RENCO TECHNOLOGIES PRIVATE LTD.

46, Sriman Srinivasa Road, Alwarpet, Chennai - 600 018. India. Tel : (044) 2498 8950 / 5218 7844 Fax : (044) 2498 2724

Email: rencoindia@hotmail.com



29th Aug 2005

THE MANAGING DIRECTOR K.C.P. SUGAR & INDUSTRIES CORPORATION LTD.

Lakshmipuram- 521131, Challapalli Mandal (Krishna) Andhra Pradesh

Dear Sir,

Subject : Limited Offer for 'No-upfront Ree' for the Registration of your RE / EE Project with UNFCCC's CDM Executive Board & the Sale of Carbon Credits to

International Buyers.

RENCO would like to make a 'limited offer' to selected RE / EE Project Promoters in India, to have their Projects Registered with the CDM Executive Board & the Sale of Carbon Credits to International Buyers, since this is perceived as a long process with a lot of uncertainties and carrying with it a high financial risk for the already cash-strapped Project Promoters.

As you are aware RENCO is the first Private Sector organization established in 2001 in Chennai, offering a 'total package service' in the area of RE /EE Project Promotion and after four years of successful operation in India, we are now in the final stages of establishing the first 'INDIAN GREEN ENERGY FUND (IGEF)' which will be operational in October 2005.

RENCO has therefore teamed -up with a number of International Organizations specializing in Carbon Funding, Equity & Project Finance and are therefore in a position to offer this 'unique service' in a limited manner to selected RE / EE Project Promoters in India, to take their Projects (either established after 1st January 2000 or being established this year) forward to earn \$\$\$\$\$ revenues from the CDM Process, under the Kyoto Protocol which came into operation on the 16th February 2005.

Website: www.rencotech.com

www.renco.in

In order for RENCO to consider your RE / EE Project favorably for this 'limited offer', as a first step, we would like you to please fill-in the detailed 'Carbon Credit Questionnaire'

and arrange to send to us at the earliest, so that we can quickly evaluate - within a week

of your Project's suitability for this offer.

If it does, then one of our Director's will fix an appointment to come and visit you at your

offices or consequently, you can make a visit to our office in Chennai and discuss the

next step in great detail, so that we can avoid a lot of uncertainties in our relationship as

well as the loss of data in communication.

In this context, we would also like to inform you that in the event that your Project

requires some Equity Capital and also Project Finance syndication, then RENCO is in a

position to offer the same to you through our close Business Association with M/s Larsen

& Toubro Capital Company Ltd. (LTCC), a wholly-owned subsidiary of L & T.

We hope you will find the above offer attractive and may we request you to please look

at our company's Website at www.rencotech.com to know more about our TEAM & the

company's activities.

We look forward to a long-standing and mutually beneficial business relationship with

your organization.

Await to hear from you shortly and with best regards,

Yours sincerely,

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For Renco Technologies Private Ltd.

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