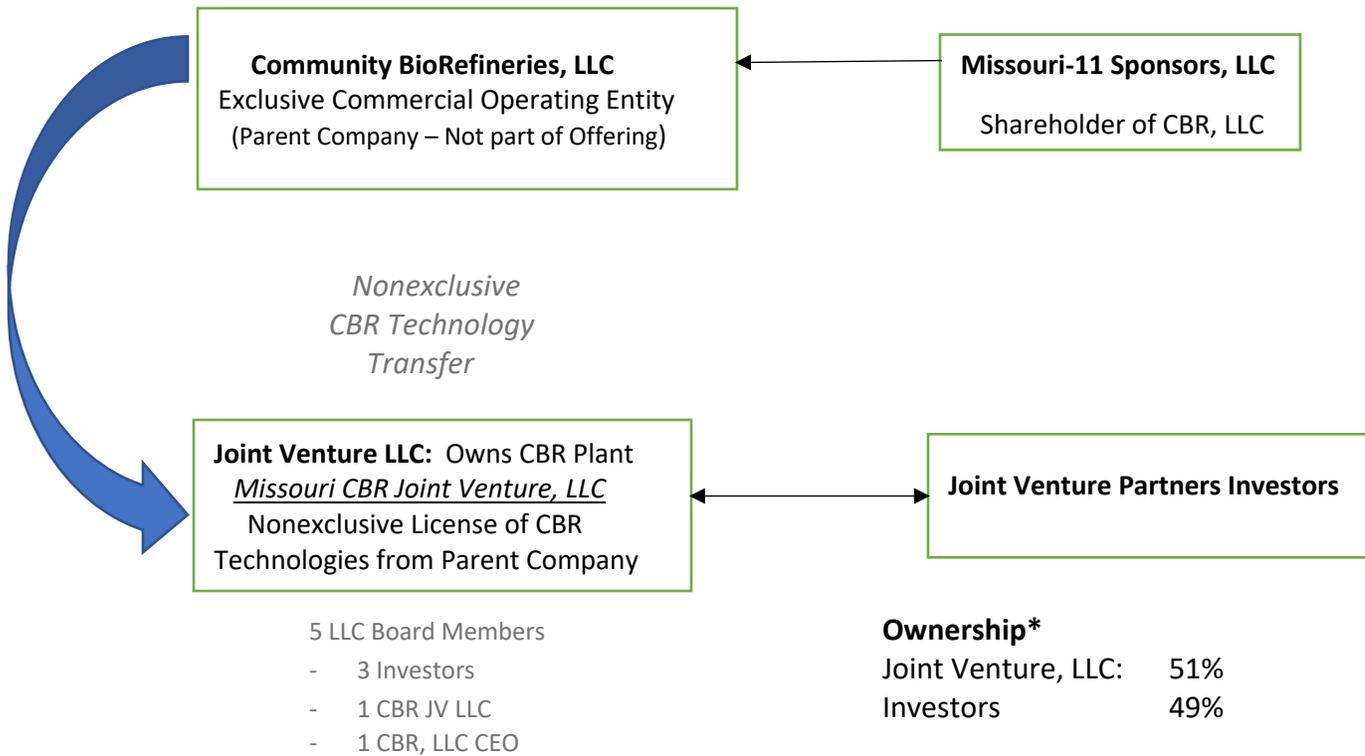




Community BioRefineries
The Epitome of American Innovation



Corporate Structure and Joint Venture Relationships



***NOTE:** A minimum 50% ownership and control requirement is a condition of the USDA's CRADA projects which will allow the USDA to participate in the CBR Project to utilize the USDA separation and recovery technologies, and any improvements thereto, if any, by the USDA and the CBR Project, should the USDA desire to participate. Similar requirements have been set forth by CBR's university technology partners. Failure to maintain such level of ownership and control results in a CBR obligation to remit 50% of all net revenues to the USDA and/or the participating universities.

JV LLC funding requirement: \$150 million

Phase I - \$ 5 million (Investors)

Phase II - \$25 million (Investors)

Phase III - \$120 million (Investors/Debt financing)

JV LLC Equity Units Available

2,500,000 LLC Equity Units @ \$2/Unit

5,000,000 LLC Equity Units @ \$5/Unit

8,571,429 Equity Units @ \$14/Unit

Note: The greater investor participation in Phase III the greater the flexibility of the JV LLC going forward.

Phase I – Working Capital Phase

Debt Service

IP license fee renewals

Legal and Accounting

Promotion/Website Design

Corporate Operations

Phase II – Pilot/Demonstration Plant Phase**

Retainers/salaries

Plant land, buildings, renovations (if/as necessary), infrastructure, permitting, etc.

Technicians/Engineers

Equipment
Overhead

Phase III – Commercial Plant

Buildings, equipment, warehousing, engineering supervision, plant operations, employees

** For every plant, Pilot and Demonstration elements will transition to organic R&D facility and Quality Control element, serving as the nucleus of the Phase III commercial facility. Samples will be produced and Purchase Orders secured during this Phase.

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