



Steven B. Weber, P.E.
Vice President
Business Development

Covanta Energy, LLC
445 South Street
Morristown, NJ 07960
Tel 862.345.5332
Fax 862.345.5150
Cell 862 485 3339
Email sweber@covanta.com
Website www.covanta.com

December 18, 2015

Maine Department of Environmental Protection
17 State House Station
Augusta, ME 04333-0017

RE: Fiberight LCC – Financial Capacity Letter

Dear Sir/Madam,

Covanta Energy, LLC is writing this letter in support of Fiberight LLC's proposed advanced waste processing facility to be located in Hampden, ME (the "Project").

Covanta Energy, LLC is engaged with Fiberight to support the development, financing, construction and operation of the Project, leveraging our 30+ years experiencing converting municipal solid waste into clean renewable energy, recycling metals and other commodities, and helping communities meet their goals for environmental stewardship and sustainability. Since the summer, we have been working with Fiberight's management and technical team and we visited their Lawrenceville, VA demonstration plant as part of our diligence efforts. Covanta conducted a review of financial projections related to the Project and we executed a term sheet for a long-term strategic partnership with Fiberight which starts with the Project.

We have reviewed the proposed budget for the project (attached hereto), totaling approximately \$67 million, and we can confirm that we are interested in supporting Fiberight with project finance in the form of an equity investment in the Project.

This letter is not intended to be a binding commitment to provide financing. A binding financing commitment is subject to successful completion of due diligence activities, including, but not limited to, the Project receiving relevant waste permits from Maine DEP, and Fiberight entering into an acceptable waste supply agreement with MRC Maine and its charter communities which, as we understand, is very close to completion.

Sincerely,

Steven B. Weber, P.E.
Vice President, Business Development

Attachment

Cc: M. Mulcahy
S. Tralins
M. De Castro

Preliminary Capital Budget – Hampden, ME

Project Directs	
Site development	\$2,155,832
Foundations & Concrete	\$1,553,692
Building Construction	\$3,309,057
Total Real Estate	\$7,018,582
MRF	\$3,933,415
Pulping System	\$2,196,771
Recyclables Separation/Transfer	\$406,587
Wash System	\$3,436,048
Pre-Treatment System	\$880,095
Hydrolysis	\$8,585,758
A/D feed Prep	\$514,614
Anaerobic Digestion System	\$5,672,203
Energy Systems	\$7,898,055
Cleaning In place	\$240,943
Emissions & Odor Control System	\$848,583
Digester Gas Clean-up & Compression	\$3,411,222
Utilities	\$504,428
Valves & Piping (Balance of Plant)	\$3,392,915
Total Machinery & Equipment	\$41,921,635
Steel, Mechanical & Electrical Installation	\$15,181,416
Total Installation	\$15,181,416
Total Project Directs	\$64,121,633
Engineering, Permits & Project Management	\$2,855,153
Fees & Working Capital	\$0
Total Project Indirects	\$2,855,153
Total Project Cost estimate	\$66,976,786