

September 23, 2010

Via Overnight Mail

Mr. Russell W. Spitz President Vision Power Systems, Inc. 3733 Crown Point Road Jacksonville, Florida 32257

RE: Negotiated Contract For the Purchase of Firm Capacity and Energy from a Renewable Energy Producer or Qualifying Facility Less Than 100 kW dated July 8, 2009 ("Agreement")

Dear Mr. Spitz:

In accordance to my letter to you dated July 1, 2010, PEF hereby declares that the Agreement between Vision Power Systems, Inc. and Progress Energy Florida is terminated.

It is unfortunate that the delays in funding have led to this point.

Please contact me at 727-820-4597 or david.gammon@pgnmail.com if you have any questions.

Thank you,

David Gammon

Cogeneration Manager