

FOR IMMEDIATE RELEASE



**ISLAND ENERGY SERVICES COMPLETES SALE/LEASEBACK
OF FEE SIMPLE LAND AND BUILDINGS AT ELEVEN O‘AHU
TEXACO GAS STATIONS TO FERGUS & COMPANY**

There will be no impact to employees, customers, or retailers at the affected sites

Honolulu, Hawai‘i, (November 2, 2017) – Island Energy Services, LLC announced today that it has completed the sale of the fee simple land and buildings at eleven gas stations to Fergus & Company, a Honolulu-based real estate investment company. The parties entered into a sale/leaseback transaction where Fergus & Company purchased the fee simple interest in the land and buildings at the stations and leased the properties back to Island Energy Services in a long-term lease. Trent Thoms of CBRE represented IES in the transaction.

There will be no impact to employees, customers, retailers, or to the safe and reliable operations of the Texaco service stations as a result of this transaction. The terms of the transaction are not being made public.

"The completion of this transaction will allow the continued and long term operation of our Texaco branded service stations, while making additional capital available to reinvest locally to serve our goal of growing a premier energy business in Hawai‘i," said Jon Mauer, President & CEO of Island Energy Services, LLC.

“As a company that is celebrating its one year anniversary, the sale demonstrates that we remain committed to investing in Hawai‘i and continuing to serve our valued customers’ energy needs,” Mauer added.

“The acquisition fits well with our company’s strategy of acquiring well-positioned properties around the state. We are excited to partner with Island Energy Services in this venture,” said Alex Fergus, partner, Fergus & Company.

In November 2016, Island Energy Services, LLC completed the acquisition of Chevron U.S.A. Inc.’s refining, distribution and retail assets located in Hawai‘i. Approximately 80 percent of the stations have recently undergone renovations and transitioned from Chevron with Techron to Texaco with Techron.

Island Energy Services, LLC is an entity locally headquartered and managed in Kapolei, O‘ahu, Hawai‘i. Island Energy Services, LLC is the official licensee of the Texaco brand in Hawai‘i. Through its wholly owned affiliates IES Downstream, LLC and IES Retail, LLC, Island Energy Services, LLC operates assets including a refinery, interest in a network of 56 Texaco retail service stations statewide, four product distribution terminals and related logistical assets. For more information, visit www.islandenergyservices.com and www.texacoinhawaii.com

Fergus & Company is a local real estate investment company with offices in Honolulu and Maui.

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ABOUT ISLAND ENERGY SERVICES, LLC

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