



SI^UUXLAND ETHAN^UL^{LLC}

Spring 2023

Consistent Operations in Volatile Markets

Siouxland Ethanol achieved a small profit in the quarter just ended. Plant operations are consistent and the team executed daily tasks to deliver solid outcomes. The seasonal patterns of a traditional fuel market were present with lower winter gasoline demand and large surpluses of ethanol available. Railroads kept Siouxland Ethanol's railcars moving to California, but the company continues to incur higher shipment costs as the cycle time is still taking several more days than it should.

Natural gas prices have been as volatile as Tesla and Silicon Valley Bank stocks. It reached a 10-year high in August 2022 as the world market adjusted to major pipelines from Russia to Europe getting curtailed or cut-off. A milder European winter season combined with a determined population to conserve energy in support of Ukraine left natural gas prices plummeting the past three months as supplies on-hand reached average and above average levels. Aside from some brief regional supply disruptions in California and the Mountain West region, natural gas was plentiful in the United States. Siouxland Ethanol is now benefitting from natural gas prices approaching their 10-year low in just 8 months' time.

Siouxland Ethanol has been active in the Capitol working on additional state policies to help the corn farmer reach the fuel consumer. Luke Moser offers a great perspective – be sure to read his newsletter article. At the federal level, the Biden Administration issued a proposed rulemaking for 2027 - 2032 that would force electrification of 2/3 of all cars and trucks to meet new tailpipe emissions standards. The policy screams of being authored by those rooted outside of reality. Meanwhile, the Republican controlled House is busy drafting legislation related to raising the nation's debt limit that would also strip away tax incentives passed last year related to biofuels, carbon capture, and sustainable aviation fuel. There is a reasonable middle ground on both issues that would be good for America.

Siouxland Ethanol has one current job opening for an experienced millwright mechanic. Tasks include rebuilding pumps and experience with rotating equipment assemblies and alignment preferred. If someone comes to mind, please consider mentioning this opportunity.

The company made cash distributions of \$10,000 per unit in October 2021, \$6,000 in March 2022, and \$10,000 in October 2022. Each of those distributions were propelled by exceptional margins in the periods that preceded them. The ethanol industry is simply not in that type of environment these past six months. The return of rainfall in Nebraska, more plentiful supplies of corn, and more demand for ethanol are all needed to see a return of strong distributions. Until then, better put a few more miles on the used car.



Nick Bowdish

Nick Bowdish
President & CEO

SUMMARY OF OPERATIONS	3 Months Ended 3/31/2023	3 Months Ended 3/31/2022	6 Months Ended 3/31/2023	6 Months Ended 3/31/2022
Total Revenues	\$73,476,419	\$68,990,196	\$146,522,646	\$155,760,398
Gross Profit (Loss)	\$2,114,832	\$(840,105)	\$5,380,335	\$27,748,342
Net Income (Loss)	\$1,630,293	\$(1,506,231)	\$4,190,844	\$26,059,493
Net Income(Loss)/Unit	\$462	\$(426)	\$1,187	\$7,378
Distribution/Unit	\$-	\$6,000	\$10,000	\$16,000

Financial Highlights

Comparison Of Operations Three Months Ended:

- Total revenues were up nearly \$4.5MM, or 6.5% quarter over quarter primarily on higher coproduct values. Sometimes overlooked, but this is a good reminder of the importance our coproduct sales are to our overall revenue stream.
- Although crush margins were slightly weaker quarter over quarter, we still realized a \$2.1MM gross profit, a 352% increase over the same quarter last year.

Comparison Of Operations Six Months Ended:

- YTD, ethanol crush margins continued to be compressed, resulting in the comparatively reduced gross profit margins year over year.
- No distributions were declared by the board during the quarter ending March 31, 2023.
- We maintain a strong working capital position over \$25.2MM as of March 31, 2023.
- No units traded during the quarter ending March 31, 2023.

BALANCE SHEET	As Of 3/31/2023	As Of 9/30/2022
Current Assets	\$34,948,659	\$79,005,454
Total Assets	\$94,206,858	\$138,481,945
Current Liabilities	\$9,712,083	\$23,143,766
Long-Term Liabilities	\$1,575,265	\$1,289,512
Members' Equity	\$82,919,510	\$114,048,667
Book Value/Unit	\$23,477	\$32,290

KEY METRICS	3 Months Ended 3/31/2023	3 Months Ended 3/31/2021
Ethanol Yield (Gal/bu)	3.00	3.02
Corn Oil (Lbs/bu)	1.04	1.05
Ethanol Production (Gal/day)	281,675	272,908
Ethanol Production MGY	99.4	96.3
Natural Gas (BTU/gal)	23,393	23,758
Grid Electricity (KW/gal)	0.01	0.01

Please be sure to keep Siouxland Ethanol updated on your contact information. This helps ensure you receive your distribution check, tax & other pertinent information timely. Thank you!



Annual Easter Egg Hunt

Siouxland Ethanol sponsored the annual Easter Egg Hunt in Jackson this year! Over 80 children in attendance and thousands of eggs scattered around Magirl Park it was a great morning in Jackson, NE. Thank you to everyone who helped organize this event and thank you to everyone who attended!

A Director's Perspective

Greetings from Cherry County Nebraska! My name is Luke Moser and I live in Valentine with my wife Tygh and our 4 children. I joined the SLE Board in the spring of 2019. My day job is leading our families refined fuels business in which we operate a chain of C-stores in Nebraska under the SpeedeeMart and Good2Go names.



I very much enjoy bringing a fuel retailer's perspective to the SLE Board as well as being a communication line back to my retail counterparts about the ethanol industry. I sit on the Exec Committee of the Nebraska Petroleum Marketers board of directors which gives me the opportunity to act as an intermediary between the two industries when the need arises. Retailers and Ethanol have at times been at odds with each other on legislative issues but it's very important for us to unite whenever possible to fight off attacks on the liquid fuels industry. Currently the Federal Government's desire to prematurely push Electric Vehicles into the marketplace is the perfect example of an issue the retailers and ethanol need to be united in combating. Just today the White House released proposed EPA emissions standards that will in all reality eliminate internal combustion engines. Next year you can expect to see legislation out of Lincoln addressing the fact that EV's are not paying their fair share of road tax. Retailers and ethanol will be united on these issues.





On the legislative topic I want to spend some time discussing LB1261 and LB562.

LB1261 Nebraska Higher Blend Tax Credit Act

This bill was passed into Nebraska law in 2022 and is a very big win for the ethanol industry and consumer. This law provides retailers a tax credit of .05 per gallon for E15 and .08 per gallon for blends over E25. Most of this tax credit will be passed through to the consumer keeping more money in their pockets and promotes retailers to offer higher blends of ethanol at their sites. I'm very proud of the cooperation between the Retailers and Ethanol lobby to help pass this bill into law.

LB562 E15 Access Standard Act

As I write this LB562 is being debated on the floor in the Unicameral. LB562 would create fair access to E15 in our state for all consumers. The national optic of Nebraska being the #2 producer of ethanol alongside being #45 in percentage of ethanol blended into our fuel supply is nothing short of embarrassing for the ethanol industry and our state. In nearly every community in this state you can look and quickly find economic activity related to ethanol. Unfortunately, this is a bill that the retailers and ethanol do not see eye to eye on because the retailers see it as a "mandate". I've been working hard to educate them on the bill and it's benefit to the state. This is a "Country before Self" situation and should be passed into law. We will know shortly the outcome. Lastly on LB562 the ethanol industry owes Governor Pillen a debt of gratitude for the hard work he's put into getting the bill to where it is now.

In closing I would like to commend the entire Siouxland Ethanol team and communicate to the shareholders how impressed I am at the way in which they run the company. From my seat on the BOD I see the intelligence, hard work, and pride that everyone within the company exhibits daily. The strong shareholder returns are a direct result of these efforts.



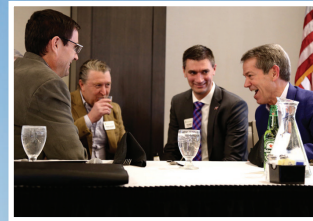
Luke Moser
Board Director



2023



Congressman Adrian Smith and Governor Jim Pillen with our Board of Directors.



Governor Pillen discussing the importance of access to E15 and the future of biofuels.



ANNUAL MEETING



Nick Bowdish and Governor Pillen with Hugo, George, and Carla who celebrated their 10 years of service at Siouxland Ethanol!



Nick Bowdish sharing 2022 company performance and giving investors insight on the future of the ethanol industry.

please visit: <https://photos.app.goo.gl/xgkBLRwd4QEbkEtz8>



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MISSION STATEMENT

To be an efficient producer of ethanol and its co-products with a low carbon footprint, and to promote the “clean octane” value of ethanol which will ensure long-term profitability for the industry and the investors in Siouxland Ethanol.

CELEBRATE RENEWABLE FUELS MONTH

May 1-31



FIND BIOFUELS AT:



May is typically the kick-off to the summer driving season and has historically been a time Nebraska’s renewable fuels industries have come together to highlight the importance of clean-burning biofuel options.

Why promote Renewable Fuels Month?

- According to Harvard and Tufts universities, ethanol reduces GHG by nearly 50% compared to gasoline.
 - Carcinogens make up 25% of a gallon of gas. You are exposed when these toxic emissions are emitted from the tailpipe.
- Gasoline blended with ethanol displaces chemicals and adds oxygen to fuel, helping it burn more completely and reduce harmful tailpipe emissions.

How can you promote Renewable Fuels Month?

- Fuel up with ethanol! Learn about the right blend for your vehicle and find retailers near you at fueledbynebraska.com.
- Enter our Renewable Fuels Month student contests! Details at fueledbynebraska.com
- Tell friends and family! Inform them of the benefits of using ethanol and the savings they’ll earn at the pump!

Important Dates

- **May 4**
Governor Jim Pillen declares May as Renewable Fuels Month
- **May 8, 15, 22, & 29**
Pure Nebraska Highlights Renewable Fuels Month
- **May 17**
Renewable Fuels Month Ag in the Classroom Contest Deadlines