

STATE OF NEVADA

Department of Conservation & Natural Resources

DIVISION OF ENVIRONMENTAL PROTECTION

Jim Gibbons, Governor

Allen Biaggi, Director

Leo M. Drozdoff, P.E., Administrator

August 16, 2010

Mr. Peter Gunnerman
Advanced Refining Concepts, LLC
6195 Ridgeview Court, Suite F
Reno, NV 89519-6341

Re: Alternative Fuel Designation for GDiesel™ Fuel

Dear Mr. Gunnerman:

The Nevada Division of Environmental Protection (NDEP) has reviewed the application for clean alternative fuel designation submitted by Advanced Refining Concepts, LLC for the GDiesel™ fuel product. NAC 486A.140 requires that to be designated as an alternative fuel, the fuel must (1) reduce the emissions of one or more regulated pollutants compared to the emissions generated by the fuel being replaced, and (2) not cause emissions that exceed the tailpipe emission standards listed in NAC 445B.596.

A further requirement of NAC 486A.140 states that a notice of intent to designate a fuel as an alternative fuel in the program must be published in the newspaper and mailed to interested persons. Public notice of NDEP's intent to designate this fuel has been issued, with the 30-day public notice period having ended on July 19, 2010.

Our review of the test results you submitted, and the public comments we received, finds that the GDiesel™ fuel product meets the requirements of NAC 486A.140. Therefore, under the authority granted to me in NAC 486A.140, I am pleased to designate GDiesel™ as an alternative fuel in Nevada's Alternative Fueled Vehicles in Fleets program. NDEP will announce this designation to the fleets currently in the program. If you have any questions on this action, please call Sigurd Jaunarajs of my staff at (775) 687-9392.

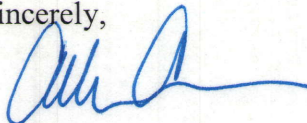


Advanced Refining Concepts, LLC

August 16, 2010

Page 2

Sincerely,



Colleen Cripps, Acting Administrator
Nevada Division of Environmental Protection

CC/srj

cc:

NAC 486A files