mczapata23@outlook.com

From:	Carlos.AndreuCollazo@gtlaw.com
Sent:	Tuesday, July 21, 2026 8:21 PM
To:	Mary C Zapata-Acosta; Magda Brito-Rivera
Cc:	Colón Ortiz, Josué A. (AAPP); administrator@p3.pr.gov; legal@genera-pr.com; lionel.santa@p3.pr.gov; Alexis G. Rivera-Medina; Felix A Hernandez-Caban; Jorge L Cotto-Perez; reyescontractorgroup@gmail.com; fmartinezrcg@gmail.com; royce.wells@arbitragetrade.com
Subject:	[3PPO-0314-20-TPG2] PE's Supplement to PE's July 9th Notice Regarding Performance Security
Attachments:	07.21.26_PE's Supplemental Notice Regarding Performance Security.pdf

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Dear Ms. Zapata:

Please find attached a letter from Power Expectations LLC ("PE") supplementing PE's correspondence dated July 9, 2026, regarding performance security and the contract assignment referenced therein.

PE is also in receipt of PREPA's request for information dated July 16, 2026, requesting that PE provide additional information relating to the proposed substitution of Enchanted Rock with Flotek. PE will provide the requested information under separate cover within the five (5) business day deadline set forth in that letter.

Thank you,

Carlos J. Andreu Collazo
Associate

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Puerto Rico

July 21, 2026

VIA EMAIL & UPS OVERNIGHT DELIVERY:

Puerto Rico Electric Power Authority
Attn: Mary C. Zapata Acosta, Executive Director
P.O. Box 36467
San Juan, PR 00936-4267
Email: mary.zapata@prepa.pr.gov

With Copies To:
Puerto Rico Public-Private Partnerships Authority
Attn: Josué A. Colón – Executive Director
P.O. BOX 42001
San Juan, Puerto Rico 00940-2001
Email: Josue.Colon@p3.pr.gov; Administrator@p3.pr.gov

Puerto Rico Public-Private Partnerships Authority
Attn: Lionel E. Santa-Crispin, Esq., General Counsel
P.O. BOX 42001
San Juan, Puerto Rico 00940-2001

Puerto Rico Electric Power Authority
Attn: Alexis Rivera, Legal Affairs Director
P.O. Box 36467
San Juan, PR 00936-4267

Genera PR LLC, agent of PREPA
Fuels Office
Attn: José L. Carrasco – Fuels Manager
250 Muñoz Rivera Ave., Suite 1200
San Juan, Puerto Rico 00918
Email: legal@genera-pr.com

Re: Supplemental Notice Regarding Performance Security and Request for Form of Performance Bond

Dear Ms. Zapata Acosta:

Greenberg Traurig, LLP represents Power Expectations, LLC ("Power Expectations" or "PE") in connection with that certain Power Purchase and Operating Agreement dated June 10,

2026 (the "Agreement") among Power Expectations, Enchanted Rock, LLC, and Reyes Contractor, LLC, as Seller, and the Puerto Rico Electric Power Authority ("PREPA" or "Buyer").

This letter supplements PE's prior Notice of Delay dated July 9, 2026, pursuant to which PE notified PREPA of matters impacting Seller's ability to satisfy certain obligations under the Agreement, including matters relating to the pending assignment of Enchanted Rock, LLC's interests under the Agreement to FloTek (the "Assignment").

As PREPA is aware, Seller is actively working with its surety, Skyscraper Insurance Company ("Skyscraper"), to procure and deliver the Performance Security required under Exhibit C of the Agreement. In the course of that process, Skyscraper has advised Seller that it cannot complete underwriting or issue the required performance bond until two outstanding matters are resolved:

1. PREPA's formal approval of the Assignment, so that the bond accurately reflects the parties that will perform under the Agreement; and

2. Receipt of the Form of Performance Bond, or the specific bond language, contemplated by Exhibit C of the Agreement.

With respect to the latter issue, the executed Agreement expressly contemplates that a form of performance bond would be attached as part of Exhibit C. Exhibit C is titled "**FORM OF PERFORMANCE BOND**," and Sections C.1 through C.5 set forth requirements regarding, among other things, the bond amount and term, qualifying issuers, triggering events, execution procedure, and replenishment obligations. Section C.6, however, consists only of the notation "**PERFORMANCE BOND TO BE ATTACHED**." Seller has reviewed the fully executed Agreement and has been unable to identify any attached form of bond or specific bond language corresponding to Section C.6. Seller is not aware of any such form having been provided following execution of the Agreement.

Skyscraper has advised Seller that the bond form or specific bond language contemplated by Section C.6 is required as part of its underwriting package and that Skyscraper cannot finalize or issue the Performance Security without that information. Accordingly, Seller and its surety cannot finalize the Performance Security documentation unless and until PREPA provides the bond form or exact bond text contemplated by Exhibit C, Section C.6, and acts on the pending Assignment approval.

Seller seeks PREPA's assistance in resolving two contract administration matters that are prerequisites to issuance of the Performance Security itself: (i) PREPA's approval of the Assignment and (ii) PREPA's provision of the Form of Performance Bond expressly contemplated by Exhibit C, Section C.6 of the Agreement. These matters are outside the underwriting control of Seller and its surety and must be resolved before the Performance Security documentation can be finalized.

Accordingly, Seller respectfully requests that PREPA promptly:

1. provide the Form of Performance Bond, or the exact bond text, intended to be attached to Exhibit C, Section C.6; and

2. act on Seller's pending request for approval of the Assignment, as previously noticed to PREPA.

Seller remains ready, willing, and able to proceed promptly with issuance of the Performance Security. However, Seller and its surety are unable to finalize the Performance Security documentation until the foregoing matters are resolved. Accordingly, Seller reserves all rights, remedies, and protections available under the Agreement and applicable law, including with respect to any deadlines, obligations, or alleged defaults relating to the Performance Security that may be affected by PREPA's approval of the Assignment and PREPA's provision of the bond form contemplated by Exhibit C, Section C.6.

Nothing contained herein shall be deemed a waiver of any rights, remedies, claims, defenses, or entitlements of Seller, all of which are expressly reserved.

We appreciate your prompt attention to this matter and respectfully request that PREPA confirm receipt of this letter and provide the requested bond form or bond text at its earliest convenience.

Respectfully submitted,

GREENBERG TRAURIG, LLP

By: _____

Carlos J. Andreu Collazo, Esq.
Email: Carlos.AndreuCollazo@gtlaw.com

cc:

Eddie Echevarria, Chief Executive Officer, Power Expectations, LLC
Landon Gallagher, Power Expectations, LLC
Josué A. Colón, Executive Director, Puerto Rico Public-Private Partnerships Authority
Lionel E. Santa-Crispin, Esq., General Counsel, Puerto Rico Public-Private Partnerships Authority
Alexis Rivera, Legal Affairs Director, Puerto Rico Electric Power Authority
Jose L. Carrasco, Fuels Manager, Genera PR LLC