


# Memo

Date: June 3, 2009

From: Steve Kirby, Tyler Stowater and Sandy Horst 

To: Bluestem® Investors and Friends

Re: Successful Exit!

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Bluestem is pleased to announce that our remaining interest in Wildcat Manufacturing has been sold to Vermeer Manufacturing Company of Pella, Iowa. This successful investment, made in January of 2006, was held in Bluestem® Capital Partners III, L.P. When the final payment from Vermeer is made this December, the fund will have received a return of 2.45 times its investment.

The Wildcat deal fit our investment criteria with a solid management team and proven track record in being the undisputed industry leader in the organic processing arena along with their location in Freeman, South Dakota. In 2007, Wildcat owners agreed to form a partnership with Vermeer to provide a world-wide distribution network for Wildcat's products, which fit very well with Vermeer's environmental products division. In early 2009 we came to an agreement with Vermeer regarding their purchase of our remaining ownership of Wildcat which wraps-up this investment by the end of the year!

As always, we encourage you to call the office with questions or comments.

