Att: CDM Executive Board

Response to request for review "Project – 1165: PROBIOGAS-JP – João Pessoa Landfill Gas Project"

Dear Members of the CDM Executive Board,

The Project Participants refer to the requests for review raised by the Board members regarding the project activity entitled "Project – 1165: PROBIOGAS-JP – João Pessoa Landfill Gas Project", and the PP would like to provide the following response to the issues raised by the requests for review.

1. "The PP should further clarify whether the project activity will receive income from the sale of electricity or methane, as stated in Sub-step 2b. – Option I. Apply simple cost analysis ("As the baseline scenario is in accordance with national laws and regulations and as the project activity will receive income from the sale of electricity or methane, the implementation of the project activity will have no other benefits than the CDM revenues" page 12 of 38 of PPD) or not, as stated in Sub-step 2a. Determine appropriate analysis method (same page, previous paragraph)."

The members detected a absence of a word ("not") in this paragraph. It should be "*As the baseline scenario is in accordance with national laws and regulations and as the project activity will <u>not</u> receive income from the sale of electricity or methane, the implementation of the project activity will have no other benefits than the <i>CDM revenues*". A revised PDD is submitted, correcting only this typing issue.

2. "The DOE should confirm whether and how the additionality of the project has been validated, as the current validation report appears to be in draft format. (i.e. "Please have a look, it seems that there is some double wording here. Question: What has been checked to confirm that the investment analysis has been correctly undertaken? This is just a summary of what the project is facing but not what you have done to check their assumptions. I need to see references here." Page 9 of 37 of Validation Report)."

Please refer to the DOE comments.

*3. "The DOE should confirm how the appropriateness of the 10% adjustment factor being applied in this project activity has been validated."* 

Please refer to the DOE comments.

We sincerely hope that the Board accepts our above explanations.

Yours faithfully,

Francesca Maria Cerchia Managing director