

Bonanza BioEnergy LLC

For the month ending 12/31/13

| | Q4 2013 | Q3 2013 | Q4 2012 |
|---|----------------------|----------------------|----------------------|
| Current Assets | | | |
| Cash & Equivalents | \$16,763,987.33 | \$12,782,509.24 | \$423,843.54 |
| Accounts Receivable - Trade | 1,770,880.71 | 1,940,393.70 | 8,896,275.74 |
| Accounts Receivable - Other | 1,067,517.45 | 1,125,647.85 | 0.00 |
| Accounts Receivable - Allowance for Bad Debt | 0.00 | (9,999.99) | (33,634.15) |
| Total Accounts Receivable | 2,838,398.16 | 3,056,041.56 | 8,862,641.59 |
| Inventory - Corn | 785,476.62 | 216,346.34 | 628,556.13 |
| Inventory - Sorghum | 448,201.80 | 368,205.76 | 554,613.03 |
| Inventory - Chem, Enzymes & Yeast | 216,723.05 | 438,785.12 | 440,337.40 |
| Inventory - Denaturant | 206,492.56 | 185,075.50 | 214,602.96 |
| Inventory - Work In Process | 1,095,718.22 | 1,362,815.96 | 1,461,299.03 |
| Inventory - Spare Parts | 570,653.31 | 614,463.71 | 517,810.71 |
| Inventory - Ethanol | 527,958.03 | 1,966,194.95 | 1,253,799.55 |
| Inventory - DWG | 32,697.38 | 28,447.80 | 14,817.00 |
| LIFO Reserve | 515,086.30 | (1,297,915.06) | (1,297,915.06) |
| Total Inventory | 4,399,007.27 | 3,882,420.08 | 3,787,920.75 |
| Prepays | 345,219.09 | 90,261.56 | 443,903.21 |
| Hedging Accounts at Market | 1,210,214.97 | 1,864,221.58 | 643,581.27 |
| Total Other Current Assets | 1,555,434.06 | 1,954,483.14 | 1,087,484.48 |
| Total Current Assets | 25,556,826.82 | 21,675,454.02 | 14,161,890.36 |
| PPE-Land and Buildings - Net | 13,257,617.75 | 13,560,351.48 | 14,222,039.93 |
| PPE-Machinery and Equipment - Net | 36,503,298.72 | 37,571,863.16 | 40,777,556.54 |
| PPE-Office, Computers and Software - Net | 7,701.95 | 8,497.35 | 11,189.37 |
| PPE-Vehicles - Net | 2,833.58 | 3,258.56 | 4,533.50 |
| Total Property, Plant and Equip - Net | 49,771,452.00 | 51,143,970.55 | 55,015,319.34 |
| Other Assets | 230,855.65 | 248,446.09 | 301,217.41 |
| Investment in Conestoga | 0.00 | 2,577,726.99 | 2,289,527.73 |
| Investment in Farm Credit Services | 1,000.00 | 1,000.00 | 1,000.00 |
| Total Other Assets | 231,855.65 | 2,827,173.08 | 2,591,745.14 |
| TOTAL ASSETS | 75,560,134.47 | 75,646,597.65 | 71,768,954.84 |
| LIABILITIES & EQUITY | | | |
| Current Liabilities | | | |
| Accounts Payable | 1,536,475.23 | 3,652,071.88 | 4,036,812.95 |
| Accruals | 993,656.12 | 943,428.59 | 421,320.21 |
| Notes Payable - Current | 0.00 | 0.00 | 0.00 |
| Current Maturities of Working Capital | 0.00 | | 0.00 |
| Current Maturities of Senior Debt (Incl Sweeps) | 2,500,000.00 | 73,795.86 | 723,795.86 |
| Current Maturities of Sub Debt | 285,714.29 | 285,714.29 | 285,714.29 |
| Total Current Liabilities | 5,315,845.64 | 4,955,010.62 | 5,467,643.31 |
| Notes Payable - Long Term | 0.00 | | 0.00 |
| Long Term Senior Debt | 17,250,000.00 | 19,750,000.00 | 19,750,000.00 |
| Long Term Sub-Debt | 928,571.38 | 999,999.96 | 1,214,285.68 |
| Total Liabilities | 23,494,417.02 | 25,705,010.58 | 26,431,928.99 |
| Equity | 38,516,458.50 | 32,338,558.50 | 32,338,558.50 |
| Retained Earnings | 4,417,754.79 | 12,998,467.35 | 22,859,670.87 |
| Current Year Income | 9,131,504.16 | 4,604,561.22 | (9,861,203.52) |

Bonanza BioEnergy
Budget vs Actual
For the month ending 12/31/13

| Description | Q4 Budget | Per Gal | Q4 Actual | Per Gal | Variance | Per Gal |
|-----------------------|------------|---------|------------|---------|-----------|---------|
| Gallons Sold | 14,344,000 | 1.0 | 16,485,919 | 1.0 | 2,141,919 | 1.0 |
| Net Income | 2,151,613 | 0.0 | 4,526,943 | 0.2 | 2,643,382 | 0.2 |
| EBITDA | 3,654,041 | 0.1 | 6,107,791 | 0.3 | 2,740,804 | 0.2 |
| EBITDA - Debt Service | 2,137,905 | 0.1 | 5,847,768 | 0.3 | 3,152,733 | 0.2 |

Bonanza Analytics
('000's)

| | Q4 2012 | Q4 2013 |
|-----------------------|--------------|-----------|
| Revenue | 46,082.07 | 41,202.23 |
| Gross Profit | (903.78) | 8,891.57 |
| Net Profit | (3,705.50) | 4,526.94 |
| EBITDA | (2,139.32) | 6,107.79 |
| EBITDA - Debt Service | (3,649.27) | 5,847.77 |
| Senior Debt / Gallon | \$ 0.37 | \$ 0.36 |

Debt Analytics
('000's)

| | YE 2009 | YE 2010 | YE 2011 | Q4 2012 | Q4 2013 |
|-----------------------------------|----------------|----------------|----------------|----------------|----------------|
| Senior Debt | 33,480.34 | 28,411.72 | 20,473.80 | 19,750.00 | 17,250.00 |
| Current Maturities of Senior Debt | 7,068.62 | 6,646.24 | 7,068.62 | 723.80 | 2,500.00 |

Bonanza BioEnergy, LLC
Cash Flow Statement
For the month ending 12/31/13

| | |
|-----------------------------------|--------------------|
| Beginning Cash | 12,782,509 |
| Ending Cash | 16,763,987 |
| Net Income | 4,526,943 |
| Depreciation | 1,303,235 |
| Amortization | 17,590 |
| <i>Changes in Working Capital</i> | |
| Accounts Receivable | 217,643 |
| Inventory | (516,587) |
| Prepaid & Commodity | 399,049 |
| Other Assets | 2,595,317 |
| Accounts Payable | (2,059,568) |
| Notes Payable - Current | 0.00 |
| CMLTD - Sub Debt | 0.00 |
| CMLTD - Sr. Debt | 0.00 |
| Operating Activities | <u>6,483,623</u> |
| <i>Investing Activities</i> | |
| Acquisition of Assets | |
| Sale of Assets | 69,284 |
| Investing Activities | <u>69,284</u> |
| <i>Financing Activities</i> | |
| Proceeds from Long Term Debt | 0.00 |
| Debt Repayment | (2,571,429) |
| Dividend | 0.00 |
| Financing Activities | <u>(2,571,429)</u> |
| Net Change in Cash | 3,981,478 |

Debt Disclosure
('000's)

| | <u>2013</u> | <u>2012</u> |
|----------------------|----------------------|----------------------|
| Revolver | - | - |
| Sub Debt | 1,214,285.67 | 1,499,999.97 |
| Senior Debt | <u>19,750,000.00</u> | <u>20,473,795.86</u> |
| Total Long-Term Debt | <u>20,964,285.67</u> | <u>21,973,795.83</u> |

Debt Terms

- Revolver: LIBOR + 3.35% with a 5% floor; \$0 outstanding
- Senior Debt: \$19,750 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):

| Years Ended | |
|----------------------------|----------------------|
| <u>December 31,</u> | <u>Amount</u> |
| 2013 | 5,069 |
| 2014 | 5,069 |
| 2015 | 5,069 |
| 2016 | 4,544 |
| 2017 | |
| Thereafter | |
| Total | <u>19,750</u> |

3 Months Ended
12/31/2013

Per Gallon Information

Total Gallons Sold (000's):

EBITDA

Debt

Cash

| | 2013 | 2012 | Change |
|-----------------------------|-------------|---------------|---------------|
| Total Gallons Sold (000's): | 16,486 | 13,933 | 2,553 |
| EBITDA | \$ 370.49 | \$ (153.54) | 524 |
| Debt | \$ 1,271.65 | \$ 1,577.10 | (305) |
| Cash | \$ 1,016.87 | \$ 30.42 | 986 |

Key Production Indicators

For the Three Months Ended

December 31,

| | <u>2013</u> | <u>2012</u> | <u>Change</u> |
|--|-------------|-------------|---------------|
| Gallons sold (in thousands) | 16,486 | 13,933 | 2,552.92 |
| Average sales price per gallon (net) | \$ 2.10 | \$ 2.12 | \$ (0.02) |
| Corn cost per bushel | \$ 4.87 | \$ 7.94 | \$ (3.07) |
| Crush margin | \$ 0.33 | \$ (0.76) | 1.09 |
| Denatured yield (2.25% denaturant added) | 2.76 | 2.76 | (0.01) |
| Distiller's grain as a % of the delivered cost of corn | 27% | 23% | 4% |