

June 17, 2010

Robert C. Nellis, CPM
Energy Program Manager
Office of the Governor
Nevada State Office of Energy
755 North Roop Street, Suite 202
Carson City, NV 89701

Dear Mr. Nellis,

Thank you for the opportunity to introduce Avatar Energy, Nevada as a candidate for the revolving loan program. We are pleased to bring our exciting technology to Nevada and look forward to contributing to the economic stability of the state.

Avatar is an innovative energy company that produces an affordable, modular anaerobic digester which reduces dairy costs while providing a renewable source of energy for dairy farmers, regardless of herd size. Its small-scale digester converts manure waste into electricity, bedding, fertilizer, and other useful by-products. Our revolutionary anaerobic digester is the world's first scalable system to employ a tubular, modular design platform suitable for any size farm, and geared particularly to 100 to 1,000 cow operations. A typical 300 cow dairy operation would save \$130,000 annually from an Avatar digester; after costs this typical dairy would realize an increase in net earnings per cow of 20%, putting them on financial parity with their larger competitors.

Avatar Energy, Nevada was incorporated in April, 2010, and as such, does not have financial data or credit references to provide as yet. To support the loan, our farmer will make a 20% deposit of the digester cost. Avatar will apply for specified energy property credits under Section 1603 of the American Recovery and Reinvestment Tax Act of 2009 which will provide an additional 30% of the digester cost. Additionally, the farmer will make monthly lease payments on the digester. Avatar's parent company, FarSight, will guarantee the remainder of the loan based on digester sales for Avatar Energy (see attached). Please refer to Avatar Energy's Projected Five Year Financial Summary attached.

Again, our thanks for considering Avatar Energy Nevada for the Revolving Loan.

Sincerely,



J. Catherine Brennan, A.B.A.
Chief Financial Officer