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Gerallt Llewelyn Jones, SRO
Menter Môn Morlais Limited
Morlais, Neuadd y Dref,
Llangefni, Ynys Môn, LL77 7LR

Dear Gerallt:

Verdant Isles Ltd., through its joint venture partner Verdant Power Inc., is a project developer using marine renewable energy (MRE) technologies, which includes tidal power systems. Founded in 2000, Verdant Power is a world leader engaged in MRE, delivering clean mechanical and electrical power from underwater currents with its readily scalable tidal power systems. This letter expresses Verdant Power's commitment to the Morlais Demonstration Zone (MDZ) project. Verdant Power needs the MDZ project to achieve significant scale to support the global commercialization of MRE projects at a competitive levelized cost of energy (LCOE). The need for developer projects at a multi-megawatt (20-30MW) scale at the MDZ is essential for establishing the documented performance of a variety of MRE technologies in power delivery, reliability, environmental impact, and cost for a diverse market of MRE projects.

Verdant Power plans initially to deploy a 2.3MW tidal power project at the MDZ to be scaled to 30MW. Its berth site location is consented, and potential performance has been established. Verdant Power currently is demonstrating its fifth generation (Gen5) tidal power system in New York City's East River for grid-connected electricity. The MDZ project will allow scaling of the Gen5 system and will create the opportunity to establish a Welsh supply chain for global utility-scale and distributed energy projects.

The MDZ project provides a unique platform and opportunity to establish a foundation for launching MRE projects around the world. Scaling a diverse set of MRE technologies to: achieve, demonstrate, and document array performance; evaluate environmental impacts; determine system reliability; establish high quality supply chains; and streamline installation, operations, and maintenance processes is critical to delivering successful future MRE projects not only in Wales, but globally as well.

We very much look forward to working with you at Morlais.

Yours sincerely,

John T. Banigan
Director, Verdant Isles Ltd.
Chief Executive Officer/Chief Financial Officer, Verdant Power, Inc.