



United Nations
Climate Change Secretariat

Nations Unies
Secrétariat de Changements Climatiques

Ms. Anne-Sophie Zirah
Ably Carbon
149 rue Montmartre,
75002 Paris,
France
Sent by e-mail to: anne-sophie.zirah@bionersis.com

Date: 20 December 2011
Reference: 2011-001-S
Direct line: +49 228 815-1687

Re.: Restart of a project with CDM revenues

Dear Ms. Zirah,

Thank you for your letter received on 4 August 2011, which has been made available to the Chair of the Board.

On behalf of the Chair of the Board, I would like to inform you that the term “implementation” in the *Glossary of CDM terms* refers to either the construction or the operation of a project activity. If a project operation started, stopped and then restarted due to consideration of the benefits of the CDM, this can be considered as a restart, if it is demonstrated by means of credible evidence such as cancellation of contracts or revocation of government permits. Project additionality should be demonstrated following the *Guidelines on the assessment of investment analysis*¹ and a DOE shall validate this analysis, in particular, that the input values used in the investment analysis are valid and applicable at the time of the investment decision taken by the project participant (*Guidance 6*); and that the investment analysis reflects the economic decision-making context at point of the decision to recommence the project. Therefore capital costs incurred prior to the revised project activity start date can be reflected as the recoverable value of the assets, which are limited to the potential reuse/resale of tangible assets (*Guidance 7*).

I hope this letter clarifies your concerns.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Andrew Howard'.

Andrew Howard
Secretary to the CDM Executive Board

¹ https://cdm.unfccc.int/Reference/Guidclarif/reg/reg_guid03.pdf