STATEMENT OF OPERATIONS

The proposed animal processing facility will be available only to members of the Livestock Cooperative Auction Market Association of North Jersey, Inc. Members may attend the regular auctions held every Tuesday at the auction house located at 225 West Stiger Street. Members who successfully bid and acquire an animal may request that it be processed at the proposed facility to be established on the other side of West Stiger Street. The animal will remain at the auction market until it is scheduled for processing. At the auction market, the animal will be fed and watered twice a day until it is scheduled to be processed. It is anticipated that an animal will remain at the auction house for 1-2 days.

Once the animal is ready to be processed, employees at the auction will transport the animal across the street and it will be unloaded in the proposed holding pen. The holding pen is only to be used to unload animals and allow for them to be inspected. No animal will remain in the holding pen for any extended period of time. This is in accordance with USDA rules.

The animal will be brought into the processing room where it will be handled in accordance with USDA rules. All by-products will be captured and stored inside the building in refrigerated containers until that will then be picked up by a specially licensed hauler. The hauler will provide required written manifests in accordance with federal regulations. Once completed the member will be contacted to pick up his packages.