

Florianópolis, August 2nd, 2007.

CE DDN-0001/2007

Kai-Uwe Barani SCHMIDT
Secretary to the CDM Executive Board

Re.: Request for review - 0268 Lages Methane Avoidance Project

Dear CDM Representative,

Following the request for review of the CER issuance from Lages Methane Avoidance Project (0268), which were generated from June 1st, 2006 to May 31st, 2007, we present below the Project Entity clarifications to the two reasons presented by the members of the Board to request the review:

1) The information that "In 2007, after a huge crisis, the quantity of wood processed by Sofia decreased significantly. In this situation, the two major suppliers became Batistella and Multiform, the latest considered as part of the spot market." is correct. The higher load factor verified during the monitoring period was due to an increase in the electricity generation of the Project from the generation forecasted on the PDD. This higher load factor has required a higher wood waste consumption and has resulted in higher emission reduction. Since Sofia (which jointly with Batistella was one of the biggest wood waste suppliers for the Project) has passed through a crisis from the end of 2006, this increase in the wood waste consumption required by the Project has been supplied by Multiform and many other spot market suppliers (please note the increase in the number of wood waste suppliers in 2007 in relation to 2006 as presented in the Annex 1 - "Wood Waste by Supplier" of the Monitoring Report).

2) The DNV acting as DOE has indeed provided an inconsistent information about the date of the verification in the section 2 of the Verification/Certification Report.

The correct information is:

Preparations:	22 June 2007
On-site verification:	26 – 27 June 2007
Reporting:	From 02 to 06 July 2007

We are available for any other clarification which could be required by EB or review team and we also inform that the contact person for the review process in case the Executive Board wishes to address questions to him during the consideration of the review at its next meeting is Mr. Gabriel Mann dos Santos (+55 48 3221-7147, gabriel@tractebelenergia.com.br), but please copy Mr. Carlos Alberto de Verney Gothe in all communications (cgothe@tractebelenergia.com.br).

Kind regards,


Carlos Alberto de Verney Gothe
Business Development Manager

cc.: Mr. Einar Telnes - DNV
Mr. Felipe Lacerda Antunes - DNV
Mr. Luis Filipe Tavares - DNV
Mr. Otávio Costa - DNV