



March 11, 2008

Dear Valued Investor:

April of 2007 marked the end of 18 months of construction and the beginning of production for the Milton plant, making 2007 both challenging and rewarding at the same time. We began commissioning the plant in April and bringing production on line approximately May 1, 2007. As is the case with manufacturing facilities of this scale, you can not simply plug them in and let them go. There are always process issues to be worked out, and this takes time. Our plant was no exception, and it has taken countless man hours to work through the many processes and fine tune them. Our management team has done an excellent job of correcting process issues in the plant and finding ways to improve them.

The past eight months have shown steady improvement in plant operations, and we're well on our way to having an efficient plant. During this time, we have also continued to look for ways of adding new revenue streams to the plant. The agreement that was reached with EPCO to market CO₂ for us and the beginning of construction of the CO₂ processing facility promises to give us a nice return on investment in the second half of 2008. Our agreement with GS CleanTech to extract corn oil from our DDGs also promises to have a positive impact on our revenue stream.

Plant economics in the ethanol industry varied dramatically from month to month during 2007. The unprecedented rise in the price of corn and disconnect between the price of ethanol and gasoline resulted in wide swings in plant profitability. Although we missed the profitable first quarter of 2007, we had several good months of profitability, and were able to finish the year with a profit.

With most of our first year start-up costs behind us and strong demand for all of our finished products, we are optimistic about 2008. We believe that well-run plants will both survive and generate solid returns for their investors. United Ethanol LLC will be one of those well-run plants, and we will work hard to bring all of our investors a solid return on their investment.

Sincerely,

Steve Knoebel
Chairman
United Ethanol LLC

David Cramer
President and CEO
United Ethanol LLC