



April 18, 2017

Mr. Colin Willenbrock General Manager, Pend Oreille PUD PO Box 190 Newport, WA 99156

RE:

REQUEST FOR POWER SERVICES

Mr Willenbrock:

HiTest Sand, Inc through Silicon Investments, Inc. ("SI") has been investigating potential sites and is interested in the PUD owned property located south of Newport. This property is approximately 186.3. The Property is one parcel of 13.83 acres (Property ID # 19182) which is currently owned by Pend Oreille County and three parcels owned by the District (Parcel # 19183) of 39.0 acres, (Parcel # 17036) of 80 acres, (Parcel #19193) of 53.47 acres. The four parcels together combine to a total of 186.3 acres. The purpose of these combined 186.3 acres are for the purpose of operating a silicon smelter plant. Our plant would bring substantial environmentally sustainable econbomic benefits to the community including up to 170 full time family wage jobs at the site plus several hundred indirect jobs in supporting industries (trucking, wood chip production, retail, etc.) Our business plan, economic model, engineering and offtake agreements are fully developed. We have been highly involved with local and state legislators, the Washington State Department of Commerce, and the Governor's office and have their full support and commitment to expedite the permitting process.

Accordingly, HiTest would like to formally request power supply services from Public Utility District No. 1 of Pend Oreille County (the "District"). Our general requirements are expected to happen in two phases and are as follows:

Phase 1

100 aMW of energy supply
105 MW of capacity
95% power factor
98% load factor
Minimal interruption requests from the PUD
Projected full operation 9/2019



Phase 2

Additional 100 aMW of energy supply for a total of 200 aMW
Additional 105 MW of capacity for a total of 210 MW
95% power factor
98% load factor
Minimal interruption requests from the PUD
Projected full operation 9/2022

SI believes our plant, power supply needs and economic benefit could provide a beneficial and well timed solution for the District as well as Pend Oreille County. We look forward to a formal offer of contract for power supply services from the District.

Sincerely,

President

HiTest Sand, Inc.