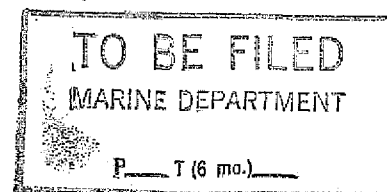


EXXON COMPANY, U.S.A.

POST OFFICE BOX 1512 · HOUSTON, TEXAS 77001 "STANSHIP HOUSTON"



MARINE DEPARTMENT

F. AMES SMITH
OPERATIONS MANAGER

L. H. EARLE
PORT OPERATIONS MANAGER

A. D. MOOKHOEK
OCEAN OPERATIONS MANAGER

May 25, 1977

EXXON HOUSTON
Shipyard Repairs

Mr. G. Guy Via, Jr.
Ship Repair Office
Newport News Shipbuilding
4101 Washington Avenue
Newport News, Virginia 23607

Dear Guy,

The EXXON HOUSTON is nominated for ship repairs under the terms of our October 1, 1973 contract. The vessel is currently expected to arrive in the yard on or about June 2, 1977. We will keep you advised of any changes to this schedule.

The work to be accomplished includes ABS Special Survey, U. S. C. G. Biennial Inspection, drydocking, West Coast modifications, repairs and betterments which are described in detail in the attached specifications. We request your early preparation of the estimated material costs and man-hours for completing the work described in each item on these specifications. We would appreciate receipt of this itemized estimate as soon as possible. Please indicate the item(s) considered to be the controlling jobs, the amount of overtime necessary to expedite delivery by working overtime on the controlling jobs, and the amount of time which would be saved by authorizing overtime on this basis.

It is understood that the straight time billing rate for these repairs is \$13.00 per hour. For purposes of Article III of our contract, the forecast worth of the vessel is ATRS + 100% which equates to \$20,000 per day. Please indicate your agreement with the billing rate and the vessel's value by signing and returning one copy of this letter.

Very truly yours,

Harvey J. Borgen
Repair Superintendent

HJB:vl

Attachment

cc: Mr. R. E. Gordon (w/o attachment)
Mr. L. A. Hanft " "
Mr. E. J. Worrel

G. Guy Via, Jr.