

**COOPERATIVE ELEVATOR CO.
FORM W-9, LIEN, OFFSET RIGHTS AND TAX NOTICE**

Customer # _____

GRANT OF LIEN AND OFFSET RIGHTS

In consideration of the opportunity to do business with Cooperative Elevator Co. ("CEC"), the undersigned grants to CEC (and CEC reserves to itself) a security interest, lien and a right of offset in all patronage refunds, distributions, and payments of any kind payable to the undersigned for amounts hereafter owing to CEC or its affiliates from the undersigned or any of its/his/her affiliates.

PATRON SIGNATURE: _____ DATE: _____

NOTICE TO NEW PATRONS

CEC is organized as a cooperative. Accordingly, net margins or proceeds realized in excess of costs are refunded annually to patrons on the basis of business furnished to CEC during the year by such patrons. Not less than 20% of the annual patronage refund is paid in cash and the balance is paid in a written notice of allocation, to be redeemed in cash at a later date at the discretion of CEC's board of directors. Patronage refunds paid in cash and qualified written notices of allocation are deducted by CEC in its computation of taxable income and these net margins generally are not subject to corporate income taxes at the cooperative level. These patronage refunds are, however, taxable income to the patron recipient.

**CONSENT TO TAKE STATED DOLLAR AMOUNT OF
WRITTEN NOTICES OF ALLOCATION INTO TAXABLE INCOME**

I understand that by signing below I have consented to take during the current and all subsequent tax years (unless revoked by me in writing), the amount of any distribution with regard to my patronage and made in a written notice of allocation received from CEC, into my taxable income at the stated dollar amount in the taxable year in which such allocations are received by me.

PATRON SIGNATURE: _____ DATE: _____

PLEASE COMPLETE REVERSE SIDE