

NEDAK ETHANOL, LLC
Condensed Balance Sheets

ASSETS	September 30, 2009	December 31, 2008
	(Unaudited)	
Current Assets		
Cash and equivalents	\$ 1,477,050	\$ 94,691
Restricted short term investment	1,152,573	1,128,070
Restricted cash	3,202,407	52,866
Accounts receivable	937,639	182,152
Inventory	2,421,492	1,344,018
Inventory—corn contracts	-	300,260
Prepaid expenses and other	913,324	300,552
Total current assets	10,104,485	3,402,609
Property and Equipment		
Land and improvements	4,377,727	4,427,265
Buildings	8,699,624	9,473,978
Plant equipment	69,871,549	76,274,960
Office equipment	200,575	177,894
Vehicles	468,617	468,617
	83,618,092	90,822,714
Less accumulated depreciation	(4,491,150)	(133,932)
Net property and equipment	79,126,942	90,688,782
Other Assets		
Deposits	300,000	-
Deferred offering costs	-	33,033
Restricted cash - TIF	-	599,042
Debt issuance costs, net of amortization	1,160,787	1,234,514
Total other assets	1,460,787	1,866,589
Total Assets	\$ 90,692,214	\$ 95,957,980

Notes to Condensed Unaudited Financial Statements are an integral part of this Statement.

NEDAK ETHANOL, LLC
Condensed Balance Sheets

LIABILITIES	September 30, 2009	December 31, 2008
	(Unaudited)	
Current Liabilities		
Term debt - previously classified as long-term	\$ 47,131,752	\$ -
Current maturities of long-term debt	2,093,248	2,410,002
Accounts payable		
Trade	2,369,978	800,924
Corn	2,870,704	-
Construction payable	-	145,586
Accrued interest and other	2,639,645	1,033,606
Notes payable – members	-	15,000
Total current liabilities	<u>57,105,327</u>	<u>4,405,118</u>
Long-term debt, net of current maturities	<u>18,750</u>	<u>48,500,783</u>
Commitments and Contingencies		
Members' Equity		
Preferred Units, 185.4 units issued and outstanding	1,854,428	-
Common Units, net of offering costs, 5,233 units issued and outstanding	49,839,281	49,891,449
Accumulated deficit	(18,125,572)	(6,839,370)
Total members' equity	<u>33,568,137</u>	<u>43,052,079</u>
Total Liabilities and Members' Equity	<u>\$ 90,692,214</u>	<u>\$ 95,957,980</u>

Notes to Condensed Unaudited Financial Statements are an integral part of this Statement.

NEDAK ETHANOL, LLC
Condensed Statements of Operations (Unaudited)

	Nine Months Ended September 30, 2009	Nine Months Ended September 30, 2008
Revenues	\$ 45,611,865	\$ -
Cost of Goods Sold	52,187,106	-
Gross Loss	(6,575,241)	-
General and Administrative Expenses	2,209,593	2,595,057
Operating Loss	(8,784,834)	(2,595,057)
Other Income (Expense)		
Interest and other income	38,599	67,817
Interest expense	(2,539,967)	-
Other expenses	-	(61,686)
Total other income (expense), net	(2,501,368)	6,131
Net Loss	\$ (11,286,202)	\$ (2,588,926)
Weighted Average Common Units		
Outstanding—Basic & Diluted	5,233	5,230
Net Loss Per Common Unit—Basic & Diluted	\$ (2,156.74)	\$ (495.01)

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NEDAK ETHANOL, LLC
Condensed Statements of Operations (Unaudited)

	Quarter Ended September 30, 2009	Quarter Ended September 30, 2008
Revenues	\$ 20,326,786	\$ -
Cost of Goods Sold	21,477,426	-
Gross Loss	(1,150,640)	-
Operating Expenses	966,774	1,121,968
Operating Loss	(2,117,414)	(1,121,968)
Other Income (Expense)		
Interest and other income	10,195	21,977
Interest expense	(912,319)	-
Total other income (expense), net	(902,124)	21,977
Net Loss	\$ (3,019,538)	\$ (1,099,991)
Weighted Average Common Units Outstanding—Basic & Diluted	5,233	5,232
Net Loss Per Common Unit—Basic & Diluted	\$ (577.02)	\$ (210.24)

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NEDAK ETHANOL, LLC
Condensed Statements of Cash Flows (Unaudited)

	Nine Months Ended September 30, 2009	Nine Months Ended September 30, 2008
Cash Flows from Operating Activities		
Net loss	\$ (11,286,202)	\$ (2,588,926)
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation and amortization	4,530,945	25,433
Change in operating assets and liabilities		
Accounts receivable	(755,487)	-
Inventory	(1,077,474)	(2,074,193)
Inventory – corn contracts	300,260	677,772
Prepaid expenses and other	(612,772)	(118,501)
Deposits	(300,000)	-
Accounts payable	5,307,542	296,656
Accrued interest and other	1,609,789	639,073
Net cash used in operating activities	<u>(2,283,399)</u>	<u>(3,142,686)</u>
Cash Flows from Investing Activities		
Payments for construction in process	-	(24,751,083)
Capital expenditures	(182,749)	(422,423)
Net change in restricted cash and investments	(3,551,352)	(24,546)
Net cash used in investing activities	<u>(3,734,101)</u>	<u>(25,198,052)</u>
Cash Flows from Financing Activities		
Proceeds from construction loan	1,700,000	28,094,515
Sale of Preferred Units	1,854,428	-
Proceeds from Delta-T letter of credit	3,995,000	-
Payment on tax increment financing	(139,000)	-
Member contributions	-	40,000
Payments for deferred offering costs	(10,569)	(33,033)
Debt issuance costs	-	(115,747)
Net cash provided by financing activities	<u>7,399,859</u>	<u>27,985,735</u>
Net Increase (Decrease) in Cash and Equivalents	<u>1,382,359</u>	<u>(355,003)</u>
Cash and Equivalents—Beginning of Period	94,691	604,193
Cash and Equivalents—End of Period	<u>\$ 1,477,050</u>	<u>\$ 249,190</u>
Supplemental Disclosures of Cash Flows Information and		
Noncash Investing and Financing Activities		
Cash payments for interest	<u>\$ 2,246,876</u>	<u>\$ -</u>
Debt issuance costs in accounts payable	<u>\$ 100,000</u>	<u>\$ -</u>
Restricted cash used for interest - capitalized	<u>\$ -</u>	<u>\$ 335,097</u>
Construction loan proceeds used for interest	<u>\$ -</u>	<u>\$ 1,079,268</u>
Liquidated damages used to reduce property and equipment and note payable construction loan	<u>\$ -</u>	<u>\$ 145,714</u>
Settlement of advance from Delta-T used to reduce property and equipment	<u>\$ 3,995,000</u>	<u>\$ -</u>
Deferred offering costs offset against equity	<u>\$ 52,168</u>	<u>\$ -</u>
Construction costs included in accounts payable	<u>\$ -</u>	<u>\$ 1,723,845</u>
Settlement concession from Delta-T from forgiveness of note payable which reduced property and equipment	<u>\$ 5,000,000</u>	<u>\$ -</u>
Construction costs included in note payable - contract	<u>\$ -</u>	<u>\$ 5,000,000</u>
Amortization of financing costs capitalized as construction in process	<u>\$ -</u>	<u>\$ 114,416</u>
Capitalization of accrued interest on members notes	<u>\$ 3,750</u>	<u>\$ -</u>

Notes to Condensed Unaudited Financial Statements are an integral part of this Statement.