NewFortress energy

111 W 19th Street, 8th Floor
New York, NY 10011

April 4, 2025

Executive Director Josué Colón
Puerto Rico Public-Private Partnerships Authority ("P3A")
PO BOX 42001
San Juan, Puerto Rico 00940-2001
Email: josue.colon@p3.pr.gov; Administrator@p3.pr.gov

Re: First Amendment to the Natural Gas Sale and Purchase Agreement dated March 25, 2025

Dear Josué:

We are extremely mindful of the importance of affordable clean energy and long-term energy security to the people of Puerto Rico and its need for a long-term secure supply of natural gas. There are two key elements to ensure long-term LNG supply at the most competitive prices possible to Puerto Rico, and NFE possesses both:

First, LNG terminals that can logistically process the large amount of gas that PREPA needs both today and in the future. Most importantly, we own the only LNG terminal in San Juan, where the bulk of Puerto Rico's population and energy demand resides.

Second, NFE has a large portfolio of LNG available for the next 20 years that can be delivered into Puerto Rico at competitive market prices.

On March 14, 2025, NFE extended the original island-wide gas supply contract for 100 days at your request. As an organization, we are very focused on matching our long-term supply of gas with long-term downstream demand and believe that consistent with that, we can save PREPA hundreds of millions of dollars annually while also greatly enhancing Puerto Rico's energy security by providing base-load supply for many years.

We are happy to participate in an RFP but due to our existing infrastructure we believe we are the only viable alternative for this contract. If our terminals and supply are a good match for PREPA's needs, we are prepared to immediately begin a bilateral discussion with you and believe a long-term GSA can be concluded in very short order consistent with the attached term sheet, which was provided to Governor González-Colón on March 31. If this is not of interest to you, we will pursue downstream options in other markets where we are active and move on. In any event, time is of the essence for us to commit our portfolio long-term and, as a result, under no circumstances will NFE be able to extend the island-wide GSA beyond the current June 23 expiration date.

We look forward to continuing to work with you to provide safe, clean, and affordable energy to the people of Puerto Rico.

< Signature Page to Follow>

For and on behalf of

New Fortress Energy Inc.



Name: Wes Edens
Title: Chief Executive Officer

Attachment

cc: Hon. Jenniffer González-Colón
Mary C. Zapata Acosta
Procurement@recomspr.net

March 2025

Puerto Rico Baseload Island-Wide Gas Contract

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We are proposing that Puerto Rico signs a baseload gas supply contract of 150 TBtu for 20 years with New Fortress Energy

This contract enables:

- Immediate conversion of existing power plants
- Temporary power RFP to be supplied with natural gas
- Baseload gas supply for long-term power plants

This will save Puerto Rico ~$750mm/year beginning in June 2025

All gas terminals & infrastructure will be transferred to Puerto Rico at the end of the baseload gas contract:

- Terminals create open access for 3rd parties to bid competitively for gas supply
- NFE will continue to operate the terminals for an access fee of $0.50/MMBtu

Term sheet summary

Seller:	New Fortress Energy Inc. or Affiliate
Purchaser:	PREPA or Affiliate
Contract Term:	20 Years
Committed Volume:	100 TBTU on May 1st 125 TBTU on July 1st 150 TBTU on August 1st for the remainder of the contract
Mitigation:	If Purchaser consumes less gas than the contracted volumes, NFE will repurchase volumes at the contract price
Delivery Locations:	Entirely flexible. Delivery to any power plant on the island of Puerto Rico
Terminal Access:	Open Access. To promote open competition for additional volumes during contract term, Purchaser can utilize all NFE terminals, regasification, and infrastructure for a cost of $0.50 / MMBtu
Infrastructure Purchase Option:	At the end of contract term, Purchaser has the right but not the obligation to purchase The Terminals and all associated regasification and pipeline infrastructure for a price of $1.00