

Letter of Approval

Concerning

Project

KMS Power 6 MW Renewable Sources Biomass Power Project

Project Participant

Carbon Asset Services Sweden AB

PREAMBLE

Whereas:

- A. Sweden has ratified the Kyoto Protocol to the United Nations Framework Convention on Climate Change on May 31, 2002.
- B. The Swedish Energy Agency has been appointed Designated National Authority for the Clean Development Mechanism.
- C. KMS Power Private Limited ("Project Entity") owns and is implementing the KMS Power 6 MW Renewable Sources Biomass Power Project ("The Project") which aims at displacing fossil fuel by utilising biomass fuels.
- D. The Project Entity and Carbon Asset Services AB ("The Purchaser") have agreed to the sale and purchase of certified emission reductions generated by the Project.

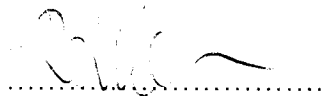
NOW THEREFORE the undersigned as legal and authorized representative of the Government of Sweden declares that:

DECLARATION:

1. Sweden *approves* the Project as Clean Development Mechanism (CDM) project in accordance with Article 12 of the Kyoto Protocol and the relevant rules, decisions, guidelines, modalities, and procedures thereunder and confirms that the participation in the Project is voluntary.
2. Sweden *authorizes* the Purchaser to participate in the Project activity in accordance with the Kyoto Protocol, the Marrakech Accords and the relevant rules, decisions, guidelines, modalities, and procedures thereunder.
3. Sweden *confirms* that public funding is not used for the purchase of Certified Emission Reductions from the Project.

Eskilstuna 2006-10-12

For and on behalf of
The Government of Sweden



Zofia Lublin
Acting Director General
Swedish Energy Agency