



Level 24 2 Market Street Sydney NSW 2000 Tel: (02) 9250 5000 Fax: (02) 9250 5742

GPO Box 3916 Sydney NSW 2001 www.caltex.com.au

2 July 2015

Mr Edie Robinson Teekay Corporation Suite No. 1778 48 Par-la-Ville Road Hamilton, HM 11 Bermuda

Fax: +1 441 292 3931

Email: Edie.robinson@teekay.com

Dear Sir / Madam

Subject: Charterparty for the Alexander Spirit between Alexander Spirit LLC, Caltex Australia Petroleum Pty Ltd and Teekay Corporation dated 28 August 2009 ("Charterparty")

In accordance with Rider Clause 3.22 of the Charterparty, Caltex requests a change to the crewing nationality matrix of the *Alexander Spirit*. Specifically, Caltex requests that the current crew of the Alexander Spirit be replaced by an international crew.

Following the closure of the BP Bulwer Island Refinery, production from the Caltex Lytton Refinery is now fully placed in the South East Queensland market, and hence there is no longer a need for Caltex to have a dedicated vessel to perform coastal voyages to other ports around Australia.

Caltex has carefully assessed a number of options with regard to the future use of the *Alexander Spirit* for the remaining term of the Charterparty, and determined that the most cost effective option is to deploy the *Alexander Spirit* on international routes (subject to Shelltime 4 clause 4(a) and Rider clause 2.3 of the Charterparty), with an international crew.

Caltex requests that the above change be implemented as soon as is reasonably practicable. Please advise us of the proposed timing and process of implementing this change. Subject to any agreed amendments to the Charterparty as a result of this change, Caltex expects that all existing terms of the Charterparty will continue to be complied with.

Caltex Australia Petroleum Pty Ltd ABN 17 000 032 128

Caltex would like to acknowledge the dedication and commitment of the crew of the Alexander Spirit and I wish to stress that this is purely a commercial decision.

Please let me know if you require further detail on any of these matters.

Yours faithfully

Adam Ritchie

General Manager Supply

cc. Mr David Parmeter, Managing Director

Teekay Shipping (Australia) Pty Ltd

Email: david.parmeter@teekay.com