


Subject: Subject: KCP Sugars Project- CDM Proposal - Clarification
To: beri_lal@yahoo.co.in
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Date: Tue, 23 Aug 2005 17:24:40 +0530

23rd August, 2005

Confidential

To

Mr. B.R. Jawaharlal

President

KCP Sugar and Industries Corporation Ltd.

"Ramakrishna Buildings", 239, Anna Salai

Chennai - 600 006

Cc: Mr. V.C. Unnikrishnan, GM (Finance) & Secretary

Dear Mr. Jawaharlal

Subject: KCP Sugars Project- CDM Proposal - Clarification

This is with reference to our telecon earlier today regarding the above subject.

During our meeting at your office on the 17th August, 2005, you would appreciate that we had been quite transparent and had discussed with you all aspects covering KCP Sugars's CDM project, CDM process & cycle, deliverable, potential barriers of such project to the commercial

issues and the level & extent of effort required by E&Y for the same.

As requested by you, the following is the pointwise response to your addressed queries:

Regarding your query on the Time Frame:

Apart from the timeframe indicated in our proposal, we are providing herewith an indicative time frame under which E&Y would work towards and expedite the process against each activity under close cooperation and coordination from KCP Sugars:

Understanding of the project	Project Identification Note	2-3 weeks from the start of project
Gathering data and information from the plant for the project	(PIN) as per UNFCCC format for the project	

Baseline study	Project Design	8-10 weeks from the
Preparation of	Document (PDD) for	start of project
Monitoring &	each project as per	
Verification Protocol	UNFCCC guidelines	
Review environmental		
impact of the project		
Assist KCP Sugars in		
collecting stake		
holders comments		

Assisting in	Arranging Host	14-16 weeks from the
identifying a	Country Approval &	start of project
validator	Assistance in	
Assistance in project	Identification of the	
validation	Project Validator	For this part, at
Arranging host		this stage it is
country approval		difficult for us to
Identification of	Identification of	estimate the time
buyer	Buyer	frame for
Review of Emission	ERPA	consummation of the



Reduction Purchase		proposed carbon	
Agreement (ERPA)		credit transaction.	
			This would primarily
			depend upon a number
			of factors including
			response from
			interested parties,
			readiness to close
			the deal and
			settlement with the
			creditors and
			validation &
			registration of the
			project by the
			Validator -
			Indicative time frame
			is 12-14 weeks from
			validator
			identification

