

RECEIVED

January 6, 2013

JAN - 8 2014

DEFAULT NOTICE

Oneida Energy Inc.
Attn: Kevin Cornelius
1239 Flightway Drive
P.O. Box 257
Oneida, WI 54155

Department of Administration
Division of Energy

Re: Contract # FY10-20265

Dear Mr. Cornelius:

On December 17, 2013 Oneida Seven Generations Corporation and Oneida Energy Inc. (Seven Generations) notified the Wisconsin Economic Development Corporation (WEDC) of the Oneida Tribe's vote to dissolve Seven Generations.

Dissolution of Seven Generations constitutes a business failure and Event of Default under Section 6 of the Loan Agreement referenced as SEP FY10-20265 (Agreement). Additionally, Seven Generation's failure to meet the Deliverables in Exhibit A Section 3 of the Agreement results in an interest escalation to four (4) percent retroactive to the date of disbursement under Exhibit A Section 4.

If Seven Generations fails to cure the default to the reasonable satisfaction of WEDC by Thursday January 16, 2014, WEDC will, without further written notice, declare you in default and demand payment from you of the entire balance of the contract \$2,063,730.92. The Payoff Amount shall be increased by a per diem amount of \$219.18 for each day after January 9, 2014.

We ask you to pay \$2,063,739.92 to WEDC immediately.


Failure to make the required payment could result in legal action against you and any guarantor of the balance you owe WEDC. In such an event, you will be responsible for any costs, including attorneys' fees, for enforcing the contract.

Please send your payment to the following address:

Wisconsin Economic Development Corporation
P.O. Box 78257
Milwaukee, WI 53293-0257

This notice is the final opportunity that WEDC intends to give you to honor your payment commitments.

Sincerely,


Hannah L. Renfro
Chief Legal Counsel

Cc: Wisconsin State Energy Office



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Madison, WI 53703

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