

**CONFIDENTIAL AND WITHOUT PREJUDICE**

For the attention of the CDM Executive Board  
Climate Change Secretariat (UNFCCC)  
PO Box 260 124  
53153 Bonn  
Germany

22 November 2011

Dear Chairman and Members of the CDM Executive Board,

**Voluntary proposal regarding HFC Decomposition Project in Ulsan (CDM project reference number 0003) (the "Project")**

**1. Background**

We write with respect to an application by the participants of the Project to renew the crediting period of the Project (the "**Renewal Request**") submitted in January 2010. The project participants wish to make a voluntary proposal to assist the Board in reaching a decision on the Renewal Request, as described below.

**2. Voluntary Proposal**

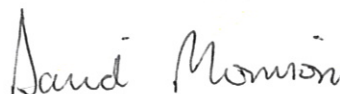
- 2.1 The project participants note the Board's desire to move from Version 5.2 of AM0001 to a version of AM0001 that has a lower w-factor (the "**New Methodology**").
- 2.2 If the Board approves the Renewal Request, the project participants voluntarily undertake to request a revision of the Monitoring Plan for the Project so as to be consistent with the New Methodology, effective from the date on which the New Methodology is adopted.
- 2.3 Under the voluntary proposal of the project participants, Version 5.2 of the AM0001 methodology would apply to the assessment of emission reductions achieved by the Project up to the date on which the New Methodology is adopted (i.e. the New Methodology would not apply retroactively).
- 2.4 The project participants confirm that they have, throughout the period since submitting the Renewal Request, continued in good faith to collect and destroy HFC-23 emissions in accordance with Version 5.2 of the AM0001 methodology.

**3. Confidentiality and without prejudice nature of Voluntary Proposal**

In order to provide additional certainty regarding the Voluntary Proposal set out in paragraph 2, the focal point, on behalf of the project participants, permits the Board to make this letter publicly available on the CDM website following the approval of the Renewal Request, and voluntarily waives the rights of confidentiality it or they have in respect of this letter to this extent.

The Voluntary Proposal in this letter is made without prejudice to the rights of the project participants if the Renewal Request is not approved. We remain available to discuss this letter with the Board at the Board's convenience.

Yours sincerely,



David Morrison, IFJ Korea Ltd , Focal Point Representative for CDM Project 0003.