WYOMING SUGAR COMPANY

COMPANY POLICY

Subject: Crop Year 2024 Right and Obligation Policy
Date: February 20, 2024

The Board of Directors of Wyoming Sugar Company ("WSC") adopted a policy to address several issues surrounding the right and obligation to grow sugarbeets for Members of Company. The Board has established a crop abandonment policy, which remains in place regarding the abandonment of contracted acres. Nothing in this policy shall supersede or replace the terms and conditions of the Crop Abandonment Policy.

That being said, with respect to the right and obligation to contract the Board recognizes crop rotations make it difficult to maintain an exact number of WSC shares that match their available acres from year to year. The Board for the past several years has approved, as authorized by the Bylaws, for Members to grow 10%, 20% and in one year 30% more acres in excess of the shares owned. As has been the practice of the Board, the percentage of extra acres (or percentage thereof) shall be established each year and announced to the Members no later than the Company's Annual Meeting. For the 2024 crop that percentage has been set at 1:1.2 (20%). Again, this will be evaluated on a year-to-year basis by the Board and is not affected by this policy.

The Board recognizes that from time to time, field rotations may be such that a Grower may have more shares than acres available to be planted into sugarbeets. This has been handled by such Grower(s) "leasing" shares to another grower. A practice that is closely tracked by the Company, but liberally allowed.

The Board also recognizes the importance of factory throughput to the stability and success of the Company, as the need for this throughput is the foundation of a right and obligation cooperative. The Board, in striking a balance between flexibility with respect to rotations and the need for factory throughput, has adopted this policy which affects the "obligation" component of share ownership.

1. Each year before the Company's Annual Meeting, the Board shall establish the "obligation ratio" for the 2024 crop that ratio was 1:1 (1 share = 1 acre), as announced at the Annual Meeting (this has been the ratio used since the conversion to a cooperative).

2. The "obligation ratio" may be adjusted as follows:

    a. Each July Management presents the budget for the next fiscal year (which corresponds with the next crop year). At that meeting, based upon budget projections an optimum acreage range shall be established. For the 2024 crop year that range is 11,500 to 12,500. The range will be based upon five-year crop averages, projected slice rate, target finish date (Feb. 15th), projected NSP and projected beet payment.

    b. Throughout the year, as the contracting progresses, if the Company is projected to be contracted above the bottom end of the target range, then the ratio will be adjusted to 1:0.9 (90%). If the projection is below, then the ratio will remain the same. Also, the reduction will not be made until the Ag Department is confident that the projected contracted acreage minimum is met.

Once contracted the Abandonment Policy will apply.

WYOMING SUGAR COMPANY
BOARD OF DIRECTORS:

By: _____
Tom B. Clark, Chairman

ATTEST:

_____
Landis Benson, Secretary