

Tug Hill Energy, Inc.

Silverstreet Hydro, LLC 15 East Silver St. Westfield, MA 01085

July 27, 2017

Niagara Mohawk Power Corporation Manager – Supply Services – HCB#3 300 East Boulevard West Syracuse, New York 13202-4250

Daniel Galaburda Senior Counsel National Grid USA Service Company, Inc. 40 Sylvan Road Waltham, MA 02451 Marry Ellen Paravalos
Vice President of Transmission
& Commercial Services
Niagara Mohawk Power Corporation
d/b/a National Grid
40 Sylvan Road
Waltham, MA 02451

and electronic copy to

Randi Schenfeld Wholesale Electric Supply Energy Procurement National Grid

Via: Electronic Mail with originals delivered via FedEx

Re: The Niagara Mohawk Power Corporation Power Sales Agreement No. 1376 dated June 22, 2000, as amended (the "PPA") and the Revised Service Agreement No. 125 a/k/a Amended and Restated Interconnection Agreement Between Niagara Mohawk Power Corporation and Tug Hill Energy, Inc. (Otter Creek) dated June 25, 2010 (the "SGIA").

Dear Sir or Madam:

Tug Hill Energy, Inc., ("Customer") and Niagara Mohawk Power Corporation, d/b/a National Grid ("Company") have entered into the above referenced PPA and SGIA for the Otter Creek Hydroelectric Project FERC Project No. P-8441 (the "Project"). The purpose of this letter (the "Notification Letter") is for Customer to provide Company written notice of termination of the PPA and SGIA as required in the PPA and SGIA contingent upon certain Milestones (as defined below) detailed in this Notification Letter ("Notice").

This Notice is effective as of the date of this Notification Letter (the "Effective Date").

Termination Provisions

Under Section Article 3 of the amended PPA (5th Amendment dated September 22, 2016), the PPA may be terminated prior to the end of the Term on the thirtieth (30th) calendar day following receipt by Company of written notice.

Under Section 3.3.2 of the SGIA, the Customer may terminate by giving Company twenty (20) business day's written notice.

Notice:

Customer hereby notices Company that Customer wishes to terminate both the PPA and SGIA either twenty (20) business days from the Effective Date of this Notice, or upon the completion of the Milestones as noted below, whichever is later.

Milestones

The Notice is contingent upon the following Milestones:

- 1. The full execution of a certain Letter Agreement between Company and the County of St. Lawrence (the "Letter Agreement"), which Letter Agreement has been fully executed, and
- 2. Company setting a net meter at the Project within ten (10) business days of the receipt of the executed Letter Agreement, with such meter to be used for remote net metering.

Please do not hesitate to contact me with any questions or if you require any additional information to proceed with the termination of the PPA and SGIA. My contact information is below. Thank you for your prompt attention to this matter.

Sincerely,

Peter Howe

Chief Executive Officer Customer Energy, Inc.

cc via electronic mail only:
Al Chieco, National Grid
Michael Pilawa, National Grid
Michael Cunningham County of Saint Lawrence
Mark Boumansour, Gravity Renewables, Inc.
James Barry, Gravity Renewables Inc.