

**Annex 48****Registration****Scope of the review on  
“Sichuan Heishui Zhawo No.1 Hydropower Project” (2909)**

1. The Board agreed to undertake a review of the project activity “Sichuan Heishui Zhawo No.1 Hydropower Project” (2909).

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:

- (a) The suitability of the investment analysis as it is not clear what is the recoverable value (market ‘fair value’) of the ceased hydropower plant according to EB41, Annex45, paragraph 7; and
- (b) The suitability of the tariff applied, 0.22 RMB/kWh (including VAT), in the project IRR calculation considering that there are higher tariffs in Sichuan province (such as 0.37 RMB/kWh, including VAT) and as the project IRR crosses the benchmark when such higher tariff is applied to this project activity.

-----

Project 2909	EB 52, Annex 48, 12 February 2010	<b>Decision Class:</b> Ruling <b>Document Type:</b> Scope of Review <b>Business Function:</b> Registration
-----------------	--------------------------------------	--