

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY

RESOLUTION NO. G20-16

**RESOLUTION OF THE ALASKA INDUSTRIAL
DEVELOPMENT AND EXPORT AUTHORITY
APPROVING REVISIONS TO THE FINANCE PLAN FOR
THE DEVELOPMENT PROJECT LOAN TO HEX LLC
UNDER AS 44.88.172**

WHEREAS, the Alaska Industrial Development and Export Authority (the “Authority”) under AS 44.88.172 may provide development project financing to development projects in Alaska;

WHEREAS, in Resolution No. G20-07, adopted on March 4, 2020, the Board approved a development project finance loan to HEX LLC (“HEX”) in an amount not to exceed \$7.5 million to finance HEX’s acquisition of the limited liability companies that own the natural gas leases and the natural gas production infrastructure of the Kitchen Lights Unit located in Cook Inlet, Alaska;

WHEREAS, the Executive Director and the President and CEO of HEX signed a commitment letter dated March 5, 2020 regarding the proposed loan;

WHEREAS, the finance plan for HEX has changed in that HEX now intends to put a subordinated debtor-in-possession loan in place, the repayment of which would be subordinate to the Authority’s loan, and the debtor-in-possession loan is described in the memorandum provided to the Board for this meeting; and

WHEREAS, revising the finance plan for HEX as described in the accompanying memorandum remains in furtherance of the Authority’s statutory purpose of promoting, developing, and advancing the general prosperity and economic welfare of the people of Alaska, to relieve problems of unemployment, and to create additional employment.

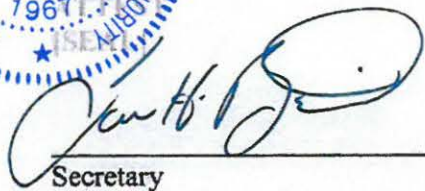
NOW, THEREFORE, BE IT RESOLVED BY THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY AS FOLLOWS:

Section 1. The finance plan for the loan to HEX under AS 44.88.172 is hereby revised to allow for the debtor-in-possession loan as described in the accompanying memorandum.

Section 2. The Executive Director is authorized to execute and deliver all loan documents necessary to complete the loan to HEX. The Executive Director is authorized to disburse money from the Economic Development Account of the Revolving Fund pursuant to the final, executed loan documents to fund the loan. The Executive Director is also authorized to take all other actions necessary or convenient to perform the Authority's obligations under the loan documents or to implementing the intent of this Resolution.

Dated at Anchorage, Alaska, this 15th day of April 2020.




Secretary


Chair