



September 3, 2010

Mr. Doug Hines, President  
Offshore Wind Power Systems of Texas LLC  
1210 Woodmoor Ct  
Grapevine, TX 76051

RE: Offshore Wind Power Systems of Texas LLC Titan offshore platform & Vestas turbine

Dear Mr. Hines:

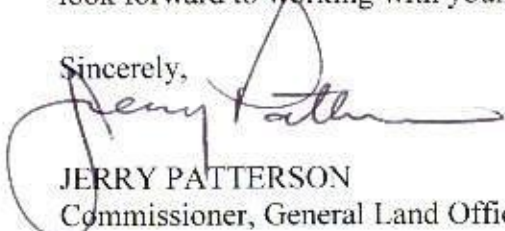
I am very proud of the innovative programs that the General Land Office (GLO) has created in support of renewable energy. To continue progress in this arena, the GLO supports an offshore research park utilizing an Offshore Wind Power Systems of Texas LLC (OWPST) Titan platform and a Vestas turbine ("the Project").

I began supporting wind development back in 2004, several years before Texas overtook California as the leading wind energy producing state. I felt then, as I do now, that wind power will strengthen the Texas economy and our energy security. I also saw the potential for a new revenue stream to support education if wind power projects were built on state owned lands. This is because income from lands the GLO manages is deposited into the Permanent School Fund for the benefit of public schools, grades K-12.

I strongly believe that the State of Texas can become the leader in a new American offshore wind industry, and that the success of entrepreneurial efforts like the Project are critical to this development. Therefore, I am pleased to advise you that the GLO is committed to the Project. To that end, I have directed my staff to work with you to negotiate leases for up to two suitable offshore state lease tracts for a nominal fee; these leases shall be granted to OWPST or its designee for purposes of offshore wind research and installation of all equipment necessary to carry out the Project.

The Permanent School Fund of Texas and its beneficiaries stand to benefit from this partnership by increasing our state's competitive position in the global energy industry. I look forward to working with your group on the Project.

Sincerely,

  
JERRY PATTERSON  
Commissioner, General Land Office