

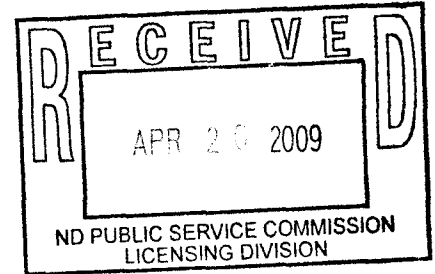
CNA SURETY

CNA Plaza, Chicago, Illinois 60685

CERTIFIED MAIL #7006 0810 0001 7262 9537

Type of Bond: Grain Elevator Warehouse Bond

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION
600 EAST BOULEVARD AVE. DEPT. 408
BISMARCK, ND 58505-0480



CANCELLATION NOTICE


Office at: 5201 Eden Avenue #300
Minneapolis, MN 55436-2315

Date: April 17, 2009

Notice is hereby given of the cancellation of this Company's Suretyship on behalf of
Red Trail Energy, LLC, 11 S. Avenue W., Richardton, ND 58652
for Five Hundred and No/100ths-----(\$500,000.00)-----Dollars
under Bond Number 929393954 originally issued on or about June 12, 2006.

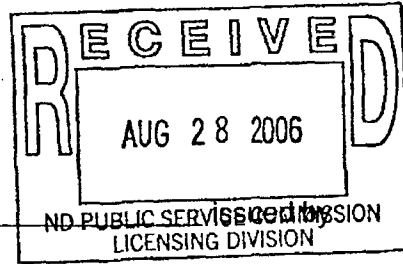
This cancellation is to take effect ninety (90) days after receipt of notice in accordance with the terms of said suretyship.

Western Surety Company
Surety

By: 
Lori L. Robinson, Attorney-In-Fact
Phone Number (952)285-3400

--Principal
--Agent
--Branch Office
Attachment-Copy of Bond

SEP 25 2006



ENDORSEMENT FOR INCREASE OR DECREASE

This endorsement forms a part of Bond No. 929393954

Western Surety Company to ND Public Service Commission
(Surety) (Obligee)

on behalf of Red Trail Energy, LLC
(Principal)

dated the 12th day of June, 2006

Effective ~~21st~~ day of ~~August~~, 2006

It is understood and agreed that the amount of above described bond shall be and is hereby
 INCREASED DECREASED

From:

Four hundred fifty thousand and no/100 Dollars (\$ 450,000.00)

To:

Five hundred thousand and no/100 Dollars (\$ 500,000.00)

It is also understood and agreed that in no event shall the liability, embodied in this bond, be cumulative.

Nothing herein contained shall vary, alter or extend any of the provisions, conditions or other terms of this bond except as above stated.

Signed, sealed and dated this 21st day of August, 2006

Red Trail Energy, LLC
(Principal)

By: [Signature]
(Title)

Western Surety Company

By: [Signature]
Jeanne M. Buchan (Attorney-In Fact)

Accepted:

By: [Signature]
(Title)



GRAIN ELEVATOR WAREHOUSE BOND
PUBLIC SERVICE COMMISSION
 SFN 7573 (4-95)

BOND NO: 929393954

| | | | | |
|-----------|--------------------------------|--|---------------------|-------------|
| PRINCIPAL | Name Red Trail Energy, LLC | | | |
| | Address 11 S. Avenue W. | | City Richardton | State ND |
| SURETY | Name Western Surety Company | | | |
| | Address PO Box 5077 | | City Sioux Falls | State SD |

We, the above named PRINCIPAL and SURETY are bound to the State of North Dakota in the penal sum of Four Hundred Fifty Thousand and No/100 Dollars. The payment of the penal sum shall bind ourselves, our heirs, representatives, successors, and assigns, jointly and severally.

The PRINCIPAL is the operator of a public warehouse(s) doing business in North Dakota. The warehouse(s) operated by the PRINCIPAL is located as follows: Richardton, ND

The warehouse(s) described above is(are) to be operated pursuant to the law for receiving grain for buying, selling, storing, or shipping compensation. The surety bond shall cover the warehouse(s) operated by the PRINCIPAL as a whole and not a specific amount for each.

The condition of this obligation is as follows: if the PRINCIPAL shall (1) faithfully perform all duties as a public warehouseman, (2) comply with provisions of law and the rules of the North Dakota Public Service Commission (Commission) relating to the storage and purchase of grain (warehouseman, and (3) pay for all grain purchased and all sums for which the PRINCIPAL shall become liable to the holders of receipts, then obligation shall be void, otherwise it shall remain in effect, provided, however, that this surety bond shall not accrue to the benefit of any party entering into a credit-sale contract with the PRINCIPAL.

Liability for this undertaking commences on June 12, 2006, 19 2006, and shall be continuous unless the SURETY certified mail notifies the PRINCIPAL and the Commission that the surety bond has been canceled. The cancellation notice shall state that the bond will be canceled ninety (90) days after the receipt of the cancellation notice or on a later date specified by the SURETY. In no event shall aggregate liability of the SURETY accumulate for each successive annual license renewal period during which the bond is in force but, for loss during any annual license renewal period, shall be limited in the aggregate to the bond amount stated or changed by appropriate endorsement or re

The liability of the SURETY for any violation of the obligations hereof by the PRINCIPAL during the period of time the bond remains in effect, shall remain in force thereafter for such period of time as may be permitted under the laws of the State of North Dakota.

This bond, including definitions of the terms used herein, are governed by the provisions of Chapters 60-02 and 60-04 of the North Dakota Code.

Countersigned by North Dakota Resident Agent:

Gene Gorseth *Gene Gorseth* PO Box 754, Bismarck, ND 58503
 Name/Signature Address City, State (ND), Zip Code

THIS SECTION TO BE COMPLETED BY PRINCIPAL

ACKNOWLEDGMENT OF PRINCIPAL

State of _____)
) ss.
 County of _____)

On this _____ day of _____, 19 _____

before me personally appeared _____
 known to me to be the person or said corporation described in and
 who executed the within instrument as PRINCIPAL and
 acknowledged to me that he/she or said corporation executed the
 same.

 Signature of Principal

 Notary Public

My Commission expires _____

(SEAL)

THIS SECTION TO BE COMPLETED BY SURETY

ACKNOWLEDGMENT OF SURETY
 (Corporate Officer)

State of Minnesota)
) ss.
 County of Dakota)

On this 12th day of June, 2006.

before me personally appeared Jeanne M. Buchan
 known to me to be Attorney-in-Fact
 of said corporation that is described in and that executed the with
 instrument as SURETY, and acknowledged to me that such corporat
 executed the same.

Jeanne M. Buchan, Attorney-in-Fact
 Name and Title of Person Signing for Surety

Jeanne M. Buchan
 Signature

Julie L. Johnson
 Notary Public

JULIE L. JOHNSON
 Notary Public-Minnesota
 My Commission Expires Jan 31, 2010

North Dakota Public Service Commission Telephone 701-328-4097
 State Capitol
 Bismarck, ND 58505-0480

ATTORNEY-IN-FACT MUST ATTACH VALID POWER OF ATTORNEY FROM SURETY.