

958074700032



Office of the Minnesota Secretary of State
Minnesota Public Benefit Corporation / Annual Benefit Report
Minnesota Statutes, Chapter 304A



Read the instructions before completing this form
Must be filed by March 31
Filing Fee: \$55 for expedited service in-person, \$35 if submitted by mail

The Annual Benefit Report covers the 12 month period ending on December 31 of the previous year.
Notice: Failure to file this form by March 31 of this year will result in the revocation of the corporation's public benefit status without further notice from the Secretary of State, pursuant to Minnesota Statutes, Section 304A.301

1. Corporate Name: (Required) OTHER HALF PROCESSING SBC

2. The public benefit corporation's board of directors has reviewed and approved this report.

3. In the field below, enter the information required by section 304A.301 subd. 2 or 3 for the period covered by this report, (see instructions for further information): Note: Use additional sheets if needed. (Required)

SEE ATTACHED 2020 REPORT.

4. I, the undersigned, certify that I am the chief executive officer of this public benefit corporation. I further certify that I have signed this document no more than 30 days before the document is delivered to the secretary of state for filing, and that this document is current when signed. I further certify that I have completed all required fields, and that the information in this document is true and correct and in compliance with the applicable chapter of Minnesota Statutes. I understand that by signing this document I am subject to the penalties of perjury as set forth in Section 609.48 as if I had signed this document under oath.

[Signature]
Signature of Public Benefit Corporation's Chief Executive Officer

3/24/21
Date (Must be dated within 30 days before the report is delivered to the Secretary of State for Filing)

Email Address for Official Notices

Enter an email address to which the Secretary of State can forward official notices required by law and other notices:

jim@otherhalfprocessing.com

Check here to have your email address excluded from requests for bulk data, to the extent allowed by Minnesota law.

List a name and daytime phone number of a person who can be contacted about this form:

JAMES KLEINSCHMIT 612 554 2901
Contact Name Phone Number

Entities that own, lease, or have any financial interest in agricultural land or land capable of being farmed must register with the MN Dept. of Agriculture's Corporate Farm Program.

Does this entity own, lease, or have any financial interest in agricultural land or land capable of being farmed?
Yes No

Annual Benefit Report
Other Half Processing, SBC

A Minnesota Specific Public Benefit Corporation

March 24, 2021

Other Half Processing was incorporated on July 16, 2017 as a Specific Benefit Corporation under Minnesota's Public Benefit Corporation Act (the "Act"). Pursuant to Section 304A.101 of the Act, Other Half Processing's specific public benefit purpose as stated in its Articles of Incorporation is:

To create high value and high-quality products in ways that are ethical and respectful to the animal, and support regenerative farmers, ranchers and agricultural systems.

Throughout this report, Other Half Processing will be referred to as OHP or may refer to itself as "we", or "our" or "us."

OTHER HALF PROCESSING SBC

Other Half Processing SBC (OHP) partners with US farmers and ranchers to source and market identity-preserved byproducts from the "other half" of US livestock raised under regenerative and organic systems.

The following is a description of how we believe we succeeded in achieving the goals of our specific public benefit purpose.

OHP had success in 2020 building demand for traceable and verified regenerative hides for leather, with Timberland® as a key customer and market partner. The first boots made from OHP sourced leather were produced and sold, and there is growing demand and use of regenerative leather in apparel and other industries. OHP also began sourcing byproducts for pet food and other markets in 2020, increasing the valuation and utilization of the regenerative livestock, and helping bring additional revenue back to farmers and ranchers.

As a result of the growing market demand and our expanded supply partnerships, OHP was able to increase payments back to farmers and ranchers^{APD} fulfill our specific public benefit purpose. In 2020, OHP paid partnering regenerative farmers and ranchers over \$69,000 in direct premiums for the value of their regenerative production and the farm/ranch traceability.

OHP did not encounter any circumstances that hindered achieving our specific public benefit purpose in 2020.

CERTIFICATION BY THE BOARD OF DIRECTORS The undersigned, being all the directors of Other Half Processing, hereby acknowledge and certify that we have reviewed and approved the enclosed Annual Benefit Report.



James Kleinschmit

Mark Kleinschmit

Mark Kleinschmit

SUBMISSION:

I, the undersigned, certify that I am the Chief Executive Officer of this public benefit corporation. I further certify that I have signed this document no more than 30 days before the document is delivered to the secretary of state for filing, and that this document is current when signed. I further certify that I have provided all required information and that the information in this document is true and correct and in compliance with the applicable chapter of Minnesota Statutes. I understand that by signing this document I am subject to the penalties of perjury as set forth in Section 609.48 as if I had signed this document under oath.



James Kleinschmit, CEO



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STATE OF MINNESOTA
OFFICE OF THE SECRETARY OF STATE
FILED
03/30/2021 11:59 PM

Steve Simon

Steve Simon
Secretary of State