

December 4, 2012

Mr. Joe Earle, CEO Eliho Energy Systems, Inc. 16160 Brittany Park Lane Poway, CA 92064

Dear Mr. Earle:

Progress Energy Florida has not received a project update on your Florida project despite numerous attempts. Since Progress Energy Florida has not received any updates we have to assume that this project is no longer viable.

Progress Energy Florida hereby terminates the Agreement for Purchase of As-Available Energy and/or Parallel Operation with a Qualifying Facility dated June 7, 2010 because the project is no longer viable.

Sincerely,

David Gammon

Lead Power Account Management Specialist