

January 11, 2022

Mayor Robert Nelson
City of Bay City
1901 Fifth Street
Bay City, TX 77414

Re: City of Bay City/Tenaris 380 Agreement

Mayor Nelson:

This letter agreement (this “Letter Agreement”) confirms the understanding of the undersigned parties regarding certain matters relating to the Economic Development and Non-Annexation Agreement, dated June 5, 2014, by and between the parties (the “380 Agreement”).

The parties agree as follows:

In 2020 the COVID-19 pandemic created a global, broad-based extraordinary economic event, beyond any control of Tenaris. This economic event was especially severe in the energy sector, and it forced Tenaris to temporarily lower its employment levels in Texas.

This economic event constituted a clear “force majeure” event under the 380 Agreement. Therefore, pursuant to Section 10.1.3 of the 380 Agreement (i) the temporarily lowered number of employment positions reported by Tenaris for 2020 does not constitute an “Act of Default” and (ii) Tenaris is in compliance with its employment requirements for 2020 and no payments to the City of Bay City are triggered under Section 4.6 of the 380 Agreement.

The parties agree further as follows:

There are pending unpaid payments from the City to Tenaris pursuant to Section 5.3 of the 380 Agreement. The parties agree to a revised payment schedule for these payments. The parties agree that further payments required under Section 5.3 attributable to certain calendar years will be made by the City according to the following revised schedule provided that all reporting is provided as required under Section 4.8:

2019 payment: September 30, 2022
2020 payment: September 30, 2023
2021 payment: September 30, 2024
2022 payment: September 30, 2025
2023 payment: September 30, 2026
2024 payment: September 30, 2027
2025 payment: September 30, 2028



2200 West Loop South,
Suite 800
Houston, TX 77027
www.tenaris.com

If the foregoing is acceptable to you, please sign and date this Letter Agreement in the space provided below and return to us.

Sincerely,

MAVERICK TUBE CORPORATION

A handwritten signature in black ink, appearing to be "R. Arrillaga", written over a horizontal line.

Raul Arrillaga, Chief Financial Officer

TENARIS BAY CITY

A handwritten signature in black ink, appearing to be "R. Arrillaga", written over a horizontal line.

Raul Arrillaga, Chief Financial Officer

Agreed to and accepted this ____ day of _____, 2022:

CITY OF BAY CITY

Robert K. Nelson, Mayor

ATTEST:

Jeanna Thompson, City Secretary