AUTORIDAD PARA LAS
ALIANZAS PÚBLICO PRIVADAS

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GOBIERNO DE PUERTO RICO

Josué A. Colón Ortiz | Director Ejecutivo

March 28, 2025

BY ELECTRONIC MAIL
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Mr. Christopher Guinta
Chief Financial Officer
New Fortress Energy
111 W. 19th St., 8th Fl.
New York, NY 10011

Mr. Winnie Irizarry Velázquez
President and Chief Executive Officer
Genera PR, LLC
Ponce de León Ave, Suite 400
San Juan, PR 00907

Dear Messrs. Guinta and Irizarry Velázquez:

Re.: New Fortress Energy ("NFE") & Genera PR LLC – Financial Concerns & Request for Information

The Puerto Rico Public-Private Partnerships Authority ("P3A") acknowledges receipt of NFE's letter dated January 24, 2025 (the "January Letter"), in which NFE stated that its financial position was "very strong." However, publicly available financial information appears inconsistent with that characterization and raises questions regarding NFE's capacity to continue delivering services in Puerto Rico without interruption.

Although the January Letter referenced NFE's market capitalization, it is worth noting that NFE's stock price has declined by approximately 70% over the past twelve (12) months. More critically, NFE's credit profile has deteriorated. On December 19, 2024, Fitch Ratings downgraded NFE's Long-Term Issuer Default Rating from B+ to B, while maintaining its Rating Watch Negative status. Fitch also downgraded the ratings of NFE's Term Loan B Facility and its 2026 and 2029 Notes.

Further disclosures made by NFE on March 10, 2025, indicate that: "[its] ability to continue as a going concern is dependent upon [its] ability to complete certain transactions and delay capital expenditures," and "Management has concluded that the Company's current liquidity and forecasted cash flows (which exclude the effect of the [liability management transactions carried out in 2025]), from operations are not sufficient to support, in full, obligations as they become due". Additionally, on March 24th, 2025, Moody's downgraded NFE's corporate family rating from B2 to Caa1 and its probability of default rating from B2-PD to Caa1-PD. Moody's also downgraded NFE's senior secured term loans, including a $425 million add-on loan, as well as the 2026 and 2029 senior secured notes. Finally, the company's Speculative Grade Liquidity rating was downgraded from SGL-3 to SGL-4, with a negative outlook maintained across all ratings.

In parallel, NFE's cost of capital appears to have increased significantly. The recent issuance of $2.7 billion in high-yield New Notes at a 12.0% coupon signals higher financial stress. As of December 30, 2024, NFE's total debt exceeded $9 billion. Despite refinancing some of its 2026 Notes, NFE remains subject to substantial liabilities, including term loan B and revolving credit facilities with springing maturities, which would be triggered if the remaining 2026 notes are not refinanced by the end of July 2026.

In light of these developments, and given the essential role played by Genera PR, LLC in Puerto Rico's energy infrastructure, P3A requests that NFE provide, no later than **Tuesday, April 1st, 2025**, a comprehensive explanation of its plans and financial outlook with respect to the assets and services operated in Puerto Rico. Specifically, please clarify how NFE intends to meet its financial obligations and whether such plans may affect the continued provision of services on the island. P3A trusts that NFE understands the relevance of this request given the public interest involved in ensuring the uninterrupted delivery of energy services.

Your prompt attention to this request is essential. We look forward to your timely response. If you have any questions or wish to discuss this letter, you may reach me at (787) 722-2525 ext. 15330 or by email at administrator@p3.pr.gov.

Sincerely,

Josué A. Colón Ortiz
Executive Director

c Mary C. Zapata Acosta, Executive Director, PREPA; mary.zapata@prepa.pr.gov
administrator@p3.pr.gov