

PITCH DECK
FOR
PHASE ONE (\$2,000,000,000.00)
OF
IDFS, INC., \$6,700,000,000.00
PROPOSED POWER PROJECTS
IN THE TEXAS URBAN TRIANGLE OF TEXAS



PITCH DECK
TEXAS INTEGRATED POWER, INC.
US \$2,000,000,000.00

This **Pitch Deck** consists of portion of the Executive Summary for the Power Project in Matagorda County and is to be used for **Private Placement** only. We are seeking funding in the amount of **\$6,700,000,000.00 (Six Billion, seven hundred million Dollars American)** for a total of five energy production facilities with a minimum production capability of **Three Gigawatts (Three thousand Megawatts)**. The **Green/Sustainable** portions of this overall project shall consist of the following:

- Design, permit and build a Solar Farms in South Texas
- Convert 2.4 Gigawatts of existing coal-fired power plants to low carbon emitting natural gas
- Developing a synchronization and phase balancing technology to allow more wind and solar energy on the Texas Grid.

Phase One: Independent Power Producer:

We are seeking funding in the amount of **\$2,000,000,000.00 (Two Billion Dollars American)** for the first phase of the project.

- The Two Billion will be deposited into an Investment Account which has been created at JPMorgan-CHASE in New York.
- The Investment Account is in the corporate name of **IDFS, Inc.**
- The minimum **ROI** on the account will be 5%
- The money will not be spent. The money will be used only as proof of funds
- for the acquisition of Utility Bonds which have been authorized by the State of Texas, through Proposition 7. These Bonds are to be used to increase the electrical production on the Texas Grid and will be available for our Matagorda Power Project.
- The Bonds issued by the State will be monetized by **Invesco and Oppenheimer Funds** to fund the construction of the first power plant in Matagorda County

The **Project** shall consist of:

- The creation of an Independent Power Producer (IDFS, Inc.) in the State of Texas
- Acquisition of the subject property in Matagorda County
- the Engineering, Procurement, Construction and start-up of two **FRAME-7FA**, 171 MWe, natural gas fired turbine combined with a single heat recovery unit (**HRSG**) for a combined production of 600MWe of power to be tied to the grid in the vicinity of the **South Texas Nuclear Power Plant** located in Matagorda County, Texas.

FINANCIALS

- 600 MWe, Natural-Gas fired, attached to a proper, existing node to the Texas Grid.
- We project the plant will be operational in the 30th month after the initial funding.
- **Gross Income** from 600MWe power plant on the Grid at today's price of five and a half cents per kilowatt hr. of production, at baseload or 720 hours per month is:
 - 600,000 Kwe-hr. x .055/Kwe-hr = \$33,000.00 per hr. of production
 - \$33,000.00 per Hr x 720 hrs per month = \$23,760,000.00 per month.
- **Net Income:** In the first five years of operations the majority of the operating expenses will be related to the cost of natural gas. We can therefore set the maximum operating cost at \$0.022 per KWe-hr. This cost figure leaves us with \$0.033 per Kwe-hr of net Income (This translates to \$33.00 per megawatt-hr). The net monthly income after expenses will be:
 - \$23,760,000.00 per month x .66 = \$15,681,600.00 per month
 - \$15,681,600.00 per month x 12 months = \$188,179,200.00 per year.
 - \$188,179,200.00 / \$2,000,000,000.00 = .094%

Exit Strategy

1. Valuation:

a. Cash Flow Multiplier

The yearly net cash flow from the power plant beginning at the start of the third year: \$188,179,200.00.

Using the net yearly cash flow and a valuation multiplier of seven leads us to a valuation of: **\$188,179,200.00 X 7 = \$1,317,254,400.00**

b. Asset-based Valuation

Each 600MWe power plant in operation for a period of more than three years at the verifiable cash flow shown above can be financed with **GE-Capital** (Providing that we are using GE equipment) for a minimum of **\$800,000,000.00**.