



Dear HBOI Foundation;

5/23/16

I appreciate your consideration towards a long term partnership between the HBOI Foundation and Aquaco Farms. I have attached copies of requested materials and look forward to answering any questions you may have. I strongly believe both parties are in agreement that a long-term relationship with HBOI and the faculty/students would further enhance a potential partnership and we welcome those discussions and direct dialogue post financial review.

I am extremely proud of the first class team that has been brought together on this project, a team that will ultimately lead to the long term success of our operations. I would suggest if there is mutual interest to set up a meeting with the entire Aquaco Farms team in person and members of HBOI who would wish to ask questions and further vent our plans. Our goal is to build an industry leading facility that consists of a commercial scale hatchery and brood center, a juvenile center for transition and a full scale grow out operations. In addition, have the land available to integrate a processing center and potential joint feed program with HBOI.

While we are prepared to fully fund and manage the project, we are equally looking forward to the opportunity to work with other commercial aquaculture ventures in the scope of developing and expanding on HBOI's existing aquaculture park. We already have one joint tenant (Live Advantage Bait) and two others would be looking for similar arrangements (See attached design layout). Selfishly this provides an environment of collaboration and simultaneously will provide additional revenue sources for the Foundation with an ultimate goal of 4-5 companies on site.

As an early stage company, there are also additional conditions I wish to offer which will mitigate the Foundation's inherent view of "risk" in a future partnership. One such example would be *capital milestones or reserves* that are achieved in order to commence on a contract or begin any form of site work. We are comfortable with this situation based on our success to date as well as the timeline that is likely to be outlined by the process (see attached capital timeline).

Thank you again for your consideration and we look forward to your feedback and continued dialogue.

Best regards,

A handwritten signature in black ink, appearing to read "Joe Cardenas", written in a cursive style.

Joe Cardenas

Aquaco Farms, CEO