

**Annex 34****Registration****Scope of the review on****“Chongqing Pengshui Sanjiangkou Hydropower Station” (2839)**

1. The Board agreed to undertake a review of the project activity “Chongqing Pengshui Sanjiangkou Hydropower Station” (2839).
2. The Board agreed that the scope of the review relating to issues associated with validation requirements shall cover a review to determine the additionality of the project activity through an assessment of the suitability of the input values to the investment analysis, in particular:
 - (a) The tariff applied in the investment analysis, 0.236 RMB/kWh excluding VAT (or 0.276 RMB/kWh, including VAT), considering that there are higher tariffs in Chongqing City (such as 0.339 RMB/kWh, including VAT) and as the project IRR crosses the benchmark when such higher tariff is applied to this project activity.
 - (b) The coefficient of effective electricity supply, as when a 100% value is applied in combination with the higher tariff issued in the same region where the project activity is located, the project IRR crosses the benchmark.

Project 2839	EB 52, Annex 34, 12 February 2010	Decision Class: Ruling Document Type: Scope of Review Business Function: Registration
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