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December 2, 2010

By Electronic and U.S. Mail

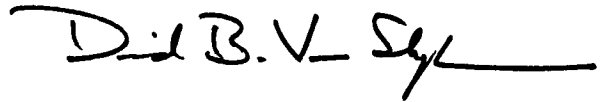
Susan M. Lessard, Chair
Maine Board of Environmental Protection
17 State House Station
Augusta, Maine 04333-0017

Re: Calais LNG

Dear Chair Lessard:

I have enclosed a letter to you from Harold Ian Emery, dated December 2, 2010, regarding the Calais LNG project.

Very truly yours,



David B. Van Slyke

Enclosure

cc: Service List
Harold Ian Emery
Arthur Gelber

December 2, 2010

Susan M. Lessard, Chair
Maine Board of Environmental Protection
17 State House Station
Augusta, Maine 04333-0017

Re: Calais LNG

Dear Chair Lessard:

I am pleased to inform you that on November 24, 2010, North East Energy Development, LLC ("NEED") purchased all of the interests of GS Power Holdings LLC in both Calais LNG Project Company, LLC and Calais Pipeline Company, LLC (collectively, "Calais LNG"). NEED is a Maine LLC, and its principals are myself and Arthur Gelber.

We recognize that the Board has put the processing of the applications for this project on hold for several months. The new management of Calais LNG is vigorously pursuing efforts to get the project back on track, and is undertaking the following efforts in that regard:

- Renewing prior discussions with Steven Carothers and Gail Roberts (hereinafter collectively "Carothers") to promptly re-secure title, right or interest ("TRI") to the property owned by Carothers upon which Calais LNG is proposing to build the bulk of its marine terminal and LNG receiving facility; and
- Re-initiating efforts to provide the additional information previously requested by various state agencies (e.g., DMR, IF&W and SHPO) that was the cause of the initial postponement of the BEP hearings.

Calais LNG anticipates that it will be able to re-secure TRI and provide updated portions of its applications to address TRI and any other issues by January 15, 2011. Further, responses to the additional information requests will be completed and submitted to DEP by Calais LNG by February 15, 2011.

The re-constituted Calais LNG management team is excited about this project and will do whatever it can to move this process along as expeditiously as possible.

Sincerely,



Harold Ian Emery

cc: Art Gelber
Service List