



Vitol Virgin Islands Corp.

2925 Richmond Ave., 11th Floor
Houston, TX 77098

Phone: (713) 230-1000
Fax: (713) 230-1111

February 23, 2017

Via Overnight Courier and Email (Julio.Rhymer@viwapa.vi)

Virgin Islands Water and Power Authority
Attention: Julio Rhymer
171 Rem., Estate Altona
St. Thomas, VI 00802

Re: **Notice of Default** – Agreement for (1) The Construction, Ownership, Operation, Maintenance and Transfer of LPG Facilities, (2) LPG Supply, and (3) Managing the Repowering of Certain Combustion Turbine Units, by and between Virgin Islands Water and Power Authority and Vitol Virgin Islands Corp. dated July 25, 2013, as amended (the "Agreement")

Dear Mr. Rhymer:

The Virgin Islands Water and Power Authority ("WAPA") has failed to pay several outstanding invoices owing to Vitol Virgin Islands Corp. ("Vitol") by the deadline established in Section 5.04 of the Agreement. As of the date of this letter, invoices S1600009-1, S1600009-2, S1600017, S1600018 and S1700003 all remain unpaid, with a total amount owing to Vitol of \$8,372,867.31 (without interest).

In compliance with Section 15.04(e) of the Agreement, Vitol is notifying WAPA that an Event of Default will occur if WAPA does not deliver payment in full to Vitol of the above-listed amount within ten (10) Business Days of the date of this letter.

Vitol reserves all of its rights.

Sincerely,

VITOL VIRGIN ISLANDS CORP.

Max S. Bulk
Senior Vice President

cc: Venable LLP
Attention: Mark Vecchio
1270 Avenue of the Americas
New York, NY 10020