



December 19, 2011

Mr. Tom Samson
Northwest Florida Renewable Energy Center, LLC
10877 Wilshire Blvd, Suite 600
Los Angeles, CA 90024

Re: Energy Purchase and Sale Agreement dated November 25, 2009 between Biomass Gas and Electric of Florida and Progress Energy Florida (the "Contract").

Dear Mr. Samson:

Per my February 16, 2011 letter to Glenn Farris, a Force Majeure Event was granted contingent upon Northwest Florida Renewable Energy Center, LLC (NFREC) successfully obtaining and maintaining an Energy Loan Guarantee from the Department of Energy including the Department of Energy requirement to achieve financial closing and the commencement of construction by November 25, 2011. Progress Energy Florida (PEF) understands that NFREC has not obtained an Energy Loan Guarantee from the Department of Energy, financial closing has not been achieved and construction has not commenced. Regrettably, PEF pursuant to Section 2.4 of the Contract and the February 16, 2011 letter mentioned earlier is hereby terminating the Contract.

PEF has enjoyed a good working relationship with NFREC and previously Biomass Gas and Electric and would be glad to discuss any future renewable energy projects as the market and economic conditions continue to evolve.

Thank you,

A handwritten signature in black ink, appearing to read 'David Gammon', with a long horizontal flourish extending to the right.

David Gammon
Cogeneration Manager

cc: General Counsel, Rentech
Glenn Farris