

Estate of: Ronald D. Arnold

SCHEDULE A--REAL ESTATE

Item number	Description	Value at date of death
1.	<p>The West Half of the Southeast Quarter of Section 30 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Abstract #8282</p> <p>Tax Notice #0305 (House) Tax Notice #0304 Acres 6.85 Tax Notice #0303 (House) Tax Notice #0307 Acres 80.00</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	<p>\$140,000.00 50,000.00</p>
2.	<p>The Southwest Quarter including "Arnold Outlot in the S.W. One-Quarter of Sec. 30 T115N R54W of the 5th P.M., Hamlin County, South Dakota" of Section 30 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Abstract #8284</p> <p>Tax Notice #0302 Acres 131.50 Tax Notice #0306 Acres 13.89</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	\$ 76,125.00
3.	<p>The Southeast Quarter of Section 25 in Township 115 North of Range 55 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Abstract #8205</p> <p>Tax Notice #0313 Acres 159.50</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	\$ 91,713.00
4.	<p>The Northwest Quarter of Section 32 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Abstract #9054</p> <p>Tax Notice #0311 Acres 160.00</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	\$ 72,000.00

5.	<p>The Southeast Quarter of Section 12 in Township 114 North of Range 55 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Abstract #3367</p> <p>Tax Notice #0329 Acres 160.00</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	\$ 88,000.00
6.	<p>The East One-Half of Section 14 in Township 116 North of Range 55 West of the 5th P.M., Codington County, South Dakota</p> <p>Abstract #29817 & #26473</p> <p>Tax Notice #1439 Acres 320.00</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	\$144,000.00
7.	<p>The Southeast Quarter less the West 72 Rods of the South 40 Rods in Section 11 in Township 116 North of Range 55 West of the 5th P.M., Codington County, South Dakota</p> <p>Abstract #25575 & #67078 (Partial)</p> <p>Tax Notice #1425 Acres 142.00</p> <p>Listed on Schedule K item # 1 (Part 2., Mortgages and Liens)</p>	\$ 63,900.00
8.	<p>The Southeast Quarter of Section 36 in Township 116 North of Range 55 West of the 5th P.M., less roads, Codington County, South Dakota</p> <p>CFD</p> <p>Tax Notice #1538 Acres 156.98</p> <p>Listed on Schedule K item # 3 (Part 2., Mortgages and Liens)</p>	\$ 74,575.00
9.	<p>The Northwest Quarter of Section 31 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>CFD</p> <p>Tax Notice #0310 Acres 76.56 Tax Notice #0309 Acres 76.56</p> <p>Listed on Schedule K item # 3 (Part 2., Mortgages and Liens)</p>	\$ 87,975.00

10.	<p>The Northwest Quarter of the Northeast Quarter of Section 6 in Township 114 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>CFD</p> <p>Tax Notice #0325 Acres 40.00</p> <p>(Items 8, 9, and 10 above are included in "Contract #1" dated December 27, 1977, Wesley W. Arnold and Arlys A. Arnold as sellers.)</p> <p>Listed on Schedule K item # 3 (Part 2., Mortgages and Liens)</p>	\$ 26,000.00
11.	<p>The Southeast Quarter of Section 20 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>CFD</p> <p>Tax Notice #0299 Acres 160.00</p> <p>Listed on Schedule K item # 4 (Part 2., Mortgages and Liens)</p>	\$ 96,000.00
12.	<p>The South Half of the Northeast Quarter of Section 36 in Township 115 North of Range 55 West of the 5th P.M., Hamlin County, South Dakota</p> <p>CFD</p> <p>Tax Notice #0316 Acres 80</p> <p>Listed on Schedule K item # 4 (Part 2., Mortgages and Liens)</p>	\$ 50,000.00
13.	<p>The Northeast Quarter of Section 18 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>CFD</p> <p>Tax Notice #0298 Acres 155.17</p> <p>(Items 11, 12, and 13 above are included in "Contract #2" dated December 27, 1977, Wesley W. Arnold and Arlys A. Arnold as sellers.)</p> <p>Listed on Schedule K item # 4 (Part 2., Mortgages and Liens)</p>	\$ 65,875.00
14.	<p>The South 21 Rods and the North 16½ Rods of the South 37½ Rods of the East 52 Rods, and the North 27 Rods of the South 64½ Rods of the East 27 Rods all in the Southwest Quarter of Section 29 in Township 115 North of Range 54 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Monnen's deeded to Ron 11/22/89 - Have title insurance policy - no Abstract</p> <p>Tax Notice #0301 Acres 33.00</p>	\$ 3,300.00

15.	<p>An undivided one-half interest in:</p> <p>Lots 3 & 4 and the South Half of the Northwest Quarter (also known as the Northwest Quarter) of Section 2 in Township 114 North of Range 53 West of the 5th P.M., Hamlin County, South Dakota</p> <p>"Goemans"</p> <p>CFD</p> <p>Tax Notice #0322 Acres 150.64</p> <p>Total Value \$64,175 - one half value</p> <p>Listed on Schedule K item # 5 (Part 2., Mortgages and Liens)</p>	\$ 32,088.00
16.	<p>An undivided one-half interest in:</p> <p>Lots 1 & 2 and the South Half of the Northeast Quarter (also known as the Northeast Quarter) of Section 3, less the East 1,056 Feet of the North 950 Feet thereof, in Township 114 North of Range 53 West of the 5th P.M., Hamlin County, South Dakota</p> <p>"Goemans"</p> <p>CFD</p> <p>Tax Notice #0323 Acres 129.13</p> <p>Total Value \$74,175 - one half value</p> <p>Listed on Schedule K item # 5 (Part 2., Mortgages and Liens)</p>	\$ 37,088.00
17.	<p>An undivided one-half interest in:</p> <p>The South Half of the Southwest Quarter and the South Half of the Southeast Quarter both in Section 34 in Township 115 North of Range 53 West of the 5th P.M., Hamlin County, South Dakota</p> <p>"Goemans"</p> <p>CFD</p> <p>Tax Notice #0296 Acres 160.00</p> <p>Total Value \$44,000 - one half value</p> <p>(Items 15, 16, and 17 above are being purchased under an Executory Contract for Deed dated October 14, 1975, Henry W. Goeman and Elizabeth Goeman, sellers and Ronald D. Arnold and Robert A. Arnold and Judith Arnold as Trustees of the Robert A. Arnold DDS Professional Corporation Pension and Profit Sharing Trust as purchasers. Ronald D. Arnold owns an undivided one-half interest in and to this property.)</p> <p>Listed on Schedule K item # 5 (Part 2., Mortgages and Liens)</p>	\$ 22,000.00

18.	Detail omitted intentionally.	
19.	The Northwest Quarter of Section 27 in Township 114 North of Range 56 West of the 5th P.M., Clark County, South Dakota. CFD Tax Notice #07659 Acres 160.00 Listed on Schedule K item # 6 (Part 2., Mortgages and Liens)	\$ 64,000.00
20.	The West Half of the Southeast Quarter of Section 10 in Township 114 North of Range 56 West of the 5th P.M., Clark County, South Dakota. CFD Tax Notice - See #21 Acres 80.00 Listed on Schedule K item # 6 (Part 2., Mortgages and Liens)	\$ 32,000.00
21.	The Southwest Quarter of the Northeast Quarter of Section 10 in Township 114 North of Range 56 West of the 5th P.M., Clark County, South Dakota. CFD For 20 & 21 Tax Notice #07658 Acres 40.00 (Items 19, 20, and 21 above are being purchased under an Executory Contract for Deed which was amended as of April 1, 1987. The Sellers are Austin and Hinderaker Holding Co., successors in interest to Jerry Borem, Keith L. Borem, and Harry Borem as "Seller" and Ronald D. Arnold as Buyer. Payments according to the Amortization Schedule are due on 4/1 each year and draw interest at 7½% a letter dated April 18, 1994 from J. Douglas Austin confirms that after the April 1, 1994, payment principal balance due was in the amount of \$51,985.50. The April 1, 1994, payment was in the amount of \$9,613.80 which included \$4,297.63 interest and \$5,316.17 principal.) Listed on Schedule K item # 6 (Part 2., Mortgages and Liens)	\$ 16,000.00

22.	<p>The Northeast Quarter of Section 8 in Township 114 North of Range 55 West of the 5th P.M. Hamlin County, South Dakota</p> <p>CFD</p> <p>Tax Notice #0328 Acres 159.50</p> <p>(The property above is being purchased under an Executory Contract for Deed dated April 26, 1979, between William O. Melham and Leona M. Melham as "Seller" and Ronald D. Arnold as Purchaser.)</p> <p>Listed on Schedule K item # 7 (Part 2., Mortgages and Liens)</p>	\$100,000.00
23.	<p>The East Half of the Southwest Quarter of Section 36 in Township 115 North of Range 56 West of the 5th P.M., Clark County, South Dakota, subject to highway right-of-way, visible or recorded easements and reservations of record, if any.</p> <p>CFD</p> <p>Tax Notice #07660 Acres 80.00</p> <p>(This property was originally purchased from Norris E. Brakke under and Executory Contract for Deed dated December 30, 1980. There was an Amendment dated March 4, 1987, and a second Amendment dated March 29, 1993. The March 29, 1993, Amendment recites that the original Contract called for a payment on March 1, 1994, in the amount of \$9,680. It was agreed the Contract would be extended, the principal balance would draw interest at 7.28% and required payments would be March 1, 1994, \$2,000 plus \$704.70 interest, March 1, 1995, \$2,000 plus \$559.10 interest, etc.)</p> <p>Listed on Schedule K item # 8 (Part 2., Mortgages and Liens)</p>	\$ 34,000.00
24.	<p>The East Half of Section 7 in Township 114 North of Range 52 West of the 5th P.M. Hamlin County, South Dakota</p>	
25.	<p>The West Half of the Northeast Quarter of Section 18 in Township 114 North of Range 52 West of the 5th P.M., Hamlin County, South Dakota</p> <p>Items 24 and 25 are shown on this schedule for reference purposes only. The land is owned by Racota Valley Ranch and its value is included as an asset of said corporation. No value is shown on this Schedule A.</p>	

27.	<p>i) South Half of the Northwest Quarter and North Half of the Southwest Quarter of Section 31 in Township 116 North of Range 54 West of the 5th P.M., Codington County, South Dakota.</p> <p>Tax Notice #1727 Acres 144.70</p> <p>"Emil's"</p> <p>Abstract #32430 & #39583 - Partial</p> <p>ii) Northwest Quarter, less the East Half of the East Half of the Northwest Quarter of Section 36 in Township 115 North of Range 53 West of the 5th P.M., Hamlin County</p> <p>Tax Notice #0297 Acres 120.00</p> <p>"Pieper Pasture"</p> <p>Abstract #348</p> <p>Note: Subject to collateral real estate mortgage dated 11/24/86 to Arlys A. Arnold.</p> <p>a) Joanie reported on 9/1/94 that there is no mortgage balance due against this property.</p>	<p>\$ 76,125.00</p> <p>\$ 33,000.00</p>
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Estate of: Ronald D. Arnold

SCHEDULE C--MORTGAGES, NOTES, AND CASH
(For jointly owned property that must be disclosed on Schedule E,
see the instructions for Schedule E.)

Item number	Description	Value at date of death
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1.	Citizens Bank, 310 9th Ave, SE, Watertown, SD 57201 Checking Account Ronald Arnold d/b/a R&K Cattle Co. (no such corporate entity)	\$2,174.90
2.	Bank of South Dakota, 109 1st Ave SE, Watertown, SD 57201 Account	\$2,970.56
3.	Farmers State Bank of Hazel, Hazel, SD 57242 2 Certificates of Deposit as guarantee to State of South Dakota for payment of gasoline tax (fuel bonds)	\$1,750.00
4.	Cargill Elevator, Vienna, SD Account Receivable	\$ 300.00
5.	Dennis Arnold, 844 Pompeska Dr, Watertown SD 57201-5463 Account receivable, including accrued interest	13,344.00
6.	Rock Arnold, RR 1 Box 7, Hazel, SD 57242 Account receivable, including accrued interest	7,950.00
7.	Kristi Noem, RR 2 Box 160, Castlewood, SD 57223 Account receivable, including accrued interest	18,319.00

Total from continuation schedule(s) (or additional sheet(s)) attached to this schedule -0-

TOTAL. (Also enter on Part 5, Recapitulation, page 3, at item 3.) \$46,808.46

Estate of: Ronald D. Arnold

SCHEDULE F--Other Miscellaneous Property Not Reportable Under Any Other Schedule

Part 1.		
Item number	Description	Value at date of death
1.	Certificate of Title No. 10259470 Year: 1994 Make: Honda, ATV w/attached '91 sprayer Model: TRX300FW VIN: 478TE1501RA616030	\$ 5,450.00
2.	Certificate of Title No. 1143040 Year: 1986 Make: Cadillac Model: DeVille VIN: 1G6CD6983G4249377 Lienholder: GMAC, PO Box 3027, Fargo, ND 58108-3027	\$ 7,000.00
3.	Certificate of Title No. 10515542 Year: 1988 Make: TIMP Model: 16 Body Type: SMI VIN: 1TDH4222XJB068488 Lienholder: Farmers State Bank, Box 128 Estelline, SD 57234-0128	\$ 16,000.00
4.	Certificate of Title No. 10520637 Year: 1983 Make: WILX Model: GH700 Body Type: SMI VIN: 1W1NBBXE5D22X8986	\$ 16,000.00
5.	Certificate of Title No. R16103 Year: 1982 Make: WW Model: STOK6X17 Body Type: TRL Serial No: 105130	\$ 2,000.00
6.	Certificate of Title No. 594552 Year: 1978 Make: GMC - Blue Model: TK20903 Body Type: PU Serial No: TKL248J 513137	\$ 1,500.00

7.	Certificate of Title No. R68888 Year: 1987 Make: LELA Model: ST80 Body Type: TRL VIN: ILESG18S9H1000256	\$ 800.00
8. K-5	Certificate of Title No. 10258385 Year: 1986 Make: FRHT Model: FLT9664T Body Type: TR VIN: 1FUEYCYBXGP277934 Lienholder: Farmers State Bank, Box 128, Estelline, SD 57234-0128	\$ 15,000.00
9.	Certificate of Title No. Y53616 Year: 1968 Make: GRDN Body Type: TRL VIN: 185731	\$ 1,500.00
10.	Certificate of Title No. Y97797 Year: 1974 Make: CHAM Model: JAG100 Body Type: TRL VIN: 4711	\$ 3,500.00
11.	South Dakota Certificate of Boat Motor Make: Thundercraft Year: 1978 SD: 987SS Registration No: B 00568 Length: 15'08" Class: A Type: Open Hull Mat. FBG Power: OUTBD	\$ 600.00
12.	Certificate of Title No. Y30820 Year: 1974 Make: HMDE (homemade) Body Type: TRL VIN: 271400	\$ 3,000.00
13.	Certificate of Title No. R23548 Year: 1978 Make: HMDE (homemade) Model: 6X23 Body Type: TRL VIN: 302815	\$ 1,500.00
14.	Certificate of Title No. 338750 Year: 1974 Make: Chev Model: CE619 Body Type: TRK - Red - Single Axle	\$ 7,000.00

15.	Certificate of Title No. Y69440 Year: 1978 Make: EZLDR Model: BOAT Body Type: TRL VIN: 81374D	\$ 300.00
16.	Certificate of Title No. Y59547 Year: 1960 Make: WLSN Model: 8X40 Body Type: TRL VIN: 4877	\$ 1,000.00
17.	14 Bulls @ \$2,000.00 each	\$ 28,000.00
18.	210 Cows @ \$950.00 each	\$ 199,500.00
19.	190 Calves @ \$620.00 each	\$ 117,800.00
20.	Farmers Union Coop Oil, Hwy 28, Bryant, SD 57221, Tel. No: 605-628-2342 Participating Sales:	\$ 14,716.14
21.	South Dakota Wheat Growers, PO Box 1460, Aberdeen, SD 57402-1460, Tel. No: 605- 225-5500 Patronage Accrued:	\$ 22,793.52
22.	Watertown Coop Elevator Assn, 810 BN Drive RR 6, Watertown, SD 57201, Tel. No: 605-886-3039 Stock Credits:	\$ 6,518.31
23.	H-D Electric Cooperative, PO Box 307, Clear Lake, SD 57226-0307 Tel. No: 605- 874-2171 Capital Credits:	\$ 5,835.34

24.	Farm Equipment & Machinery	
	4 JD 9300 Drills & Hitch	\$ 12,000.00
	Killbros 1200 Grain Cart - 600 bu	3,500.00
	JD 4760 Tractor P.S.	60,000.00
	JD 9600 Combine	80,000.00
	Spray Coupe Melroe 216	9,500.00
	JD 230 Straight Head	7,800.00
	1981 Farm _____ Dryer	2,600.00
	1981 Hi Cap Screener	1,500.00
	JD 8630 4WD Tractor	12,700.00
	JD 1100 Digger 24'	3,200.00
	Bushhog Cultivator	4,000.00
	International 12 bottom plow - 2	12,000.00
	JD 12 row Cultivator - 2	10,000.00
	JD 200 Stackhand	2,500.00
	JD 331 Disc (30 ft)	6,200.00
	1979 Schulte Scrapper	1,800.00
	Richardson High Dump	2,700.00
	Waldron Drill Hitch	800.00
	Red flatbed shop trailer	1,200.00
	JD 1508 Mower	2,000.00
	Mayrath 10" Auger	900.00
	Federal 12" x 76' Auger	3,200.00
	Westfield 8" Auger	500.00
	Westfield 8" PTO Auger	1,000.00
	JD 930 Flex Head	10,000.00
	JD 4020 Tractor	5,200.00
	Heston 6400 Swather	4,000.00
	United Farm Tools Rockpicker	1,000.00
	IH 1586 4WD Tractor (engine out)	14,000.00
	JD 4630	10,500.00
	JD 4620	6,000.00
	1965 3010 DG	1,900.00
	1989 Case Skid Steer Loader	4,100.00
	1980 JD 158 Loader (rebuilt)	1,500.00
	1981 JD 8 row all crop head	5,100.00
	1991 Walden Blade	6,000.00
	1983 JD 3940 Forage Cutter w/heads	5,700.00
	1983 JD 716A Silage Box	1,500.00
	1990 Sunga 12 x 30 Auger	1,200.00
	1976 Clipper Cleaner	700.00
	1980 Gehl Blower	750.00
	IHC 52' Field Cultivator	6,300.00
	Radios (11)	2,100.00
	Fuel Tanks (2)	800.00
	1991 Case/IH 9280 4WDTractor (MotorVest)	50,000.00
	4 Large Fuel Tanks	2,000.00
	Shop Tools	10,000.00
	1984 Farm Fan Dryer	18,000.00
	Cellular Phone - 2	800.00
	Video Camera	1,000.00
	Hand Sprayer	100.00
	5 Welders	6,000.00
	Tarps	500.00
	Air Compressor	2,000.00

24 cont	Continuation of #24 Saddles & Tack Fax Machine 2 Adding Machines 3 Computers Typewriter Copy Machine Silo Unloaders - 2 @ \$500 each	4,600.00 500.00 200.00 2,000.00 100.00 600.00 1,000.00																					
25.	Grain Inventory Bin #1 - 700 bushels of soybean seed @ \$6.38 Bin #2 - 900 bushels of soybean seed @ \$6.38 Bin #3 - 2483 bushels of soybean (CCC loan) @ \$6.38 Bin #9 - 585 bushels of wheat @ \$2.73 Bin #11- 10,668 bushels of wheat @ \$2.73 Bin #18- 39,665 bushels of corn @ \$2.26 Bin #19- 20,000 bushels of feed corn @ \$1.85 Bratland Seed - 1302 bushels @ \$6.38 Vienna Wheat - 6240 bushels @ \$2.73	\$ 4,466.00 5,742.00 15,841.54 1,597.00 29,123.64 89,642.90 37,000.00 8,306.76 17,035.20																					
26.	Farmers Elevator Co., Hazel, SD Capital Stock Revolving Fund	\$ 50.00 4,492.65																					
27.	Racota Valley Ranch, RR 1 Box 7, Hazel, SD 57242-9705 South Dakota Farm Corporation Stockholders <table border="0"> <thead> <tr> <th><u>Name</u></th> <th><u># of Shares</u></th> <th><u>% Ownership</u></th> </tr> </thead> <tbody> <tr> <td>Ron Arnold</td> <td>.75</td> <td>7.5</td> </tr> <tr> <td>Cindy Arnold</td> <td>2.75</td> <td>27.5</td> </tr> <tr> <td>Rock Arnold</td> <td>2.75</td> <td>27.5</td> </tr> <tr> <td>Kristy Arnold</td> <td>2.75</td> <td>27.5</td> </tr> <tr> <td>Robb Arnold</td> <td>1.00</td> <td>10.0</td> </tr> <tr> <td></td> <td>10.00</td> <td>100.0</td> </tr> </tbody> </table> Value corporate assets as per balance sheet \$185,379 x 7.5%	<u>Name</u>	<u># of Shares</u>	<u>% Ownership</u>	Ron Arnold	.75	7.5	Cindy Arnold	2.75	27.5	Rock Arnold	2.75	27.5	Kristy Arnold	2.75	27.5	Robb Arnold	1.00	10.0		10.00	100.0	\$ 13,903.00
<u>Name</u>	<u># of Shares</u>	<u>% Ownership</u>																					
Ron Arnold	.75	7.5																					
Cindy Arnold	2.75	27.5																					
Rock Arnold	2.75	27.5																					
Kristy Arnold	2.75	27.5																					
Robb Arnold	1.00	10.0																					
	10.00	100.0																					

TOTAL:

\$1,133.864.00

SCHEDULE "A". Property of Decedent which passes by will or succession. All property that passes under the Decedent's Will or by the laws of intestate succession should be reported on this schedule. Attach schedules as necessary. Do not include jointly owned property on this schedule or property passing outside of probate to specific beneficiaries.

<u>DESCRIPTION:</u>	<u>VALUE</u>
See attached Schedule A--Real Estate	2,032,139.00
See attached Schedule C--Mortgages, Notes, and Cash	46,808.00
See attached Schedule F--Misc. Property	1,133,864.00
Total of Schedule A shown here and on page 2, Line 12(a)	\$3,212,811.00

SCHEDULE "B". Jointly owned property. All property held jointly by the decedent and others is to be reported on this schedule. Attach schedules as necessary. Be sure to state the name(s) of the surviving joint owner(s). The property is to be reported at its full value and not its fractional value, except in the recapitulation. Except for property held with a surviving spouse, all property reported on this schedule will be taxed as though it were owned absolutely by the decedent except such portion thereof as may be proved belonged originally to the surviving joint owner(s).

<u>DESCRIPTION AND SURVIVING JOINT OWNER(S):</u>	<u>VALUE</u>
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1. Joint Property with spouse only:

The Southwest Quarter of Section 29 in Township 115 North, Range 54 West of the 5th P.M., Hamlin County, South Dakota, less the following: South 21 Rods, and the North 16½ Rods of the South 37½ Rods of the East 52 Rods, and the North 27 Rods of the South 64½ Rods of the East 27 Rods, all in the Southwest Quarter of Section 29 in Township 115 North of Range 54, West of the 5th P.M., Hamlin County, South Dakota	76,200.00
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Certificate of Title No. 260511 Year: 1973 Make: CHEV - Red & White Model: CE670 Serial No: CCE673V 139260 Body Type: TRK	8,000.00
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Certificate of Title No. 888117 Year: 1982 Make: OLDS - Grey Model: 98RGCYBR Body Type: 4S Serial No: 1G3AW69N4CM 208061	500.00
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Certificate of Title No. 597870 Year: 1978 Make: CHEV - Maroon Model: CK209 Body Type: PU w/sprayer attached VIN: CKL248J149627	2,700.00
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Community First State Bank 125 North Commercial Clark, SD 57225-0257 Checking Account # Balance Accrued Interest	9,870.89 5.49
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**REDACTED per
SDCL 15-15A-9**

584 Shares (all issued stock) Arnold Farms Inc. RR 1 Box 7 Hazel, SD 57242-9705	15,569.00
Joint property with spouse only:	\$112,845.00
2. All other joint property and joint owner:	
All other joint property:	\$0.00
<hr/> <hr/>	
Subtotal (1) - Joint property with spouse only - shown here and on page 2, 12(b):	\$112,845.00
Subtotal (2) - All other joint property - shown here and on page 2, 12(c):	<u>\$0.00</u>
Total joint property:	\$112,845.00
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SCHEDULE "C". Other property transfers. Any transfers in contemplation of death, transfers made by the Decedent and recorded after death, transfers by exercise or nonexercise of a power of appointment, Individual Retirement Accounts, retirement plans in which decedent had a right to designate the beneficiary or a right to withdraw the proceeds, payable on death (P.O.D.) accounts, inter-vivos transfers in trust where the settlor retained a beneficial interest for life or reserved a life estate or income for life and transfers made into revocable living trusts must be listed on this schedule.

<u>DESCRIPTION</u>	<u>BENEFICIARY</u>	<u>VALUE</u>
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None

Total of Schedule C shown here and on page 2, line 12(d):	\$0.00
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SCHEDULE "C-1". Life Insurance or Annuity Policies - Any policy of insurance on the decedent's life or annuity policy in which decedent had an interest must be reported on this schedule. This includes any policy payable to the decedent's creditors. Policies payable to the decedent's estate or to the executor for the benefit of the estate are taxable. Life Insurance or annuity policies also may be taxable as transfers in contemplation of death and must be listed on this schedule.

<u>DESCRIPTION AND DATE OF PURCHASE</u>	<u>BENEFICIARY</u>	<u>VALUE</u>
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TAXABLE

American Bankers Life 11222 Quail Roost Drive Miami, FL 33157-6596 Policy # Claim #	Codington Clark Equipment	73,281.47
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American Bankers Life 11222 Quail Roost Drive Miami, FL 33157-6596 Policy #	JI Case Credit Corporation	51,534.48
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Total taxable life insurance or annuity transfers:	\$124,815.95
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**REDACTED per
SDCL 15-15A-9**

NON-TAXABLE

Equitable Life Assurance Society Corinne Arnold 1,469.66
of the United States
787 7th Ave
New York, NY 10019
Policy #

Life Investors Insurance Co. Corinne Arnold 33,364.53
4333 Edgewood Rd. NE
Cedar Rapids, IA 52499
Policy #

Life Investors Insurance Co. Corinne Arnold 45,266.68
4333 Edgewood Rd. NE
Cedar Rapids, IA 52499
Policy #

Midland National Life Corinne K. Arnold 1,016,246.06
One Midland Plaza
Sioux Falls, SD 57193
Policy #

The Harvest Life Ins. Co. Corinne K. Arnold 20,000.00
6277 Sea Harbor Dr
Orlando, FL 32821
Policy #

Farm Bureau Ins. Corinne K. Arnold 2,700.00
808 S Maple St
Watertown, SD 57201
Policy #

Total non-taxable life insurance
or annuity transfers: \$1,119,047.00

Subtotal (1) - Taxable life insurance or annuity
transfers - shown here and on page 2, 12(e) \$124,816.00

Subtotal (2) - Non-taxable life insurance or
annuity transfers \$1,119,047.00

Total life insurance and annuity transfers: \$1,243,863.00

REDACTED per
SDCL 15-15A-9

SCHEDULE "D". Debts of Decedent and expenses of administration. All debts of the Decedent and expenses of administration of this estate are to be listed on this schedule. Deductions for administration expenses are limited to such expenses as are actually and necessarily incurred in administration of the Decedent's estate; that is, in the collection of assets, payment of debts, and distribution of property to the persons entitled to it. Expenditures not essential to the proper settlement of the estate but incurred for the individual benefit of the transferees may not be taken as deductions. Only those personal obligations that exist at the date of death may be deducted as debts of the Decedent. For nonresidents, only those debts or expenses that deal solely with the South Dakota property are deductible. See generally ARSD 64:80:05.

<u>DESCRIPTION:</u>	<u>VALUE</u>
See attached Schedule K, Part I, Debts of Decedent	107,776.00
See attached Schedule K, Part II, Mortgages and Liens	2,133,737.00
City of Watertown - Ambulance	228.00
Prairie Lakes Hospital Watertown, South Dakota (net after insurance)	549.00
Appraisal - Real Estate	1,500.00
Crawford Funeral	6,283.00
Green, Schulz, Roby, Oviatt & Cummings 816 S Broadway, PO Box 1600 Watertown, SD 57201-6600 Attorney for Co-Executors Fees, sales tax thereon, filing fees, extraordinary costs for postage, long distance toll charges and copy charges, etc. (Some estimated)	35,000.00
Total of Schedule D shown here and on page 2, line 12(g):	\$2,285,073.00

Estate of: Ronald D. Arnold

SCHEDULE K--DEBTS OF THE DECEDENT, AND MORTGAGES AND LIENS

Part 1.

Item number	(Debts of the Decedent)	Amount claimed as a deduction
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1.	Cenex Farmers Union Co-op Oil Co, Hazel, SD	\$ 385.15
2.	Lake City Fire Equip., 512 10th St SE, Watertown, SD 57201	\$ 28.09
3.	Provider Billing Services Corporation, PO Box 211009, Denver, CO 80221	\$ 1,315.84
4.	First Bankcard Center, PO Box 3696, Omaha, NE 68103-0696	\$ 2,240.44
5.	WW Tire Service, Box 22 Main Street, Bryant, SD 57221	\$ 284.65
6.	Weber Supply Inc., 15 2nd St NE, Watertown, SD 57201	\$ 253.37
7.	Cave Supply Company, Inc., 115-117 W Kemp Ave, PO Box 1627, Watertown, SD 57201	\$ 67.23
8.	American Quarter Horse Foundation, MBNA America, PO Box 15026, Wilmington, DE 19850	\$ 3,888.65
9.	First Bank, PO Box 5400, Sioux Falls, SD 57117-5400	\$ 3,010.57
10.	D. K. Diesel Injection Service, 1800 4th Ave SW, Watertown, SD 57201	\$ 174.71
11.	J.H. Larson Electrical Co., 1415 19th Ave SE, PO Box 1567, Watertown, SD 57201	\$ 70.93
12.	US West Communications, PO Box 737, Des Moines, IA 50338-0001	\$ 114.55
13.	US West Communications, PO Box 737, Des Moines, IA 50338-0001	\$ 86.09
14.	The Sherwin Williams Co Stores Credit-Dept, PO Box 94943, Cleveland, OH 44101-4943	\$ 78.03
15.	GE Capital c/o Priority Wire Network, PO Box 446, S Orange, NJ 07079	\$ 520.59
16.	Lubbers Hanson & Vilhauer P.C., PO Box 1267, Watertown, SD 57201-6267	\$ 1,378.00
17.	Lake Area Veterinary Clinic, 601 10th St SW, Watertown, SD 57201	\$ 90.27
18.	Tri-State Welding Supply Co., 1701 S Hwy 81, Watertown, SD 57201	\$ 65.73

19.	Crocker's Body & Glass Shop, S Hwy 20, Watertown, SD 57201	\$ 159.00
20.	Viking Glass, Box 1652, Watertown, SD 57201	\$ 102.24
21.	Mack Wrecking, Inc., 415 20th Ave SE, S Hwy 81, Watertown, SD 57201	\$ 5.46
22.	J & L Machine & Welding, Inc., Box 325, Hayti, SD 57241	\$ 161.87
23.	Sheehan Cycle, W Hwy 212, PO Box 1177, Watertown, SD 57201	\$ 201.91
24.	Hartwig Heating, 107 4th St SW, Watertown, SD 57201	\$ 70.48
25.	Allied Medical Accounts Control, Associated Bureaus Bldg, 1500 Commerce Dr, Mendota Heights, MN 55120-1025	\$ 1,000.00
26.	Hazel Grocery, PO Box 83, Hazel, SD 57242	\$ 234.04
27.	Feature Films for Families, PO Box 572410, Murray, UT 84157-2410	\$ 26.90
28.	Panatorium Dry Cleaners, 314 1st Ave NE, Watertown, SD 57201-3610	\$ 36.05
29.	The Optima Card, PO Box 45200, Jacksonville, FL 32232-5200	\$ 217.34
30.	HBO Direct, PO Box 910908, Dallas, TX 75391	\$ 285.86
31.	AAA, VISA, U.S. Bank N.A., PO Box 5235, Portland, OR 97208	\$ 5,376.24
32.	Mahowald's, 25 N Broadway, Watertown, SD 57201	\$ 12.04
33.	Univ. Neurosurgical Assoc., P.A., Box 96, 420 Delaware St SE, Minneapolis, MN 55455	\$ 385.00
34.	The Medicine Shoppe, 5th St Plaza, Watertown, SD 57201	\$ 35.31
35.	McDonagh Medical Center, Inc., 2800-A Kendallwood Parkway, Kansas City, MO 64119	\$ 861.90
36.	Cellular 2000, 1203 9th Ave SE, Watertown, SD 57201	\$ 163.30
37.	Farm Plan, Dept 77175, PO Box 77000, Detroit, MI 48277	\$ 664.67
38.	DTN Corp., 9110 W Dodge Rd, Ste. 200, Omaha, NE 68114-3324	\$ 266.17
39.	Cellular 2000, 1203 9th Ave SE, Watertown, SD 57201	\$ 177.33

40.	Sioux Valley Coop, 220 10th Ave NW, Watertown, SD 57201	\$ 153.05
41.	Farmers Union Co-op, Hwy 28, Bryant, SD 57221	\$ 2,065.97
42.	Hamlin Co-op Oil, Hayti, SD 57241	\$ 871.44
43.	Primrose Oil Company, Inc., PO Box 29665, Dallas, TX 75229	\$ 1,073.89
44.	Cook's Office Products & Gifts, 807 S Broadway, Watertown, SD 57201	\$ 45.18
45.	Hazel Farmers Elevator, Hazel, SD 57242	\$ 280.00
46.	D.K. Diesel, 1800 4th Ave SW, Watertown, SD 57201	\$ 30.46
47.	South Dakota Wheat Growers, Box 1460, Aberdeen, SD 57401	\$ 53.22
48.	Northwestern Public Service Co, PO Box 56, Huron, SD 57350	\$ 31.11
49.	Schweigers Inc., PO Box 563, Sioux Falls, SD 57101	\$ 39.48
50.	Firestone Stores, Hwy 81 & 212, Watertown, SD 57201	\$ 747.85
51.	Codington-Clark Equipment, PO Box 1504, S Hwy 81, Watertown, SD 57201-6504	\$ 377.45
52.	Country General/Sandvig's Admn, PO Box 4905, Grand Island, NE 68802	\$ 87.33
53.	Dakota Woodworking, 300 1st Ave NE, Watertown, SD 57201	\$ 6,686.99
54.	F. Herbert Wiswall, DDS, PC, Medical Arts Bldg, 600 4th St NE, Watertown, SD 57201-1842	\$ 1,160.00
55.	Prairie Lakes HCC, Box 1210, Watertown, SD 57201 Amount Due: \$2,745.52 less Ins -\$2,196.42	\$ 549.10
56.	Northern Hills General Hospital, 61 Charles St, Deadwood, SD 57732	\$ 65.90
57.	Provider Billing Services Corp, PO Box 211009, Denver, CO 80221	\$ 1,515.84
58.	Wieber Steel Construction, RR 2 Box 51A, Altamont, SD 57226	\$ 3,816.00
59.	Sioux Valley Coop, 220 10th Ave NW, Watertown, SD 57201	\$ 71.30
60.	Allied Medical Accounts Control, Associated Bureaus Bldg, 1500 Commerce Dr, Mendota Heights, MN 55120-1025	\$ 800.00

61.	The Gold Card, Suite 0001, Chicago, IL 60679	\$ 135.67
62.	State of South Dakota, Department of Revenue, Motor Fuel Tax Payable	\$ 71.94
63.	Arlys A. Arnold and Robert A. Arnold, Trustees Wesley W. Arnold Trust, 1010 Riverview Court, Watertown, SD 57201-1070 Principal Interest	\$ 23,000.00 \$ 348.00
64.	Arnold Farms Inc., RR 1 Box 7, Hazel, SD 57242-9705 Account Payable	\$ 333.66
65.	Racota Valley Ranch, RR 1 Box 7, Hazel, SD 57242-9705 Account Payable, including accrued interest	\$ 28,869.00
66.	Arnold Farms Inc., RR 1 Box 7, Hazel, SD 57242-9705 Rent Due	\$ 10,000.00

Total from continuation schedule(s) (or
additional sheet(s)) attached to this schedule -0-
TOTAL. (Also enter on Part 5, Recapitulation,
page 3, at item 12.) **\$107,775.83**

Part 2.

Item number	(Mortgages and Liens)	Amount
1.	<p>Farm Credit Services (formerly The Federal Land Bank of Omaha), 1323 9th Ave, SW, Box 786, Watertown, SD 57201-0786</p> <p>Account #:</p> <p>3/10/94 Principal Accrued</p> <p>Mortgage - 2/28/79 - Ronald D. Arnold and Corinne Arnold - Federal Land Bank of Omaha, Note 2/28/79 - Ronald and Corinne Arnold, Re: Loan # "joint and severally"</p> <p>Schedule A #1, 2, 3, 4, 5, 6, 7, 26i, 26ii, 26iii, 26iv, 26v</p>	<p>\$627,687.42*</p> <p>35,182.21*</p>
2.	<p>Community First State Bank, 125 North Commercial, PO Box 257, Clark SD 57225-0257</p> <p>Note #</p> <p>Note 5/4/92 - Ronald D. Arnold only - Principal Due 5/1/97 - Interest</p> <p>Note #95791 - Operating Line</p> <p>Note 5/27/93 - Ronald and Corinne Arnold - Principal Due 5/14/94 - Interest</p> <p>Note #95792 Note 5/27/93 - Ronald and Corinne Arnold - Principal Due 4/15/94 - Interest</p> <p>Security: Inventory, supplies, work in progress, tools, parts, accessories, farm products, etc., all as listed on Schedule F</p>	<p>\$153,050.00*</p> <p>11,650.29*</p> <p>\$279,300.00*</p> <p>2,828.74*</p> <p>\$200,000.00*</p> <p>11,565.80*</p>
3.	<p>Real estate listed on Schedule A, items 8, 9, and 10.</p> <p>Ronald D. Arnold, purchasing under executory contract for deed dated December 27, 1977, from Wesley W. Arnold and Arlys A. Arnold</p> <p>Principal Balance Due Interest Due</p>	<p>\$ 88,000.00</p> <p>6,220.00</p>

4.	<p>Real estate listed on Schedule A, items 11, 12, and 13</p> <p>Ronald D. Arnold, purchasing under executory contract for deed dated December 27, 1977, from Wesley W. Arnold and Arlys A. Arnold</p> <p>Principal Balance Due Interest Due</p>	<p>\$ 69,930.00 991.00</p>
5.	<p>Real estate listed on Schedule A items 15, 16, and 17</p> <p>Ronald D. Arnold purchasing an undivided one-half interest under executory contract for deed dated October 15, 1975 from Henry W. Goeman (seller)</p> <p>Principal balance due 17,936.95 Last payment 1/2/94 interest @ 7.5% Accrued Interest <u>280.26</u> Balance shown as per one-half interest 18,217.21</p>	<p>\$ 9,108.61</p>
6.	<p>Schedule A property listed at items 19, 20, and 21</p> <p>Executory Contract for Deed which was amended as of April 1, 1987. The Sellers are Austin and Hinderaker Holding Co., successors in interest to Jerry Borem, Keith L. Borem, and Harry Borem as "Seller" and Ronald D. Arnold as Buyer.</p> <p>Principal Balance Due Interest</p>	<p>\$51,985.50 4,062.16</p>
7.	<p>Schedule A property listed at item 22</p> <p>The property is being purchased under an Executory Contract for Deed dated April 26, 1979, between William O. Melham and Leona M. Melham as "Seller" and Ronald D. Arnold as Purchaser.</p> <p>Principal Balance Due Interest</p>	<p>\$66,825.52 4,613.71</p>

8.	<p>Schedule A property listed at item 23</p> <p>This property was originally purchased from Norris E. Brakke under and Executory Contract for Deed dated December 30, 1980. There was an Amendment dated March 4, 1987, and a second Amendment dated March 29, 1993. The March 29, 1993, Amendment recites that the original Contract called for a payment on March 1, 1994, in the amount of \$9,680. It was agreed the Contract would be extended, the principal balance would draw interest at 7.28% and required payments would be March 1, 1994, \$2,000 plus \$704.70 interest, March 1, 1995, \$2,000 plus \$559.10 interest, etc.</p> <p>Principal Balance Due Interest</p>	<p>\$ 7,000.00 13.96</p>																								
9.	<p>Schedule A property listed at items 28i, 28ii, and 28iii</p> <p>Mortgage dated 1/31/91 to Morsen Services, Inc., assigned by Morsen to Prudential Life Insurance Company of American (Prudential Loan #)</p> <p>Ronald D. Arnold and Corinne Arnold, joint and several obligation</p> <p>Schedule A. Values</p> <table border="0"> <tr> <td>28i</td> <td>\$100,000.00</td> <td></td> </tr> <tr> <td>28ii</td> <td>82,950.00</td> <td>(full value)</td> </tr> <tr> <td>28iii</td> <td>32,000.00</td> <td>(full value)</td> </tr> <tr> <td>A-Total</td> <td><u>\$214,950.00</u></td> <td></td> </tr> <tr> <td>28i</td> <td>\$100,000.00</td> <td></td> </tr> <tr> <td>28ii</td> <td>41,475.00</td> <td>(1/2 value)</td> </tr> <tr> <td>28iii</td> <td>16,000.00</td> <td>(1/2 value)</td> </tr> <tr> <td>B-Total</td> <td><u>\$157,475.00</u></td> <td></td> </tr> </table> <p>B Total is equal to 73% of A Total</p> <p>Total Principal Due \$116,711.24 x 73% Accrued Interest Due \$2,151.42 x 73%</p>	28i	\$100,000.00		28ii	82,950.00	(full value)	28iii	32,000.00	(full value)	A-Total	<u>\$214,950.00</u>		28i	\$100,000.00		28ii	41,475.00	(1/2 value)	28iii	16,000.00	(1/2 value)	B-Total	<u>\$157,475.00</u>		<p>\$85,199.50 \$ 1,570.54</p>
28i	\$100,000.00																									
28ii	82,950.00	(full value)																								
28iii	32,000.00	(full value)																								
A-Total	<u>\$214,950.00</u>																									
28i	\$100,000.00																									
28ii	41,475.00	(1/2 value)																								
28iii	16,000.00	(1/2 value)																								
B-Total	<u>\$157,475.00</u>																									
10.	<p>U.S. Government ASCS Ag. Svc. Center, 1404 9th Ave SW, Watertown, SD 57201</p> <p>Loan #5 - Wheat Principal Interest</p> <p>Loan #66 - Soybean Principal Interest</p> <p>Loan #200 - Corn Principal Interest</p> <p>Security listed on Schedule F item #25</p>	<p>\$25,389.84 483.09</p> <p>\$11,744.59 604.43</p> <p>\$60,291.37 2,720.41</p>																								

11.	MotorVest Leasing Inc., 11910 W Dodge Road, Omaha, NE 68154 Lease dated 3/26/91 Security 1991 Case/IH 9280 4WD Tractor listed on Schedule F #24	\$67,697.42
12.	JI Case Credit Corp., PO Box 292, Racine, WI 53401 Account # Note # Collateral listed Schedule F, Part 2, #24 IH 1586 Tractor 4WD (engine out)	\$ 9,672.52
13.	Codington Clark Equipment, 1313 SE 5th St, Watertown, SD 57201 Variable Rate Loan - Security Agreement Dated 5/1/92 Contract No. ID No. Security listed on Schedule F, Item #24 JD 4760 Tractor P.S. Principal Balance Due Accrued Interest	\$52,956.21 2,244.49
14.	Real estate taxes on property listed on Schedule A All real estate taxes listed are for the year 1993. 1993 real estate taxes became a lien as of January 1, 1994. Clark County Codington County Hamlin County \$29,921.78 Less: 28i, ii, & iii total tax \$3,861.90 x 27% portion on land not owned by estate <u>- 1,042.71</u> Schedule E-1 Joint 1036.78	\$ 3,381.82 \$ 6,032.30 \$28,879.07
15.	Codington Clark Equipment, 1313 SE 5th St, Watertown, SD 57201 Variable Rate Loan Contract - Security Agreement Date 10/30/91 Contract No. ID No. Security listed on Schedule F, Item #24 JD 9600 Combine & JD 930 Flexhead Credit Life paid this obligation see Schedule D #7 Total Liability	\$73,281.47

16.	Farmers State Bank Estelline, 211 Main, PO Box 128, Estelline, SD 57234 Security Agreement 8/28/91 Note # Principal Balance Due Accrued Interest Security: 86 Freightliner semi-tractor, Tempe Trailer & Dozer Blade All listed on Schedule F	 \$11,597.10 241.16
17.	JI Case Credit Corporation, 1415 28th Street, PO Box 65090, West DesMoines, IA 50265 Contract # Purchase of JD 9600 Combine and Flex- platform Credit life on obligation of Racota Valley Ranch personally guaranteed by Ron Arnold. Credit life paid this obligation in full see Schedule D item 7. Total liability	 \$51,534.48
18.	Schedule E property list at item 1. SW¼ 29-115N-R54W, Hamlin County (less part thereof) Balance to Executory Contract for Deed Principal \$8,000.00 Interest <u> 200.00</u>	 \$ 8,200.00

Total from continuation schedule(s) (or additional sheet(s)) attached to this schedule -0-
TOTAL. (Also enter on Part 5, Recapitulation, page 3, at item 13.) \$2,133,736.73

ALLOCATION AND COMPUTATION SCHEDULE
SEE RESUME (Allocation) AMOUNT ASSIGNED (4) AT END:

BENEFICIARY'S NAME AND ADDRESS (1)	AGE (2)	RELATIONSHIP (3)	AMOUNT ASSIGNED (4)	TAX (5)
1. Corinne K. Arnold RR 1 Box 7 Hazel, SD 57242	Legal	Spouse	1,033,303.00	0.00
2. Cindy K. Grantham 721 Miller Dr Warner Robbins, GA 31093	Legal	Daughter	18,918.50	0.00
3. Rock D. Arnold RR 1 Box 7 Hazel, SD 57242	Legal	Son	18,918.50	0.00
4. Kristi L. Noem Route 2 Box 160 Castlewood, SD 57223	Legal	Daughter	18,918.50	0.00
5. Robb D. Arnold RR 1 Box 7 Hazel, SD 57242	Legal	Son	18,918.50	0.00
<hr/>				
13. Total Amount Assigned (add Column 4 of Allocation & Computation Schedule):			\$1,108,977.00	
14. Inheritance Tax Imposed (add Column 5 of Allocation & Computation Schedule):				\$0.00
15. South Dakota Estate Tax:				
(a) Residents				\$0.00
(b) Non-Residents				\$0.00
16. Estimated Tax Due (Line 14, 15(a) or 15(b), whichever is GREATER)				\$0.00
17. Interest Payable				
(a) Death on or before July 1, 1983 =6%/year from DOD				\$0.00
(b) Death after July 1, 1983 - 1½%/month from one year after DOD				\$0.00
(c) Death after July 1, 1991, Category B as established by SDCL 54-3-16 from one year after DOD				\$0.00
18. Inheritance Tax or Estate Tax and Interest Due:				\$0.00
19. Total Amount of Tax Previously Paid or Estimated Payment:				\$0.00
20. Balance Due:				\$0.00
21. Refund Amount Claimed:				\$0.00

• • • •
RESUME
(Allocation) AMOUNT ASSIGNED (4)

Decedent's LAST WILL AND TESTAMENT at ARTICLE IV provides that 50% of the value of the adjusted gross estate as finally determined for federal estate tax purposes, etc., shall be distributed to WESLEY W. ARNOLD and ROBERT A. ARNOLD, Trustees (hereinafter Trust A) "CORINNE K. ARNOLD TRUST" and at ARTICLE VI that the residue and remainder be distributed to the same trustees as the "RESIDUARY TRUST" (hereinafter Trust "B").

12. Recapitulation line h) net value
decedent's estate \$1,108,977.00

Less:

QTIP trust as explained above, see 706
Schedule M item #8 (see calculations
attached to Schedule M as exhibit
Trust A (QTIP) - 544,915.00

Less 1/2 value of joint property to
surviving spouse included in 12 h) - 56,423.00
Trust B Residuary Estate \$ 507,639.00

Present value of life estate of surviving spouse's interest
in Trust B (85.093% x \$507,639.00) = 431,965.00
Value of Remainder (14.907% x \$507,639.00) = 75,674.00
507,639.00

Assets taxable to surviving spouse,
Corinne Arnold

Joint property [112,845.00 less
1/2 value (\$56,422) excluded
at line 12.b] 56,423.00
Trust A 544,915.00
Trust B - present value 431,965.00
\$1,033,303.00

Value of remainder assigned
to four children equally

1. Cindy K. Grantham \$ 18,918.50
2. Rock D. Arnold 18,918.50
3. Kristi L. Noem 18,918.50
4. Robb D. Arnold 18,918.50

Equals line 12 h) \$1,108,977.00