

**REVIEW OF THE PROJECT ACTIVITY****2.76 MW Grid Connected Renewable Energy Project in Rajasthan
by Kalani Industries (1132)**

At its thirty-sixth meeting the Board agreed to register, subject to satisfactory corrections, the project activity if the DOE (BVC) and the project participant submit a revised PDD and corresponding revised validation report which incorporates a copy of the original of the minutes of the Board meeting from 8 September 2000, and the DOE's validation opinion of this, and provide further explanation of how the IRR has been calculated to be 12.8% if the tariff is determined to provide a return on equity of 16%.

At its fortieth meeting the Board could not register the project activity because the project participant/DOE have failed to substantiate:

- (a) The suitability of the 16% proposed benchmark;
- (b) The consistency of the assumptions listed in the PDD and the assumptions applied in the IRR calculations; and
- (c) At the request for review stage the additionality based on the barriers presented in the original PDD.
