Annex 29

Registration

Scope of the review on
“Daning Coal Mine Methane Power Generation Project in Jincheng City Shanxi Province, China” (1922)

1. The Board agreed to undertake a review of the project activity “Daning Coal Mine Methane Power Generation Project in Jincheng City Shanxi Province, China” (1922).

2. The Board agreed that the scope of the review relating to issues associated with validation requirements shall cover a review to determine:

   (a) the additionality of the project activity through an assessment of:

   i. real actions taken by the PP to secure the CDM status in parallel with the project’s implementation; and

   ii. the appropriateness of the input values used in the investment analysis, in particular the CMM extracted price, the level of the tariff and the O&M costs;

   (b) the application of the methodology, in particular the selection of the baseline scenario, and the elimination of alternative 7 (project implemented by the coalmine), as it appears that the project IRR would be higher than the coal industry benchmark of 15% if no price was to be paid for the CMM extracted.