



AUDIT COMMITTEE CHARTER

1. Designation and Membership

- 1.1 The Board of Directors (the "Board") of VeraSun Energy Corporation (the "Company") will appoint from among its members an Audit Committee (the "Committee"). Committee members may be removed by the Board at any time.
- 1.2 The Committee will consist of at least three directors. As defined by applicable law and regulation, each Committee member shall be determined by the Board to be independent and generally knowledgeable in financial and auditing matters, and at least one member shall be an "audit committee financial expert" as defined under Securities and Exchange Commission rules.
- 1.3 The Board will designate one Committee member to serve as Chairman of the Committee.

2. Purpose

The primary purpose of the Committee is to assist the Board's oversight of the reliability, quality and integrity of the Company's accounting and financial reporting processes and the audits of the Company's financial statements and internal control over financial reporting.

3. Authority

The Committee has the authority to:

- 3.1 Appoint, retain, compensate, evaluate and terminate the independent auditor and to approve all audit engagement fees and terms.
- 3.2 Engage, compensate and terminate independent counsel and other advisers.
- 3.3 Conduct or authorize investigations into any matters within the scope of its responsibility.

- 3.4 Meet with and seek any information from any Company officer, employee, outside counsel, or the independent auditor, all of whom are directed to cooperate with the Committee.

4. Duties and responsibilities

The Committee will:

- 4.1 Meet at least four times annually or more frequently as it deems necessary or advisable.
- 4.2 Oversee the performance of the Company's internal audit function and the independent auditor.
- 4.3 Establish procedures for the receipt, retention and treatment of complaints about accounting, internal accounting controls or auditing matters, as well as for confidential, anonymous submissions by Company employees of concerns regarding questionable accounting or auditing matters.
- 4.4 Appoint, retain, compensate, evaluate and, as it deems necessary or advisable, terminate the independent auditor
- 4.5 Approve all audit engagement fees and terms.
- 4.6 Pre-approve and adopt policies governing pre-approval of all audit and permissible non-audit services to be provided by the independent auditor.
- 4.7 Assess the independence of the independent auditor.
- 4.8 Discuss with the independent auditor all critical accounting policies, alternative treatments of financial information within generally accepted accounting principles discussed with management, the ramifications of the use of alternative treatments and the independent auditor's preferred treatment, and any other material written communications between the independent auditor and management.
- 4.9 Review and discuss with management and the independent auditor the Company's annual and quarterly financial statements.
- 4.10 Review the Company's earnings press releases.
- 4.11 Resolve disagreements between management and the independent auditor.
- 4.12 Review disclosures made by the Chief Executive Officer and Chief Financial Officer regarding the design or operation of internal controls and

any fraud that involves management or other employees who have a significant role in the Company's internal controls.

- 4.13 Review any required management reports on internal control over financial reporting and any related attestations by the independent auditor.
- 4.14 At least annually, obtain and review a report by the independent auditor describing:
- the firm's internal quality-control procedures;
 - any material issues raised by the most recent internal quality-control review, or peer review, of the firm, or by any inquiry or investigation by governmental or professional authorities, within the preceding five years, respecting one or more independent audits carried out by the firm, and any steps taken to deal with any such issues; and
 - all relationships between the independent auditor and the listed company.

Discuss with the independent auditor these and all other matters required to be discussed under generally accepted auditing standards, including SAS 61 and the scope and results of their audit of the Company's consolidated financial statements.

- 4.15 Discuss with management the development and selection of any critical accounting estimates, and the Company's related disclosures under "Management's Discussion and Analysis of Financial Condition and Results of Operations" in the Company's reports filed with the Securities and Exchange Commission.
- 4.16 Prepare the report that is required to be included in the Company's annual proxy statement or other submission to shareholders.
- 4.17 Annually review and assess the adequacy of this Charter and recommend to the Board any proposed changes to this Charter.
- 4.18 Review all transactions with related persons, as defined in Item 404 of Regulation S-K, or in which a related person has a direct or indirect interest and, after reviewing the related person's interest in the transaction and the material facts, determine whether to ratify or approve the transaction, which transaction may only be ratified or approved if the Committee determines the transaction is fair to the Company or otherwise in the interest of the Company.
- 4.19 Discuss risk assessment and risk management policies.

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