

**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.

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