

Golden Grain Energy, L.L.C.  
1822 43rd Street S.W.  
Mason City, IA 50401  
641-423-8525

Dear Member:

Attached is your copy of the 2019 Partnership Form 1065 Schedule K-1. This schedule summarizes your information from the partnership. This information has been provided to the Internal Revenue Service with the U.S. Partnership Return of Income, Form 1065.

The information provided on this schedule should be entered on your tax return, in accordance with the instructions in Schedule K-1, page 2. If your return will be prepared by your accountant or attorney, you should provide a copy of this schedule to the preparer with your other tax information.

Please note the following items which will impact your 2019 income tax filings:

Golden Grain Energy is claiming a research and development tax credit for activities conducted by the company, as well as for credits passing through from other plants that had them where Golden Grain Energy has ownership. The Credit for Increasing Research Activities is a federal, Iowa, and Minnesota state credit for activities performed in those states. You will note your credit information on your K1 as follows:

Federal K1: Line 15M Credit for increasing research activities

Iowa K1: Line 14 Credits from the credit section of Federal K1 and Part III (See Statement): Partner's portion of IA credits/withholding includes your share of the research activities credit.

Minnesota K1: Line 17 Credit for increasing research activities

Please consult your tax advisor to determine if there are any

limitations and for proper application of the credits at the federal and state levels.

**BOX 20 Informational Reporting Items:**

Please see the footnotes with your K1s for additional information to be provided to your tax advisor. The section 199A information footnote for Box 20, Code Z includes the activity from passthrough entities. None of the trade or businesses are considered specified service trade or businesses, unless they are noted with the following: X - SSTB.

**LINE 20AB:** See K1 footnotes. If you disposed of your units in 2019, this line includes your share of Section 1245 depreciation recapture. Please contact your tax advisor for tax implications related to any disposition of units.

**LINE 20AE & 20AF:** See K1 footnotes. This information can be found in the footnotes for Section 163(J) and should be provided to your tax advisor to determine if there is any impact for you at your personal tax return level for potential interest expense limitations you may have.

**State Adjustments:**

Consult your tax advisor to determine state adjustments that may be applicable for changes to state and federal regulations.

**Passive Loss Limitations:**

Please consult your tax advisor for discussion of potential loss limitations or adjustments needed for passive investors.

You will not be able to recalculate your share of the member income or loss reflected on the schedule K-1 based on your ending units. As required by the LLC agreement or IRS regulations, special allocations of income/loss may have been made during the year. In addition, note that the capital account reconciliation on page one of your schedule K-1 does not represent your tax basis in the partnership. Please consult your tax advisor to determine your tax basis.

Due to our ownership interests in various other LLC's, we have taxable income in states other than Iowa, the location of our plant. Accordingly, additional state K-1's have been provided for these states. Please note there will not be a Nebraska K1 or filing for passthrough activity for the current year.

The amount of tax reported on Line 42 of the MN K-1 shows the

amount of tax deposit that will be paid by GGE on your behalf and deducted from a subsequent distribution.

This K-1 was prepared by RSM US LLP. The information provided above is intended for general information purposes only and is not intended as tax or legal advice. You should contact your personal legal and tax advisors for advice or assistance regarding the tax consequences of your K-1, preparation of your federal and state returns, and for help with any other questions that you may have relating to your personal tax situation. If you have any questions regarding the information reflected in this K-1, please contact Golden Grain Energy, LLC at (641) 423-8525 or [cmarchand@ggecorn.com](mailto:cmarchand@ggecorn.com).

If you have questions concerning the reporting of items on the K-1, please consult with your tax advisor.

We thank you for the opportunity to serve you.