BUSHMILLS ETHANOL

FINANCIAL STATEMENTS

Year Ended December 31, 2025

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Bushmills Ethanol, Inc
Atwater, Minnesota

Opinion

We have audited the accompanying financial statements of **Bushmills Ethanol, Inc** (a Minnesota cooperative), which comprise the balance sheets as of December 31, 2025 and 2024, and the related statements of operations, changes in members' equity, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Bushmills Ethanol, Inc** as of December 31, 2025 and 2024, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of **Bushmills Ethanol, Inc** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Bushmills Ethanol, Inc's** ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of **Bushmills Ethanol, Inc's** internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about **Bushmills Ethanol, Inc's** ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Christianson PLLP

Willmar, Minnesota
March 5, 2026

BUSHMILLS ETHANOL, INC
BALANCE SHEETS
December 31, 2025 and 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 22,129,896	$ 31,490,144
Accounts receivable	7,844,167	6,003,731
Inventories	11,641,346	13,378,094
Prepaid expenses	760,833	749,301
Hedge accounts	3,924,217	3,087,777
TOTAL CURRENT ASSETS	46,300,459	54,709,047
PROPERTY AND EQUIPMENT		
Land and improvements	7,148,242	5,659,373
Buildings	7,664,334	7,664,334
Vehicles	81,374	81,374
Office equipment	492,294	476,047
Plant equipment	124,366,453	115,200,279
Construction in progress	5,023,240	2,709,662
	144,775,937	131,791,069
Accumulated depreciation	(93,574,492)	(88,978,944)
	51,201,445	42,812,125
OTHER ASSETS		
Financing costs, net of amortization	-	8,017
Restricted cash	658,368	631,497
Right-of-use assets - operating leases	4,271,801	5,746,152
Note receivable	856,956	-
Investments	7,877,576	10,282,897
	13,664,701	16,668,563
TOTAL ASSETS	$ 111,166,605	$ 114,189,735
LIABILITIES AND MEMBERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	$ 11,230,053	$ 11,634,458
Accounts payable - related party	2,836,529	5,531,039
Accrued expenses	1,303,974	1,135,065
Deferred corn pool fees	38,500	60,500
Current maturities of lease liability - operating leases	1,113,885	1,495,067
TOTAL CURRENT LIABILITIES	16,522,941	19,856,129
LEASE LIABILITY - OPERATING, net of current maturities	3,157,916	4,251,085
MEMBERS' EQUITY	91,485,748	90,082,521
TOTAL LIABILITIES AND MEMBERS' EQUITY	$ 111,166,605	$ 114,189,735

Excerpted from audited financial statements.

BUSHMILLS ETHANOL, INC
STATEMENTS OF OPERATIONS
Years Ended December 31, 2025 and 2024

	2025	2024
SALES	$ 191,920,874	$ 182,134,103
COST OF SALES	168,718,817	161,077,722
GROSS PROFIT	23,202,057	21,056,381
OPERATING EXPENSES	4,265,495	4,361,179
INCOME FROM OPERATIONS	18,936,562	16,695,202
OTHER INCOME (EXPENSE)		
Interest and dividend income	876,391	1,622,050
Interest expense	(61,481)	(45,000)
Miscellaneous income	1,016,394	3,671
Impairment loss on investments	(2,400,000)	-
	(568,696)	1,580,721
NET INCOME	$ 18,367,866	$ 18,275,923

Excerpted from audited financial statements.

BUSHMILLS ETHANOL, INC
STATEMENTS OF CHANGES IN MEMBERS' EQUITY
Years Ended December 31, 2025 and 2024

BALANCE - December 31, 2023	$	98,953,819
Membership fees - patron		5,000
Distributions		(27,152,221)
Net income		18,275,923
BALANCE - December 31, 2024		90,082,521
Membership fees - patron		5,500
Distributions		(16,970,139)
Net income		18,367,866
BALANCE - December 31, 2025	$	91,485,748

Excerpted from audited financial statements.

BUSHMILLS ETHANOL, INC
STATEMENTS OF CASH FLOWS
Years Ended December 31, 2025 and 2024

	2025	2024
OPERATING ACTIVITIES		
Net income	$ 18,367,866	$ 18,275,923
Charges to net income not affecting cash		
Depreciation and amortization	4,603,565	3,754,761
Realized and unrealized (gains) losses on hedging activities	(1,659,036)	(1,787,904)
Impairment loss on investments	2,400,000	
(Increase) decrease in current assets		
Accounts receivable	(1,840,436)	4,556,611
Prepaid accounts	(11,532)	(25,120)
Net cash received from (paid on) hedging activities	822,596	(1,473,507)
Inventories	1,736,748	(1,831,245)
Increase (decrease) in current liabilities		
Accounts payable	(3,133,891)	(12,163,132)
Accrued expenses	168,909	(160,441)
Deferred corn pool fees	(22,000)	55,145
NET CASH PROVIDED BY OPERATING ACTIVITIES	21,432,789	9,201,091
INVESTING ACTIVITIES		
Purchases of property and equipment	(12,949,892)	(13,898,008)
Advances on note receivable	(856,956)	-
Purchases of investments	-	(331,061)
Redemption of investments	5,321	174,802
NET CASH USED IN INVESTING ACTIVITIES	(13,801,527)	(14,054,267)
FINANCING ACTIVITIES		
Distributions to members	(16,970,139)	(27,152,221)
Proceeds from membership fees	5,500	5,000
NET CASH USED IN FINANCING ACTIVITIES	(16,964,639)	(27,147,221)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(9,333,377)	(32,000,397)
CASH AND CASH EQUIVALENTS - beginning of year	32,121,641	64,122,038
CASH AND CASH EQUIVALENTS - end of year	$ 22,788,264	$ 32,121,641
RECONCILIATION OF CASH, CASH EQUIVALENTS AND RESTRICTED CASH		
Cash and cash equivalents	$ 22,129,896	$ 31,490,144
Restricted cash	658,368	631,497
Total cash, cash equivalents, and restricted cash	$ 22,788,264	$ 32,121,641
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid for interest	$ 61,481	$ 45,000
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITIES		
Equipment purchase included in accounts payable	$ 193,499	$ 228,475

Excerpted from audited financial statements.