



August 20, 2021

Via E-mail (Katie.Carlson@umb.com)

UMB Bank, N.A., as Trustee
120 South 6th Street, Suite 1400
Minneapolis, Minnesota 55402
Attention: Corporate Trust

PureCycle: Ohio LLC
5950 Hazeltine National Drive, Suite 650
Orlando, Florida 32822
Attention: Michael Otworth

**Subject: Southern Ohio Port Authority
Exempt Facility Revenue Bonds (PureCycle Project), Tax-Exempt Series 2020A
Subordinate Exempt Facility Revenue Bonds (PureCycle Project), Tax-Exempt Series
2020B and Taxable Series 2020C
PureCycle Polypropylene Phase II Project
July 2021 Project Status Report**

Dear Ladies and Gentlemen:

Attached is the Construction Monitor's Project Status Report (the "Report") for the PureCycle Polypropylene Phase II Project (the "Project") for the period ending July 31, 2021 (the "Relevant Period"), being delivered to you by Leidos Engineering, LLC ("Leidos"), as Construction Monitor ("CM").

Our review of the data made available to us by PureCycle Ohio LLC (the "Owner"), Denham-Blythe Company (the "Denham-Blythe") and other equipment suppliers and contractors working on the Project for the Owner was performed within the scope and terms of a Professional Services Agreement ("PSA"), dated as of May 9, 2017, between Leidos and PureCycle Technologies, LLC. On October 1, 2020, UMB Bank, N.A. as trustee (the "Trustee") under the Indenture of Trust issued by the Southern Ohio Port Authority for Exempt Facility Revenue Bonds (PureCycle Project), Tax-Exempt Series 2020A, Subordinate Exempt Facility Revenue Bonds (PureCycle Project), Tax-Exempt Series 2020B and Subordinate Exempt Facility Revenue Bonds (PureCycle Project), Taxable Series 2020C dated October 1, 2020 (the "Indenture") entered into a Consent and Agreement with Leidos outlining the terms and conditions of the Trustee's use of the reports, certificates and other work products issued by Leidos. This Report is solely for the information of and assistance to the Trustee in connection with its review of the Project and is not to be used, circulated, quoted or otherwise referred to for any other purpose. The Independent Engineer disclaims any obligation to update this Report. This Report is not intended to, and may not be construed to benefit any party other than the Trustee and the Bondholders (as defined in the Indenture).

To the extent that it has been practical to do so, we have verified the status of the work performed by the Owner, Denham-Blythe and the major equipment suppliers and nothing has come to our attention during the review and observation that should cause us to believe that the progress made through the Relevant Period was not commensurate with Project objectives.

The next monthly Project review meeting is scheduled for September 16, 2021 at the PureCycle office in Ironton, Ohio. If you have any questions regarding this Report, or other aspects of the Project, please contact me by phone at 508.935.1606 or via email at Nicholas.Drobot@leidos.com.

Sincerely,

LEIDOS ENGINEERING, LLC



Nicholas Drobot
Construction Manager

ND/KMN

Attachment

Ec: Karen Napoli, James (Jim) Newell – Leidos Engineering, LLC



Leidos Engineering, LLC (“Leidos” or “we”), in its capacity as the Construction Monitor (“CM”) reviewed the progress of engineering, procurement and construction of the PureCycle Polypropylene Phase II Project (the “Project”) including: monthly reports from the Denham-Blythe Company (the “Denham-Blythe”), the engineering, procurement and construction (“EPC”) contractor for the Outside Battery Limits (“OSBL”), including utilities and product storage under the Construction Contract dated October 7, 2020 (the “EPC Contract”) and progress information from the Inside Battery Limits (“ISBL”) and OSBL major equipment suppliers. Additionally, we held discussions with the Owner’s management relative to the status of the Project to review the progress for the period ending July 31, 2021 (the “Relevant Period”). We visited the Project job site in Ironton, Ohio on August 12, 2021 and participated in a progress meeting held at the PureCycle office near the Project site in Ironton, Ohio. Terms used in this Project Status Report (“Report”) without definition shall have the meaning ascribed thereto in the Credit Agreement or the EPC Contract.

Project Technical Description

The Project will be a waste polypropylene processing facility under development by the Owner and sponsored by PureCycle Technologies, LLC (the “Sponsor” or “PCT”). The Project will be located on 26 acres of land in Ironton, Lawrence County (the County”), Ohio (the “Facility Site”). The Facility Site is a former Dow Chemical Company (“Dow”) plant site. The Facility Site land was previously donated by Dow to the Lawrence Economic Development Corporation (“LEDC”) and includes three existing buildings (Building 504, Building 507, and Building 509) totaling 150,000 square feet that will be reused for raw material delivery, processing, and storage, and for utility equipment. An affiliate of the Owner purchased the land from the LEDC, and the affiliate sold the land to the Owner for use as the Facility Site.

The Owner has contracted with a construction company to provide construction program management services (“Owner’s Construction Manager”). The Owner’s Construction Manager will assist the Owner with scope coordination, contract management, quality assurance, procurement, and oversight of the schedule and budget, from design through construction, commissioning, and start-up of the Project.

The Phase II Facility will utilize a technology (the “PCT Technology”) licensed to the Sponsor and being implemented in a phased approach. “Phase I” refers to a pilot-scale Feedstock Evaluation Unit (“FEU”) with a capacity of 10 pounds (“lb”) per hour which was constructed by the Sponsor and entered operations in 2019. “Phase II” refers to the Project which is the commercial-scale facility that is being designed to process nominally 182 tons per day (“TPD”) of waste polypropylene. Both Phase I and Phase II are located at the Facility Site. The polypropylene recycling process will produce pellets to be sold as Ultra Pure Recycled Polypropylene (“UPRP”), the final product. The UPRP pellets will be conveyed to storage silos or rail cars for sale. For the purposes of this Report, the Project refers to the Phase II commercial-scale project.

The buildings provided by Denham-Blythe include a guardhouse/truck scale house, a Control Room, a Finished Product Processing Building/Control Room, and limited restoration of the existing Building 504, Building 507, and Building 509 (the Utility Building). The Maintenance Building will be part of one of the existing buildings.

Electric service for the Phase II Facility will be provided by American Electric Power (“AEP”) at the northeast section of the Facility Site, near the existing Dow Substation. Service will be provided at the sub-transmission level, 69 kilovolts (“kV”). The Phase II Facility will interconnect to an existing gas pipeline owned by TransCanada/Columbia located to the west of the Facility Site. Natural gas is to be supplied by

Constellation NewEnergy – Gas Division, LLC (“Constellation Gas”). Potable and raw water is to be provided by the city of Portsmouth, Ohio municipal water system. The Owner advised that the LEDC is constructing a new water line along County Road (“CR”) 1A to the Facility Site entrance and will be responsible for the acquisition of the required easements/rights-of-way related to potable water line construction. Sanitary sewage, process wastewater, and process area rainwater are to be pre-treated in an on-site plant prior to discharge to the County’s publicly-owned treatment works (“POTW”).

The financing of the Project was provided under an Indenture of Trust issued by the Southern Ohio Port Authority for Exempt Facility Revenue Bonds (PureCycle Project), Tax-Exempt Series 2020A, Subordinate Exempt Facility Revenue Bonds (PureCycle Project), Tax-Exempt Series 2020B and Subordinate Exempt Facility Revenue Bonds (PureCycle Project), Taxable Series 2020C, dated October 1, 2020 (the “Indenture”) with UMB Bank, N.A. as trustee (the “Trustee”) under the Indenture.

Summary

During the progress meeting noted above, the Owner’s Construction Manager and Denham-Blythe presented detailed updates highlighting the progress of EPC contractor activities under the Construction Contract. The Owner also reported on progress with regard to the ISBL equipment supply contract and the PureCycle-supplied OSBL equipment.

The Project was reported to be materially on schedule and the Owner’s Construction Manager reported that the overall progress is 26.3 percent complete as compared to a re-baselined plan of 27.2 percent complete. As previously reported, the Denham-Blythe and major equipment supplier’s engineering effort commenced with the issuance of a Notice to Proceed (“NTP”) to all parties in October 2020. During the Relevant Period, the engineering activities included the development of building piping layouts and general layouts as well as building structural design. Rail spur and rail load-out building design continued as did the development of the ISBL 3D model. Engineering activities also continued for the wastewater pretreatment system, flare header and knockout drums, final product conveyance and degassing structural design. Dust hazard analysis for the material handling systems continued. Procurement activities continued with the issue of a request for proposals for the wastewater pretreatment system as well as the monitoring of delivery schedules for all major equipment. Construction activities by Denham-Blythe continued with painting of the structural steel and rough-in of piping and electrical in the existing buildings. Installation of under-slab piping continued as did installation of office partition framing. Installation of the Building 504 roofing was nearing completion and installation of major equipment foundations in existing buildings continued. Installation of underground fire protection continued as did installation of the stormwater drainage system. In summary, the Project appears to be materially on schedule and within budget.

The Owner continued to report that the required activities to support the PureCycle-supplied OSBL equipment continued materially on schedule to ensure timely coordination with ISBL and OSBL design. Deliveries of equipment continued during the Relevant Period.

During the Relevant Period there were no Occupational Safety and Health Administration (“OSHA”) recordable safety incidents reported. No reportable environmental incidents were reported at the Project Site during the Relevant Period.

Project Status

The Owner's Construction Manager reported the actual and planned schedule progress percentage complete for engineering, procurement and construction activities. We note that a new baseline schedule was established at the end of June 2021. The schedule progress is shown in Table 1.

Table 1
Completion Progress – PureCycle Polypropylene Phase II Project ⁽¹⁾

Project Phase	Cumulative Through July 2021 Planned % ⁽²⁾	Cumulative Through July 2021 Actual %	Cumulative Through June 2021 Actual %
Engineering	66.3	61.5	56.6
Procurement	23.3	23.6	18.4
Construction	18.1	17.0	10.9
Start-Up	0.0	0.0	0.0
Weighted Total	27.2	26.3	21.2

1) All progress is shown in percent ("%") unless noted.

2) The "planned" percentage complete represents the re-baseline established in June 2021 maintaining the contractual dates.

EPC Contract Activities

EPC Contract activities reported by the Owner, the Owner's Construction Manager, Denham-Blythe and major equipment suppliers included engineering, procurement and construction activities as described herein.

Engineering

Overall, the Owner's Construction Manager reported that 61.5 percent of the engineering and design effort was completed against a planned 66.3 percent of the new baseline plan. The Owner reported that detailed engineering coordination meetings are continuing, as required, with Denham-Blythe, the ISBL equipment supplier and the OSBL equipment supplier. Denham-Blythe, the major equipment suppliers and the Owner continued to coordinate information exchanges specific to material handling interfaces with the ISBL systems.

ISBL, OSBL and major equipment engineering activities through the Relevant Period include, but are not limited to, the following:

- Continued development of site utilities;
- Continued site material conveyance supports design;
- Continued utility building piping and general layout;
- Continued design and coordination for the rail spur;
- Continued coordination of engineering for Buildings 504 and 509 mechanical, electrical and piping;
- Continued engineering for "E-House" No. 3 for Building 610;
- Continued the risk-based structural design modifications for Building 509, Building 620 and common buildings;
- Continued process building layout;
- Continued layout of common building floor plan;

- Continued rail spur and rail load-out building design;
- Continued development of the ISBL 3D model;
- Continued ISBL pipe stress analysis;
- Continued development of design drawings for long lead and non-long lead ISBL modules;
- Continued ISBL foundation design;
- Continued Building 610 and Building 620 structural design;
- Continued engineering of wastewater pre-treatment system ("WWPTS");
- Continued the design of sanitary sewer collection, domestic water distribution and natural gas distribution utility systems;
- Continued engineering of flare header and knockout drums;
- Completed engineering of final product conveyance; and
- Completed degassing structural design.

Our review of engineering activities indicates progress materially in support of Project objectives.

Procurement

Overall, the Owner's Construction Manager reported that 23.3 percent of the procurement effort was completed against a planned 23.6 percent of the new baseline plan.

ISBL, OSBL and major equipment engineering activities through the Relevant Period include, but are not limited to, the following:

- Issued requests for proposals for the WWPTS and commons building;
- Continued monitoring of long lead substation equipment delivery schedule;
- Continued to monitor timing of vendor engineering submittals;
- Continued to accept deliveries of equipment; and
- Continued ISBL supplier and sub-vendor information exchange.

We note that the delivery of long lead electrical equipment for the substation and interconnection is scheduled for December 2021.

Construction

Overall, the Owner's Construction Manager reported that 17.0 percent of the construction effort was completed against a planned 18.1 percent of the new baseline plan. Denham-Blythe construction activities through the Relevant Period include, but are not limited to, the following:

- Completed installation of roof "bump up" structural steel;
- Completed Building 504 siding repairs and installation;
- Completed rough-in of fire protection and under-slab piping in Building 504 office area;
- Completed Building 507 painting and continued Building 504 painting;
- Continued rough-in of fire protection and electrical in Building 507;
- Continued installation of Building 504 roofing;
- Commenced installation of Building 504 equipment foundations;

- Continued installation of Building 504 and Building 507 office wall framing;
- Continued rough-in of Building 504 heating, ventilating and air-conditioning ("HVAC");
- Continued installation of domestic water site utilities;
- Continued installation of Building 509 masonry partition walls;
- Completed Building 509 concrete demolition;
- Commenced installation of Building 509 ramp;
- Commenced installation of Building 509 "E-House" No. 2 foundation;
- Commenced Building 509 painting;
- Completed installation of sub-ballast between rail spur and right-of-way;
- Completed installation of tracks and ties to rail load out building;
- Commenced installation of site sanitary sewer; and
- Continued installation of stormwater drainage system.

Our review of the construction activities indicates progress materially in support of Project objectives. As previously reported, Denham-Blythe reported that the redesign of the process building has affected the critical path. The Owner is currently working with Denham-Blythe to confirm the impacts, if any, to the critical path or the completion date.

Owner Activities, Off-Site and Interconnection Projects

The Owner's Construction Manager and the Owner provided updates covering the Owner's responsibilities and offsite and interconnection project activities on the Project. As of the end of the Relevant Period, the Owner reported that all permits required for the current phase of construction are in place and that permitting activities for the upcoming phases of the Project were progressing materially as planned. Work is progressing on obtaining the remaining permits. As previously reported, a tracking procedure has been implemented and is being tracked for schedule compliance.

ISBL Equipment Supply

As previously reported, the procurement process has begun and several schedule critical supply and fabrication subcontracts were awarded, including but not limited to, high-pressure vessels and extruders. Review of ISBL equipment supplier's drawings continued. Required interface coordination continued for the extruder and material handling as well for the flare, knock-out drum and vent relief design. Placement of purchase orders to sub-suppliers for material and equipment continued. The Owner reported that progress was materially on schedule.

Pre-processing Equipment Supply

As previously reported, the pre-processing equipment supplier's initial engineering kickoff meeting was held on October 14, 2020. The pre-processing equipment supplier continued with engineering and design activities and development of detailed equipment drawings and operations and maintenance ("O&M") manuals. Procurement of material for the wash line continued.

Material Handling Equipment Supply

As previously reported, the material handling equipment supplier's initial engineering kickoff meeting was held on October 15, 2020. The material handling equipment supplier continued with the development of their portion of the rail load out system, the development of the finished material handling and ISBL waste streams, coordination with extrusion equipment in Building 610 and the fabrication of the raw material handling and storage systems. The dust hazard analysis for Building 504 and Building 610 continued. As reported previously, the first feedstock silo was delivered.

Degassing Equipment Supply

As previously reported, the degassing equipment supplier's initial engineering kickoff meeting was held on October 12, 2020. As previously reported, the degassing equipment supplier reported that engineering was complete and that procurement of material and fabrication was in progress. Equipment deliveries were scheduled to commence shortly.

Interconnections

The Owner previously reported that the natural gas line to the Facility was installed. Installation of the metering related foundations was completed, the gas metering skid was set and installation of "point-of-distribution" items continued.

As previously reported, the kick-off meeting with AEP was held on January 12, 2021 and regular progress meetings continue. Ordering of long lead substation equipment was completed. The Owner previously reported that construction was scheduled to commence in November 2021 and be completed in March 2022.

The wastewater tie-in to the County system effort continued during the Relevant Period with the coordination of OSBL site connections. Installation of the pipeline along the County road continued. As previously reported, the selected contractor confirmed a December 2021 installation completion schedule.

Start-Up, Commissioning and Operations

The Owner reported that activities in support of start-up and commissioning of the Project were not scheduled to commence.

The plant manager continued planning for the hiring of plant personnel and has established the required level of personnel as well as their duties. The training program and manuals are in development. As previously noted, a number of plant personnel positions will be filled by specific current Owner personnel. Hiring of the remaining plant personnel is scheduled to commence in late 2021.

Safety/Environmental/Permits

Safety and Environmental

The following items were reported through the Relevant Period:

- During the Relevant Period, the Owner's Construction Manager and Denham-Blythe reported there were no OSHA recordable incidents and no lost time incidents. Since the commencement of work at the Project Site, there was one recordable incident and no lost time incidents.
- The Owner reported that there were 13,270 manhours worked during the Relevant Period and 59,500 cumulative manhours worked through the end of the Relevant Period.

The Owner reported that COVID-19 trends continued to be monitored and that policies have been modified to reflect current CDC guidelines. To date, there have been no reported cases of COVID-19 on the construction site.

Permitting

Denham-Blythe continued to work with the Owner to secure the appropriate permits, certificates, notifications and approvals necessary to support the then-current phases of construction at the Project Site. Denham-Blythe is providing support to ensure overall compliance with applicable laws, regulations, permits and approvals.

The Owner and EPC Contractor reported that the following permitting activities were completed or continued through the Relevant Period:

- Continued to implement and monitor the stormwater pollution prevention plan ("SWPPP") at the Facility Site;
- Completed preparation and submitted the remaining two of four resubmittals for the air permit modifications for the entire site;
- Submitted information for the WWPTS permit-to-install;
- Submitted information for Building 620 permit; and
- Continued working on the building permits and obtaining those permits required for the current phase of construction. As previously reported, Denham-Blythe finalized the SWPPP plan for construction. The SWPPP plan identified the Best Management Practices ("BMPs") that were to be installed prior to disturbing the Facility Site. These BMPs will be maintained until the SWPPP permit is closed.

The Owner reported that all necessary permits required for the current construction activities have been or are being secured. The Owner also reported that the required activities for the air permit modifications are in progress and are on schedule. The modifications are associated with material handling and purification.

Quality Assurance

As previously reported, Denham-Blythe, in cooperation with the Owner, developed a detailed quality surveillance plan for the Project which will be updated, as required, to address any additional quality surveillance required for the then-current phase of construction. As part of the execution of the Project, each supplier and contractor is required to submit a copy of their quality control plans to the Owner.

During the Relevant Period, the Owner reported no material quality assurance issues. Denham-Blythe reported that the required compaction testing of subgrade installation and backfilling continued as did the concrete sampling and gathering of test cylinders. Inspection of masonry installation was also being performed.

Schedule

Table 2 displays key Project milestone dates. There were no key Project milestone achieved or scheduled to be achieved during the Relevant Period.

Table 2
Key Project Milestone Dates ⁽¹⁾

Key Event	Planned Date ⁽¹⁾	Forecasted/ Actual Date ^{(2) (3)}
ISBL Equipment Supplier Delivery Schedule		
Stair and Pipe Rack Modules Arrive at Site	December 13, 2021	December 14, 2021
Non-Long Lead Vessel Modules Arrive at Site	May 12, 2022	May 17, 2022
Long Lead Vessel Modules Arrive at Site	June 1, 2022	July 19, 2022
Packaged and Ship Loose Equip. Arrive at Site	June 22, 2022	June 27, 2022
Construction Contract Schedule		
Issue OSBL Major Equip. Purchase Orders	October 7, 2020	October 7, 2020 (A)
OSBL Construction Start	November 30, 2020	November 30, 2020 (A)
Start Initial Earthwork (Mass Grading)	January 7, 2021	January 15, 2021 (A)
Start Site Utilities – Natural Gas, Water, Sewer	February 11, 2021	April 28, 2021 (A)
Start Degassing Equipment Installation	January 10, 2022	October 19, 2021
Start Raw Material Handling Equip. Installation	September 2, 2021	July 6, 2021
Start Finished Material Handling Equip. Installation	October 20, 2021	November 12, 2021
OSBL Mechanical Completion – Phase A	January 10, 2022	January 10, 2022
OSBL Substantial Completion – Phase A	February 11, 2022	January 31, 2022
Start Packaged Equipment Module Setting	June 27, 2022	June 27, 2022
All Modules Set and Leveled	August 4, 2022	July 21, 2022
OSBL Mechanical Completion – Phase B	July 14, 2022	July 1, 2022
OSBL Substantial Completion – Phase B	July 21, 2022	July 21, 2022
All Modules Installed and Interconnected	August 31, 2022	September 5, 2022
Detail ISBL Integration with OSBL Complete	August 31, 2022	September 5, 2022
Strat Hot Commissioning	September 11, 2022	September 14, 2022
OSBL Mechanical Completion – Phase C	September 11, 2022	September 16, 2022
OSBL Substantial Completion – Phase C	November 26, 2022	November 29, 2022
ISBL Mechanical Completion	October 17, 2022	October 22, 2022
Start Performance Testing	November 20, 2022	November 24, 2022
Commercial Plant Producing Final Product	December 1, 2022	December 1, 2022

1) Original baseline dates.

2) An (A) after a date indicates an actual date or completed activity.

3) From April 2021 Monthly Construction Schedule

As mentioned above, a new baseline schedule was established at the end of June 2021 maintaining the contractual dates. The confirmed July 2021 schedule was received subsequent to our August 12, 2021 visit and modifications to the dates in Table 2, if any, based on this schedule and the new baseline schedule will be incorporated in the next issue of the Report. The Owner and Denham-Blythe reported that the Project's summary critical path is through ISBL design, procurement, delivery, installation, commissioning, and start-up. The Owner also reported that, to date, there has been no material variance to the critical path from the original contract schedule.

Change Orders

There were several change orders ("COs") approved or finalized by the Owner with Denham-Blythe or major equipment suppliers during the Relevant Period. Table 3 shows approved COs under the EPC Contract and major equipment supply contracts through the end of the Relevant Period. The total out-of-scope cost approved and pending under the EPC Contract and major equipment supply contracts as of the end of the Relevant Period was approximately \$11,030,194.

Table 3
Construction Contract Approved and Pending Change Orders

Item No.	Contract/Area	Cost Impact	Schedule Impact	Status
1	Total ISBL Equipment Supply ⁽¹⁾	\$ 2,376,211	None	Approved
2	Total EPC Contract ⁽¹⁾	7,740,351	None	Approved
3	Material Handling	754,286	None	Pending
4	Pre-processing Equipment ⁽²⁾	152,823	None	Pending
5	Degassing Equipment Contract ^{(1) (2)}	6,523	None	Approved
	Total	\$11,030,194		

1) Various COs.

2) Approximate conversion from Euros.

Summary of Cost and Contingency

Subsequent to the Relevant Period, the Borrower submitted the Borrower's Requisition for Payment Certificate dated August 18, 2021 (the "Construction Requisition") covering work completed during July 2021.

The budget and expenditures, as presented by the Owner are:

Table 4
Facility ⁽¹⁾ Budget and Expenditures through the Relevant Period

Cost Category	Facility Budget ⁽¹⁾	Payments Made to Date	Pending ⁽²⁾	Remaining Budget
Development Costs ⁽³⁾	\$ 55,735,603	\$ 55,735,603		\$ 0
Financing Costs	99,809,918	33,929,374		66,479,944
Capitalized Interest Reserve ⁽⁴⁾	55,723,700	11,948,446		43,775,254
Debt Service Reserve ⁽⁵⁾	20,987,800			20,987,800
Letter of Credit ⁽⁶⁾	1,830,00	2,110,000		(280,000)
Cost of Issuance ⁽⁷⁾	21,268,418	19,271,528		1,996,890
Facility Costs ⁽⁸⁾	<u>242,079,604</u>	<u>83,843,327</u>	<u>2,185,689</u>	<u>158,050,588</u>
Total	\$397,625,125	\$170,908,904	\$ 2,185,689	\$223,530,532

1) The production facility located in Ironton, Ohio and referred to by PCT as "Plant 1".

2) Current Requisition.

3) Development Costs include: cost to construct the FEU, land purchases and other development related expenses.

4) Capitalized Interest Required Reserve represents future interest payments through December 1, 2023.

5) Debt Service Required Reserve represents a portion of debt service required to be in reserve.

6) Letter of Credit ("LOC") is related to an LOC for the Facility and is included in restricted cash on the PCT balance sheet. The current LOC is \$2,110,000 with a currently estimated spending of \$280,000 of full amount.

7) Cost of Issuance represents remaining reimbursable costs for engineering reviews, legal fees, etc.

8) Facility Costs include: engineering, procurement of certain materials, construction costs, program management, inspections and testing and other various required elements for cost to complete the Facility.

We note that the total Facility budget includes \$21,153,011 of construction contingency. Cumulative Project expenditures reported by the Borrower (including the Construction Requisition above) were \$173,094,594. Through the Relevant Period, net allocation of contingency and allowances was reported to be \$6,710,189. We note that, although this amount was allocated, the funding of contingency remains at the required \$21,153,011 level.

Miscellaneous

None at this time.

Areas of Concern

None at this time.

Photographs

Photographs included in Attachment 1 were taken on August 12, 2021.

Attachment 1: Photographs

Figure 1: Completion of Painting of Building 504 Structural Steel

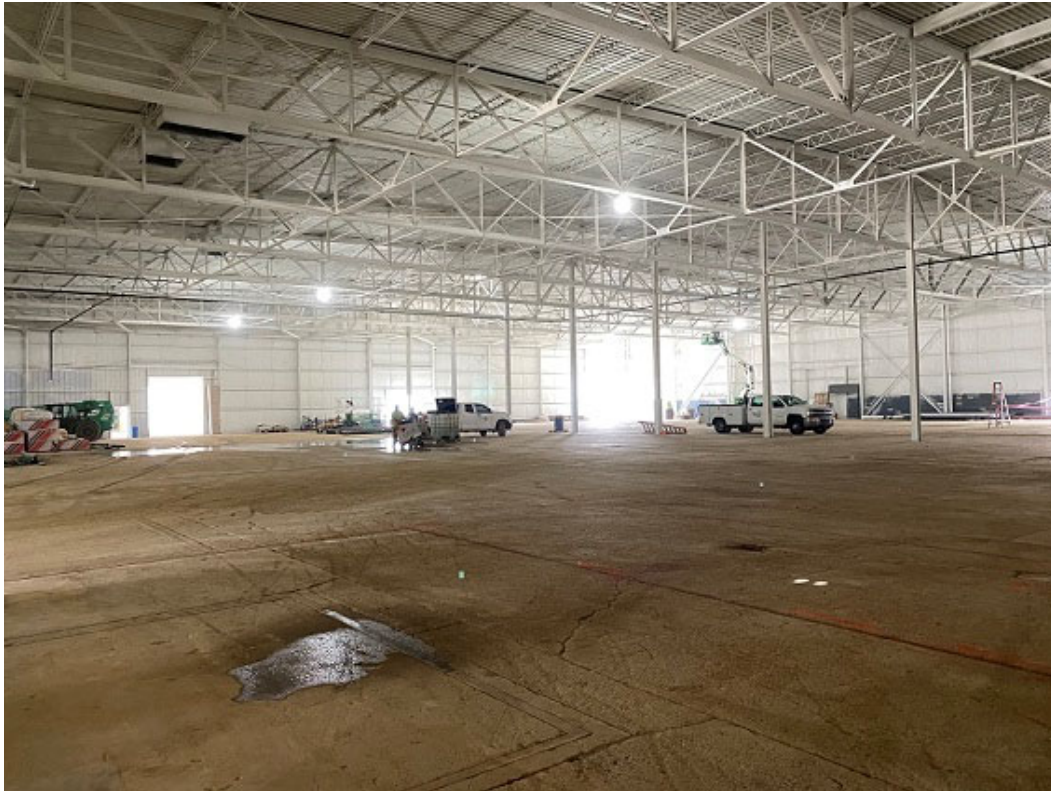


Figure 2: Installation of Partition Framing in Building 504

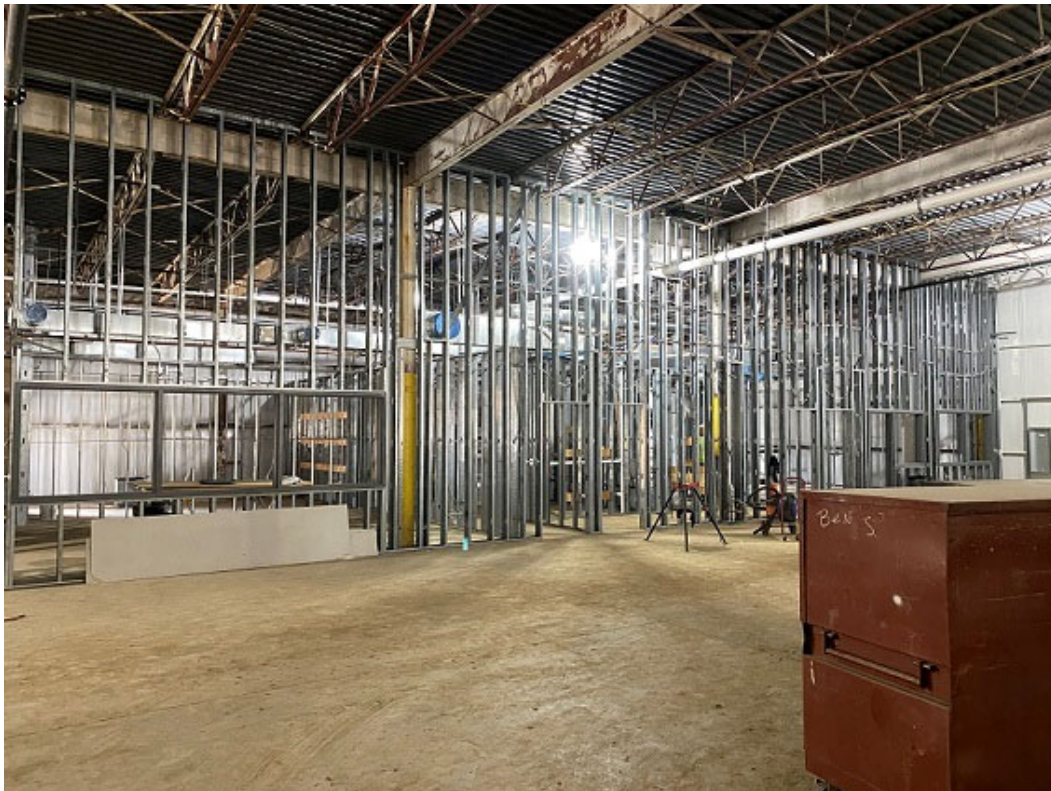


Figure 3: Receipt of Equipment Deliveries



Figure 4: Installation of Building 509 Ramp

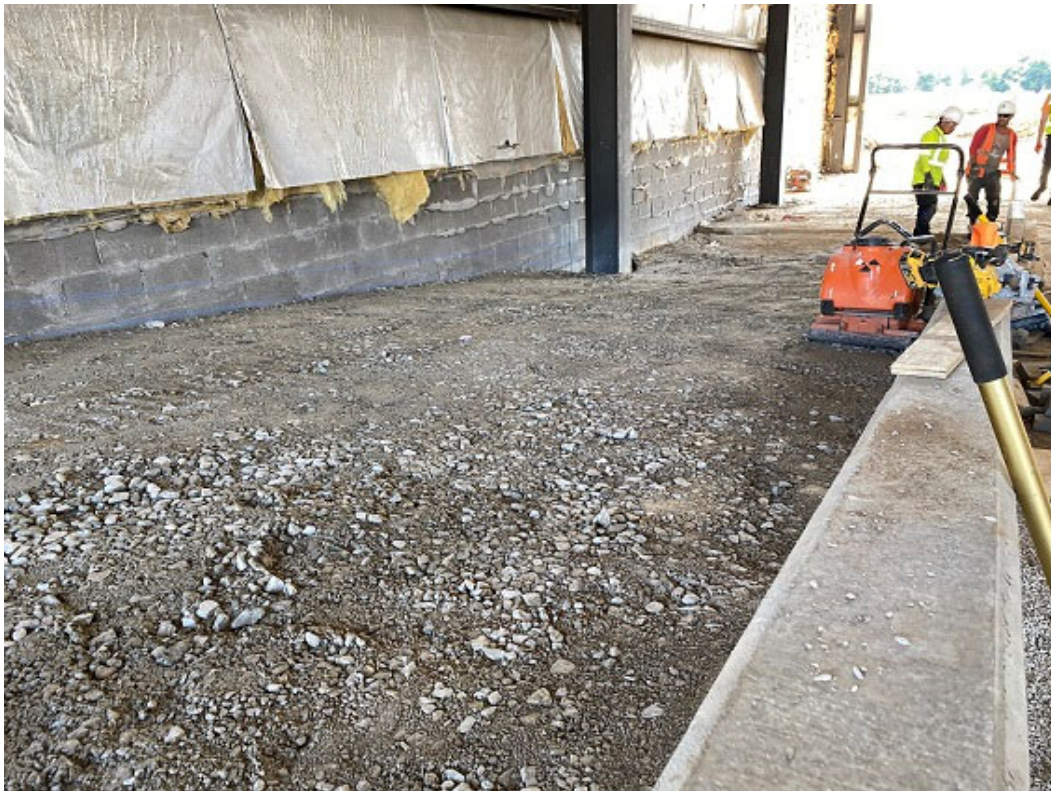


Figure 5: Future Process Building Area Graded and Stabilized



Figure 6: Laying of Rail Spur Track

