

## Letter Confirmation and Working Appointments

(Additional to the current agreements between parties)

- **Step 1**: As of January 31, 2023, the balance of the loan due of 2.5 million EURO is transferred from AVEX (611890) over to Avila Energy Corporation (CSE: VIK) as well as the equity stake in Micro Turbine Technology B.V. (MTT) upon conversion of the loan payments as per the terms of the agreements.
- **Step 2**: As of January 31, 2023, all the agreements between MTT and AVEX (611890) are transferred to Avila Energy Corporation (CSE: VIK) and after this transfer AVEX (611890) is released from all the agreements, i.e., the Shareholders Agreement, the Subordinated Convertible Loan Agreement and the License Agreement, all these agreements agreed and signed between parties on March 22<sup>nd</sup>, 2022.
- **Step 3**: As of January 31, 2023, MTT releases AVEX (611890) from the obligation of paying the 2.5 million EURO that remains from the 5.0 million EURO loan. At the same time, this obligation to pay 2.5 million EURO is assigned to and accepted by Avila Energy Corporation (CSE: VIK).
- **Step 4**: As of January 31, 2023, Avila Energy Corporation (CSE: VIK) requests that MTT converts the payments of 2.5 million EURO into equity of MTT. Avila Energy Corporation will then record the 2.5 million EURO in their financials as an investment in MTT as per IFRS IAS 28 using the equity method.
- **Step 5**: MTT releases the license from Escrow with conditions that will remain until the balance of the loan of 2.5 million Euro is paid to MTT by Avila Energy Corporation (CSE: VIK) as per the terms of the agreements. The conditions that will remain are (but not limited to) the following:
  - MTT shall not share manufacturing information with Avila Energy Corporation or its affiliates.
  - MTT shall not share the drawings to manufacture the EnerTwin with Avila Energy Corporation.
  - MTT shall allow Avila Energy Corporation's Management to observe the operations and manufacturing of the EnerTwin.
  - MTT shall allow Avila Energy Corporation to pre-sell the EnerTwin





Agreed and accepted by and between:

Micro Turbine Technology B.V. (MTT)

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Name: Willy Ahout

**Chief Executive Officer** 

Avila Energy Corporation (CSE: VIK)

Name: Leonard Van Betuw

Chief Executive Officer

Avex Energy Inc. (611890)



Name: Leonard Van Betuw

Chief Executive Officer