b>0.078</b>	<b>1,026,484.00</b>	<b>0.072</b>	<b>80,877.42</b>	<b>0.007</b>
Water	100,332.24	0.007	108,000.00	0.008	(7,667.76)	-0.010
Electricity	572,098.01	0.040	510,000.00	0.036	62,098.01	-0.040
<b>Total COGS</b>	<b>38,318,373.61</b>	<b>2.704</b>	<b>40,876,293.00</b>	<b>2.850</b>	<b>(2,557,919.39)</b>	<b>-0.146</b>
<b>Gross Profit</b>	<b>967,600.18</b>	<b>0.068</b>	<b>4,331,132.00</b>	<b>0.302</b>	<b>(3,363,531.82)</b>	<b>-0.234</b>
<b>Total Fixed Costs - Operation</b>	<b>3,424,991.61</b>	<b>0.242</b>	<b>3,272,899.00</b>	<b>0.228</b>	<b>152,092.61</b>	<b>0.014</b>
<b>EBIT</b>	<b>(2,457,391.43)</b>	<b>-0.173</b>	<b>1,058,233.00</b>	<b>0.074</b>	<b>(3,515,624.43)</b>	<b>-0.247</b>
Interest/Other Income	265,162.95	0.019	0.00	0.000	265,162.95	-1.527
Interest/Other Expense	364,726.45	0.026	130,200.00	0.009	234,526.45	-1.351
<b>Net Income</b>	<b>(2,556,954.93)</b>	<b>-0.180</b>	<b>928,033.00</b>	<b>0.065</b>	<b>(3,484,987.93)</b>	<b>-0.245</b>
<b>EBITDA</b>	<b>(869,265.67)</b>	<b>-0.061</b>	<b>2,303,417.00</b>	<b>0.160</b>	<b>(3,172,682.67)</b>	<b>-0.160</b>
<b>EBITDA - Debt Service</b>	<b>(2,501,147.12)</b>	<b>-0.177</b>	<b>906,062.00</b>	<b>0.063</b>	<b>(3,407,209.12)</b>	<b>-0.240</b>

**Bonanza Analytics**  
**('000's)**

	<b>YE 2009</b>	<b>YE 2010</b>	<b>Q1 2011</b>	<b>Q1 2012</b>
Revenue	112,837.77	120,694.42	44,456.27	39,285.97
Gross Profit	20,742.79	20,146.50	6,101.36	967.60
Net Profit	7,651.73	6,204.67	2,134.96	(2,556.95)
EBITDA	15,159.99	13,479.31	3,912.27	(869.27)
EBITDA - Debt Service	10,072.23	5,844.07	2,111.44	(2,501.15)
Senior Debt / Gallon	\$ 0.74	\$ 0.64	\$ 0.61	\$ 0.44

**Debt Analytics  
(‘000’s)**

	<b>YE 2009</b>	<b>YE 2010</b>	<b>Q1 2011</b>	<b>Q1 2012</b>
Senior Debt	33,480.34	28,411.72	26,275.26	19,206.64
Current Maturities of Senior Debt	7,068.62	6,646.24	7,068.62	5,068.62

## Bonanza - Cash Flow

Beg Cash 1/1/2012	23,788.67
End Cash 3/31/2012	7,504.80

### CASH FLOW STATEMENT

Net Income	(2,557)
Depreciation	1,305
<i>Changes in Working Capital</i>	
DSR	0
Margin Account	0
Accounts Receivable	(3,449)
Inventory	147
Prepaid & Commodity	(919)
Other Assets	(129)
Accounts Payable	(1,151)
Revolver	0
CMLTD - Sr. Debt	(2,000)
CMLTD - Sub Debt	0
<u>Total</u>	<u>(7,499)</u>
Operating Activities	(8,751)
<i>Investing Activities</i>	
Acquisition of Assets	(16)
Sale of Assets	0
<u>Investing Activities</u>	<u>(16)</u>
<i>Financing Activities</i>	
Proceeds from Long Term Debt	0
Debt Repayment	(1,339)
Dividend	(6,178)
<u>Financing Activities</u>	<u>(7,516)</u>
Net Change in Cash	(16,284)

**Debt Disclosure**  
(‘000’s)

	<b>For the Three Months Ended</b>	
	<b>3/31/2012</b>	
	<b>2012</b>	<b>2011</b>
Revolver	-	-
Sub Debt	1,714.29	3,000.00
Senior Debt	<u>24,275.26</u>	<u>33,343.88</u>
Total Long-Term Debt	<u>25,989.55</u>	<u>36,343.88</u>

**Debt Terms**

- Revolver: LIBOR + 3.35% with a 5% floor; \$0 outstanding
- Senior Debt: \$30,076 outstanding at LIBOR + 3.35%; 5% floor; \$4.8M annual amortization + \$2M cash sweep (\$7M max over the life of the loan)
- Sub debt: 7.5 interest paid quarterly

**Amounts of LT debt due in each of the next 5 years (in thousands):**

<b>Years Ended</b>	
<b><u>December 31,</u></b>	<b><u>Amount</u></b>
2012	5,069
2013	5,069
2014	5,069
2015	5,069
2016	5,069
Thereafter	<u>646</u>
Total	<u><u>25,990</u></u>

**3 Months Ended**  
**3/31/2012**

**Per Unit Information**

Total Units Outstanding:

EBITDA

Debt

Cash

	2012	2011	Change
Total Units Outstanding:	20,593	20,593	-
EBITDA	\$ (42.21)	\$ 189.91	(232)
Debt	\$ 1,262.06	\$ 1,764.87	(503)
Cash	\$ 364.43	\$ 434.30	(70)

**Per Gallon Information**

Total Gallons Sold (000's):

EBITDA

Debt

Cash

	2012	2011	Change
Total Gallons Sold (000's):	14,170	14,895	(725)
EBITDA	\$ (61.34)	\$ 262.65	(324)
Debt	\$ 1,834.08	\$ 2,439.95	(606)
Cash	\$ 529.61	\$ 600.39	(71)



## Key Production Indicators

	For the Three Months Ended March 31,		
	2012	2011	Change
Gallons sold (in thousands)	14,170	14,895	( 724.65 )
Average sales price per gallon (net)	\$ 2.22	\$ 2.47	\$ ( 0.25 )
Corn cost per bushel	\$ 6.88	\$ 6.52	\$ 0.36
Crush margin	\$ ( 0.26 )	0.15	( 0.41 )
Denatured yield (2.25% denaturant added)	2.78	2.81	( 0.03 )
Distiller's grain as a % of the delivered cost of corn	23%	23%	0%