



REVIEW OF THE PROJECT ACTIVITY

“Hunan Shatian Hydroelectric Project” (2799)

At its fifty-eighth meeting the Board could not register the project activity “Hunan Shatian Hydroelectric Project” (2799), submitted for registration by the DOE (KEMCO) as the DOE has failed to substantiate the additionality of the project activity in line with the requirements of “Guidelines on the assessment of investment analysis”, paragraph 6, in particular consideration of lower value of power supplied to the grid (62,717 MWh) in the revised investment analysis as with the application of value considered in the FSR (73,880 MWh), available at the time of investment decision, and with interest payable on loans in the calculation of income tax, the IRR crosses the benchmark.

- - - - -