



REVIEW OF THE PROJECT ACTIVITY

“GHG Emission Reductions through grid connected high efficiency power generation” (3020)

At its fifty-fifth meeting the Board could not register the project activity “GHG Emission Reductions through grid connected high efficiency power generation” (3020) as the project participant and the DOE (DNV) have failed to substantiate the:

- (i) Additionality of the project activity, in particular, the suitability of the electricity tariff applied by the project participant in the context of the project activity undertaken without CDM as a baseline alternative, as the project participant had not considered a tariff that would enable it to achieve its ROE benchmark and implement the project activity without considering CDM revenues; and
- (ii) Investment barrier, as the dates of the loan agreements with IFC and ADB (according to annexes I & II) are after the project start date and the specific provision cited (as contained in Annex III) does not clearly indicate that the lenders have taken into account the CDM registration of the project activity.
