WYOMING SUGAR COMPANY

COMPANY POLICY

Subject: GROWER FREIGHT
Date: June 20, 2024

On November 10, 2016, the Board of Directors of Wyoming Sugar Company ("WSC") adopted a policy concerning Member freight charges and WSC participation, that was amended on June 18, 2019. Because a new third-party freight contract will go into effect for the 2024 crop that modifies freight rates, adds an outside station, and the Board of Directors modified the Washakie County Member haul allowance, the Board of Directors has amended the November 10, 2016, freight policy, as amended on June 18, 2019, as restated below

This policy is subject to change at the discretion of the Board of Directors. The Board of Directors shall review this policy from year to year and make changes that it deems necessary for the success of WSC. Specifically, but not by way of a limitation, the Board of Directors shall each year review the size of each receiving station, the need to consolidate receiving stations, the Loading Charge, and WSC's participation in Member freight costs.

1. There are five receiving stations. Freight participation rates associated with each receiving station is based on the Member's Class B Stock Series or where the beets are directed by the WSC Ag Department to be received:
   a. Factory
   b. Basin
   c. Burlington
   d. Riverton
   e. Midvale

2. There are three separate policies depending upon the receiving County associated with WSC Members' Class B Stock by Series, or by other contractual arrangement with WSC:
   a. **Washakie.** Production under Series W (Washakie County) shares of Class B Stock are to be delivered to the Factory.

   b. **Outside Districts.** Production under Series F (Fremont County) and B (Big Horn County) shares of Class B Stock shall be contracted for delivery to the applicable receiving yard in Basin, Burlington, Riverton or Midvale, per the Member's Series ownership, direction of the Ag Department and/or contract.

c. **Special.** Production delivered to a receiving station other than to a station in the County to which a Grower owns a Series of Class B Stock, and/or production delivered under a separate contract with WSC that is not associated with Class B Stock ownership (non-member production or extra acres), both of which may only be done under contract with WSC.

3. Washakie.

a. Shall receive $0.10 per mile (or faction thereof to 1/10th) for deliveries from the field up to 50 miles.

b. Shall not pay a Loading Charge, unless it exceeds $1.56.

4. Outside Districts.

a. Big Horn County stations and Fremont County stations shall be responsible for the Freight Rate defined herein.

b. Big Horn County stations and Fremont County stations shall be responsible for the Loading Charge defined below.

c. WSC shall pay a portion of the Freight Rate for Basin Burlington, Riverton and Midvale equal to ½ of the remainder of the actual freight rate, less the Loading Charge. (By way of example for Basin: $4.61 - $0.80 = $3.81, so WSC share is $1.91).

d. WSC shall pay an additional portion of the freight rate for Basin, Burlington Riverton and Midvale of up to, the lesser of, the remaining ½ or $1.56 (Using the above example, WSC's additional portion is $1.56, this would leave a total responsibility of the Grower of $0.35 plus the Loading Charge of $0.80 for a total due of $1.15).

e. Basin, Burlington, Riverton and Midvale shall receive a final credit of $0.10 per mile (or fraction thereof to 1/10th) for deliveries from the field in excess of 15 miles up to 50 miles.

5. Special.

a. The full Freight Rate from the receiving station where the production is delivered shall be borne by the Grower.

b. No hauling allowance.

c. WSC shall pay the Loading Charge.

d. Clamping rates shall be determined by separate agreement, no loading charge and the Member shall be entitled to reimbursement for freight based on the station the beets would have otherwise been delivered to, but for the clamping arrangement.

6. The Freight Rate for each receiving station shall be assessed each year based on the contract between WSC and the third-party contractor (the Freight Rate will fluctuate from year to year due to inflation and fuel rate adjustments).

7. WSC's Loading Charge for 2024 is $0.80 (the "Loading Charge"). The Loading Charge is subject to annual adjustment by the Board of Directors.

8. All charges and rates defined in this Freight Policy are applied on a screened tons basis.

Example of Wyoming Sugar Company Freight Policy for 2024 (with no hauling allowance).

	Factory	Basin	Riverton	Midvale	Burl.	Special*
Freight Rate by Station	**$0.85**	**$4.61**	**$10.64**	**$12.53**	**$7.51**	**$4.61**
Less Loading Charge	**($0.80)**	**($0.80)**	**($0.80)**	**($0.80)**	**($0.80)**	**($0.80)**
Remainder	**$0.05**	**$3.81**	**$9.84**	**$11.73**	**$6.71**	**$3.81**
WSC pays ½ of Remainder	**$0.03**	**$1.91**	**$4.92**	**$5.87**	**$3.36**	**N/A**
WSC Pays up to $1.56 of 2nd Half of Remainder	**$1.65**	**$1.56**	**$1.56**	**$1.56**	**$1.56**	**N/A**
Grower Share of 2nd Half of Remainder	**$0.00**	**$0.35**	**$3.36**	**$4.31**	**$1.80**	**N/A**
Loading Charge	**$0.00**	**$0.80**	**$0.80**	**$0.80**	**$0.80**	**N/A**
Grower Pays This Amount	**$0.00**	**$1.15**	**$4.16**	**$5.11**	**$2.60**	**$3.81**

***Assuming Basin as the receiving district to which out of district beets are delivered.**

This freight policy is adopted as of the date written above by the Board of Directors and the Company, subject to annual review and adjustment.

WYOMING SUGAR COMPANY
BOARD OF DIRECTORS:

By: _____
Tom B. Clark, Chairman

ATTEST:

_____
Landis Benson, Secretary

Revised 6/20/2024