



**Component project activity design document form for
small-scale CDM component project activities**

(Version 04.0)

Complete this form in accordance with the Attachment "Instructions for filling out the component project activity design document form for CDM small-scale component project activities" at the end of this form.

COMPONENT PROJECT DESIGN DOCUMENT (CPA-DD)

Title of the CPA	SA-REP – Aries 10 MW Solar PV Project
Version number of the CPA-DD	02
Completion date of the CPA-DD	14/01/2016
Title of the PoA to which the CPA is included	South Africa Renewable Energy Programme (SA-REP)
Host Party	Republic of South Africa
Estimated amount of annual average GHG emission reductions	19,537

SECTION A. General description of CPA**A.1. Title of the proposed or registered PoA**

South Africa Renewable Energy Programme (SA-REP)

A.2. Title of the CPA

SA-REP – Aries 10 MW Solar PV Project

A.3. Description of the CPA

The Aries 10 MW Solar PV Project forms part of the South Africa Renewable Energy Programme, which seeks to promote grid-connected small-scale renewable energy projects in South Africa. The proposed CPA will install a new power plant at a site where there was no renewable energy power plant operating prior to the implementation of the CPA (greenfield plant). The project will be located near Kenhardt town, in Siyanda district municipality, Northern Cape province in South Africa.

The project will install 10.752 MWp of solar photovoltaic (PV) power. With a plant load factor of 21.92%, the project is expected to generate on average 20,644 MWh annually during the first crediting period. Electricity will be supplied to the South African national electricity grid system.

CO₂ emission reductions will be achieved through the replacement of electricity generated by fossil fuel fired power plants connected to the grid system. It is expected that the project will generate average annual emission reductions of 19,537 tCO₂ per year during the first crediting period.

The implementation of this project is expected to contribute to sustainable development in South Africa in various ways, including:

- The project is expected to support the national policy goal of achieving 9.4% penetration for as a share of total installed capacity in 2030¹ Solar PV.
- The project is expected to provide local employment opportunities during the construction and operation phase.
- The project is expected to contribute to South Africa's fiscal revenues through payment of taxes and attract foreign direct investment.
- The project will have a positive impact on the transfer of Solar PV technology to South Africa, as well as know-how skills of local workers. The transfer of technology and know-how will be directly replicable to other Solar PV projects in the future.
- The project will reduce South Africa's CO₂ emissions while increasing the electricity generation capacity of the country.

A.4. Entity/individual responsible for the operation of CPA

The entity responsible for the proposed CPA is Sevenstones 159 (Pty) Ltd.

Name of entity responsible for the CPA: Sevenstones 159 (Pty) Ltd.

Postal Address: P.O. Box 69408, Bryanston 2021, South Africa

Email: uepstein@biothermenergy.com

¹ Integrated Resource Plan for Electricity 2010-2030, Department of Energy, Electricity Regulation Act No.4 of 2006, 6 May 2006

Tel: +27 (0) 011-367 4628

A.5. Technical description of the CPA

The purpose of the CPA is to build a 10,752 kWp solar photovoltaic power plant that will supply an average over the first crediting period of 20,644 MWh of clean electricity per year to the South African electricity grid.

According to AMS-I.D (version 17), the emissions sources and greenhouse gases involved include CO₂ emissions from electricity generation in fossil fuel fired power plants that are displaced due to the CPA. The Aries 10 MW Solar PV Project, with a capacity factor of 21.92%, is expected to produce 20,644 MWh of clean energy on average a year for the first crediting period thereby displacing the grid connected fossil fired plants and hence reduce on CO₂ emissions by 19,537 tCO₂ on average a year for the first crediting period.

This CPA will be a solar photovoltaic (PV) project located approximately 36 km Southwest from Kenhardt, in Siyanda district municipality, Northern Cape province in South Africa.

Technical specifications of main equipment

The Facility will comprise of a fixed tilt, ground mounted crystalline silicone photovoltaic array. There will be 43008 BYD250 photovoltaic ("PV") modules totalling an installed capacity of 10,752kWp. The photovoltaic modules will be mounted onto a secure racking system supported by steel supporting structures mounted on piles that are rammed into the ground. The modules will be electrically connected in strings and the DC output fed into a total of 16 SMA SC630CP Central Inverter Units. The output of each inverter will be immediately stepped up to the grid voltage of 22kV with an Eskom compliant transformer.

The PV modules selected are BYD 250P6C -30 polycrystalline with the following specifications:

Table 1: PV-module description

Module manufacturer	BYD
Module model	BYD 250P6C-30
Maximum power in STC (standard test conditions)	250Wp
Power tolerance	0 to +3%
Maximum operating voltage	30.40 V
Maximum operating current	8.22 A
Module efficiency (at STC)	15.37%
Cells	Polycrystalline silicon solar cells 156mm * 156 mm / 6 inches
No. of cells	60 (6 * 10) pcs
Certification	IEC61215 + IEC61730 ²

² As required by South African authorities

Table 2: Inverter description

Inverter manufacturer	SMA
Inverter model	Sunny Central 630CP XT
Maximum DC power	713 kW
Maximum input voltage	1000 V
Maximum input current	1350 A
Nominal AC power (25° C)	700 kVA
Nominal AC voltage	315 V
Rated frequency / rated grid voltage	50 Hz / 315 V
Total no. of installed inverters	16

This specific PV module has been selected based on the most competitive bid, and because those modules are of the highest class to ensure a limited module inefficiency and degradation.

The 16 inverters will be connected to eight transformers of 1250 kVA, 315/22 kV mineral oil cooled 3 phase transformers at 50 Hz, in the 22 kV switching station. The project will feed the generated electricity through a busbar to the 22 kV Medium Voltage Distribution System of Aries substation. The substation, owned by Eskom, the national transmission company, has primarily two voltage levels, i.e. 400kV and 22kV. The 22kV load at Aries substation is fed from a single 400/22kV, 45MVA transformer. For generation directly connected to the 22kV bus bar, the maximum generation that can be considered for injection (without minimum load consideration) is dependent on a single transformer of 400/22kV, 45MVA capacity.

Energy yield details

The energy yield has been calculated following the requirements by the Department of Energy. The software PVSyst, which is standard in the industry, uses Meteonorm 6.1 database with more than 10 years of data. The following data is a summary of the data used for the calculation of the energy delivered to the national grid, which is the electricity that will be supplied to the national grid:

Table 3: Energy yield

Global Horizontal Irradiation	2,282 kWh/m ²
Radiant surface area	69,969 m ²
Annual array nominal energy (P50)	26,233 MWh
Total plant losses	20.03%
Degradation per year	0.4%
Plant load factor	21.92%

In order to determine the plant load factor, 21.92%³, the annual average electricity generation over the crediting period, 20,644 MWh, has been used.

Starting from the Global Horizontal Irradiation (2,282 kWh/m²) the effective irradiance on collectors has been calculated taking geometry arrangement losses into account. Considering the PV

³ Plant load factor is the result of dividing the average annual electricity generation for the crediting period, 20,644 MWh, per the result of multiplying the nominal capacity, 10.752 MW by 8760 hours in a year. $20,644 / (10.752 * 8760) = 21.92\%$

conversion (15.37% efficiency), the array nominal energy in STC conditions is 26,232MWh. The energy production at the inverter output, or the energy feed into the grid (20,977 MWh), has been calculated by counting all the plant losses (20.03%).

In addition 0,4% degradation per annum has been taking into consideration to determine the energy yield. The following table is the energy delivered to the national grid for the first crediting period of seven years:

Table 4: Energy delivered to the grid

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7
Energy delivered to the national grid (MWh)	20,893	20,810	20,726	20,644	20,561	20,479	20,397

The metering system will be located before the delivery point with the South African electricity grid at the terminal substation, as shown in the figure below:

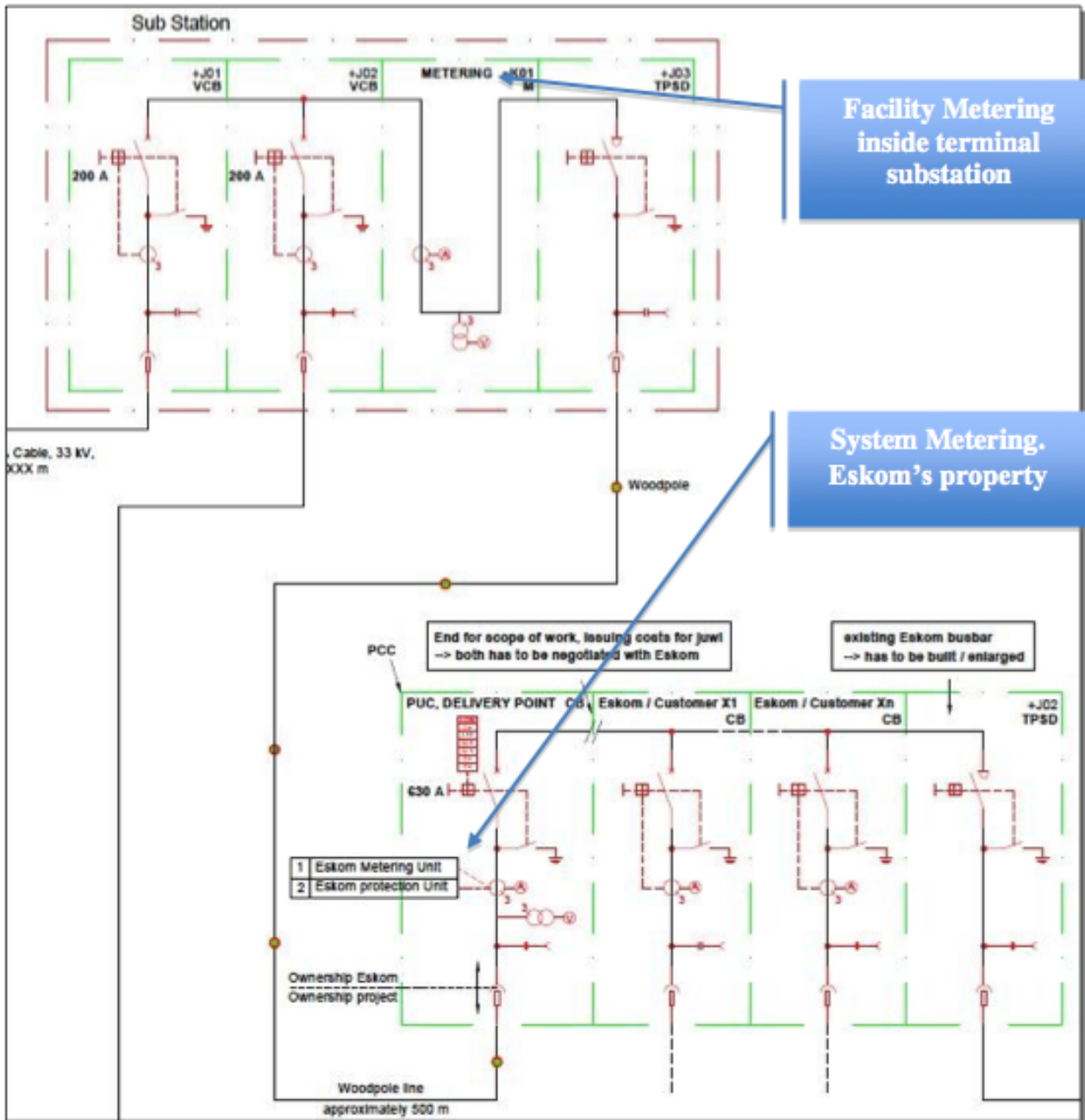


Figure 1. Detail of metering point of the single line diagram

Figure 1 shows a detailed illustration of the location of the metering system. Facility Metering Installation, defined as the main metering system will be procured, installed, tested, commissioned, operated and maintained by Sevenstones 159 (Pty) Ltd. The System Metering Installation will be the back-up metering system, procured, installed, tested, commissioned, operated and maintained by Eskom, the national transmission company. The purpose of the System Metering Installation will be to provide data for comparison purposes as against the data to be provided by the Facility Metering Installation. The metering system will be located on 22 kV level, just after the step-up transformers, so no losses are possible between the metering system and the delivery point.

More information on the metering equipment is found in section D.7.2 below.

In accordance with simplified baseline and monitoring methodology AMS-I.D (version 17) Grid connected renewable electricity generation, the baseline scenario is “the electricity delivered to the grid by the project activity would have otherwise been generated by the operation of grid-connected power plants and by the addition of new generation sources into the grid”.

In terms of installed capacity, coal power plants’ share is about 85% followed by electricity generation based on gas (6%), nuclear (4%) and pumped storage hydro power plants (3%). However, the pumped storage power plants are not considered as power plants for the calculation of the grid emission factor in line with the approved “Tool to calculate the emission factor for an electricity system” (version 02.2.1). Pumped storage plants are net consumers of electricity, which pump water during off-peak periods to a reservoir so that electricity can be generated during peak periods. Other energy sources like hydro, biogas etc. are negligible.

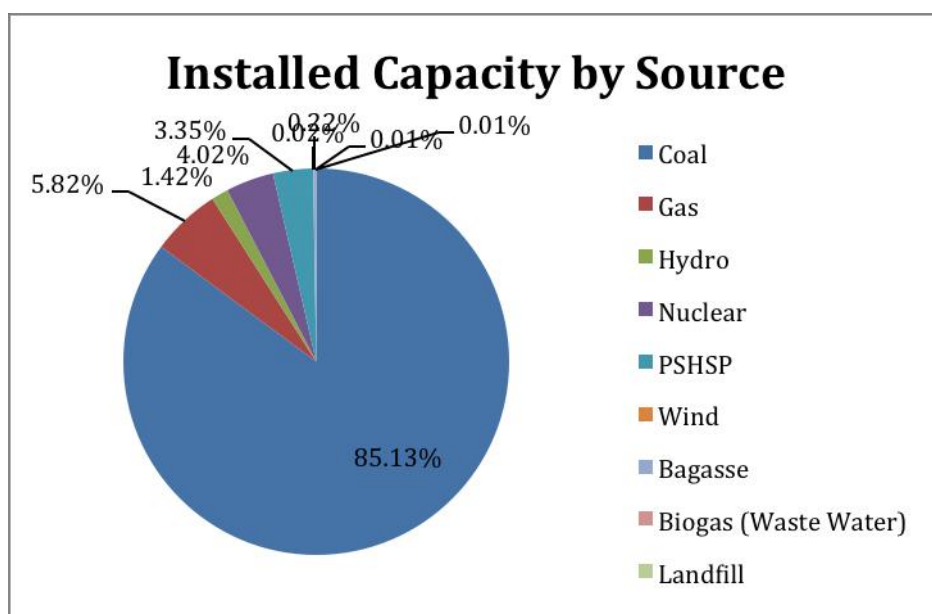


Figure 2: Installed capacity by source

The Integrated Resource Plan 2010-2030 for Electricity, which determines the needed capacity and share of technologies in the future proposes the following capacity additions until 2030⁴:

⁴ Department of Energy (2011), Electricity Regulations on the Integrated Resource Plan 2010-2030, <http://www.info.gov.za/view/DownloadFileAction?id=146082>, accessed on 30.12.2011

Table 5. Summary of capacity additions 2010-2030

	Total Capacity		Capacity added (including committed) from 2010 to 2030		New (uncommitted) capacity options from 2010 to 2030	
	MW	%	MW	%	MW	%
Coal	41,071	45.9	16,383	29.0	6,250	14.7
OCGT	7,330	8.2	4,930	8.7	3,910	9.2
CCGT	2,370	2.6	2,370	4.2	2,370	5.6
Pumped Storage	2,912	3.3	1,332	2.4	0	0.0
Nuclear	11,400	12.7	9,600	17.0	9,600	22.6
Hydro	4,759	5.3	2,659	4.7	2,609	6.1
Wind	9,200	10.3	9,200	16.3	8,400	19.7
CSP	1,200	1.3	1,200	2.1	1,000	2.4
PV	8,400	9.4	8,400	14.9	8,400	19.7
Other	890	1.0	465	0.8	0	0.0
Total	89,532		56,539		42,539	

More detailed information of the description of the baseline is provided in section B.4 of part II of the PoA-DD.

The scenario existing prior to the implementation of the CPA is considered as the baseline scenario. Transfer of environmentally safe and sound technology will take place through the introduction of state-of-the-art photovoltaic technology. Transfer of know-how will take place through the training of local engineers and other technical staff by the operations and maintenance contractor with the support of the PV modules manufacturer. The PV modules manufacturer will, apart from assuring performance standards for the PV plant, also provide oversight of the maintenance and operation of the equipment during its lifetime.

A.6. Party(ies)

Name of Party involved (host) indicates host Party	Private and/or public entity(ies) CPA implementer(s) (as applicable)	Indicate if the Party involved wishes to be considered as CPA implementer (Yes/No)
Republic of South Africa	Sevenstones 159 (Pty) Ltd.	No

A.7. Geographic reference or other means of identification

The CPA will be located approximately 36km Southwest from Kenhardt, in Siyanda district municipality, Northern Cape province in South Africa. The geo-coordinates of the project area are given in the table below.

Table 6. Geocoordinates Project Area

	Latitude	Longitude
1	29°29'41.26"S,	20°46'55.63"E
2	29°29'41.29"S,	20°47'17.88"E
3	29°29'53.22"S,	20°47'17.88"E
4	29°29'53.14"S,	20°46'55.56"E

A map of the project area is given in the figure below. In red the area that has been leased, and in

yellow the actual project site.

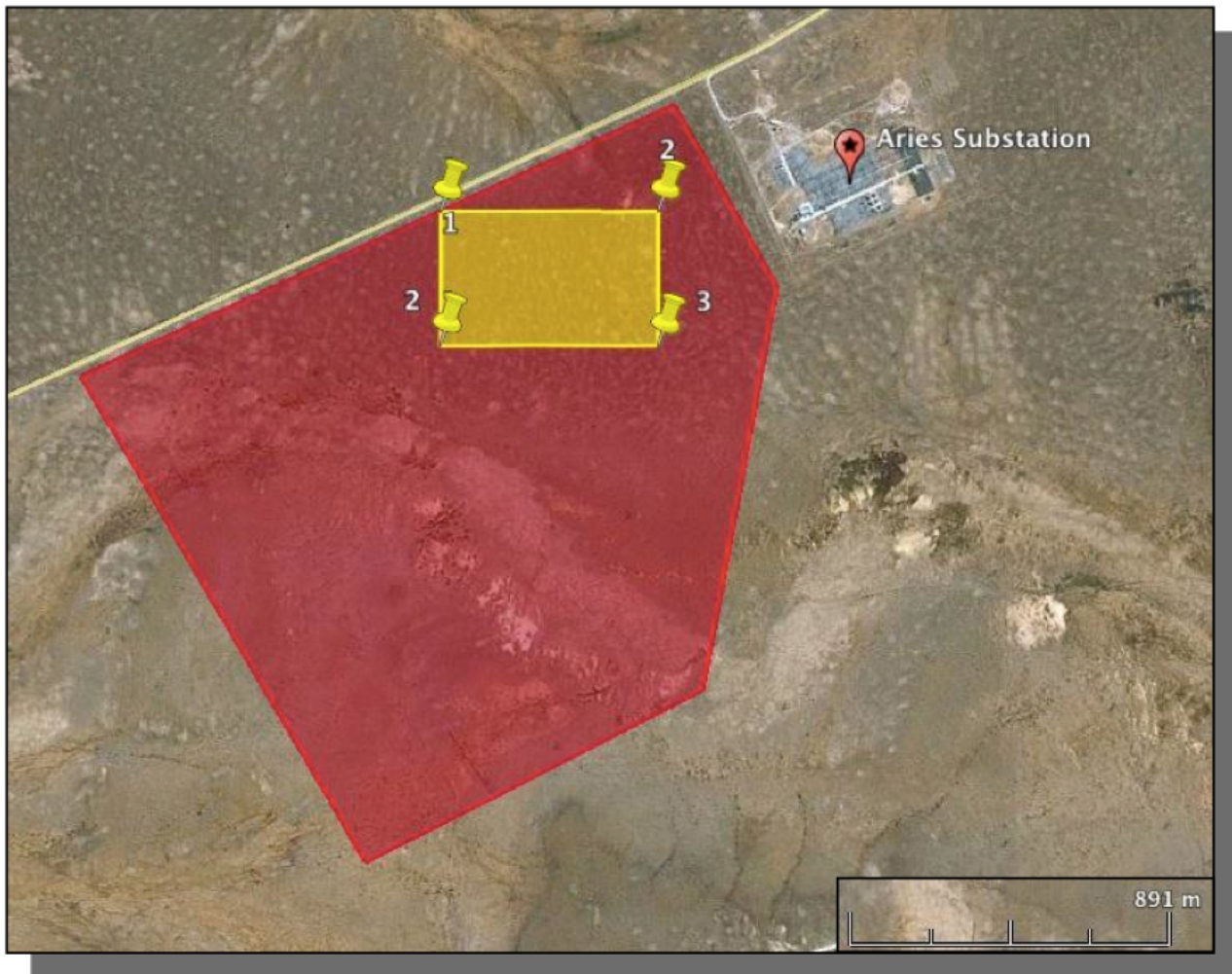


Figure 3. Project area

A.8. Duration of the CPA

A.8.1. Start date of the CPA

The starting date of the small-scale CPA is the 05/11/2012. This is the date on which the contract was signed for the construction services required for the CPA in accordance with the Glossary of CDM terms (version 06, EB 66, Annex 63).

A.8.2. Expected operational lifetime of the CPA

20 years (240 months)

A.9. Choice of the crediting period and related information

Renewable crediting period

A.9.1. Start date of the crediting period

05/10/2013

A.9.2. Length of the crediting period

First crediting period will be 7 years (84 months), which can be extended twice for a maximum length of 20 years.

A.10. Estimated amount of GHG emission reductions

Emission reductions during the crediting period	
Years	Annual GHG emission reductions (in tonnes of CO ₂ e) for each year
05/10/2013 – 31/12/2013	4,767
2014	19,754
2015	19,675
2016	19,596
2017	19,518
2018	19,440
2019	19,362
01/01/2020 – 04/10/2020	14,649
Total number of crediting years	7
Annual average GHG emission reductions over the crediting period	19,537
Total estimated reductions (tonnes of CO ₂ e)	136,761

A.11. Public funding of the CPA

The proposed CPA has not received any public funding from Parties included in Annex I of the UNFCCC

A.12. Debundling of small-scale component project activities

The CPA included in the PoA is not a debundled component project activity of another CDM programme of activities or a CDM project activity. The following approach has been applied as per the *Guidelines on assessment of debundling for SSC project activities*. (version 03.0, EB 54, Annex 13).

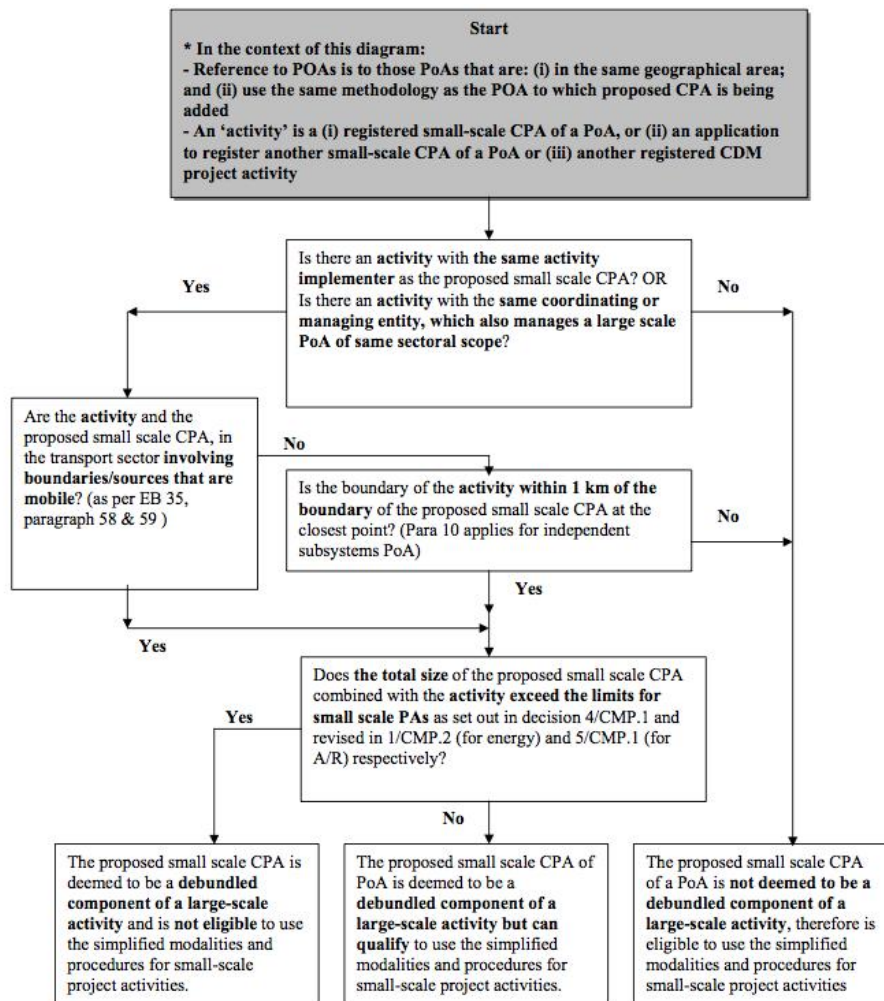


Figure 4: Debundling check procedures

1. Is there an activity with the same activity implementer as the proposed small-scale CPA?

There are no other activities by the project implementer, Sevenstones 159 (Pty) Ltd. as it is a Special Purpose Vehicle (SPV) funded specially for the development of Aries. However, Sevenstones 159 (Pty) Ltd. is owned by Biotherm Energy Ltd. in partnership with Aurora Power Energy Ltd. which:

- Have no other registered small-scale CPA of any PoA in South Africa using AMS-I.D. This is easily verifiable as at the time of inclusion there is no registered PoA in South Africa using AMS- I.D.
- Biotherm Energy Ltd. does not have applied (started validation/inclusion) for registration of another small-scale CPA of a PoA DD in the geographical area as described in the PoA DD using the same methodology.
- There is no activity registered by Biotherm Energy Ltd.
- OR Is there an activity with the same coordinating or managing entity, which also manages a large-scale PoA of same sectoral scope?

There is an activity with the same coordinating managing entity (Standard Bank Plc), which also manages a large-scale PoA of the same sectoral scope since:

- Standard Bank Plc has applied (started validation/inclusion) for registration of another small-scale CPA (SAREP – Aries 10MW Solar PV Project) of a PoA in the geographical area as described in the PoA DD using the same methodology
- However, there is no registered small-scale CPA of any PoA in South Africa using AMS-I.D. This is easily verifiable as at the time of inclusion there is no registered PoA in South Africa using AMS-I.D.
- There is no other CDM project activity in South Africa registered by Standard Bank Plc as CME.

2. Are the activity and the proposed small-scale CPA, in the transport sector involving boundaries/sources that are mobile?

The activity and the proposed small-scale CPA are not in the transport sector involving boundaries/sources that are mobile.

3. Is the boundary of the activity within 1 km of the boundary of the proposed small-scale CPA at the closest point?

The boundary of the activity is not within 1 km of the boundary of the proposed small-scale CPA (SA- REP – Aries 10MW Solar PV Project) at the closest point.

Therefore, the proposed small-scale CPA of the PoA is not deemed to be a debundled component of a large-scale activity and is, therefore, eligible to use the simplified modalities and procedures for small- scale project activities.

A.13. Confirmation for CPA

The CPA has not been registered as an individual CDM project activity nor is it part of another registered PoA. Prior to registering the CPA, the CME has checked the CDM project database to confirm that the project has not been registered as an individual CDM project. In addition, the CPA has signed an agreement with the CME, which will ensure that the CPA has not been included to another PoA.

A.14. Contact information of responsible persons/ entities for completing the CDM-SSC-CPA-DD-FORM

Anil Bhatta
Additional Energy Limited
anil@additionalenergy.com

SECTION B. Environmental analysis

B.1. Analysis of the environmental impacts

According to the National Environmental Management Act (NEMA) and Environmental Impact Assessment regulations from August 2010⁵, published by the Minister of Water and Environmental

⁵ National Environmental Management Act, 1998 (Act NO. 197 of 1998) Environmental Impact Assessment Regulations. Government Gazette, 18 June 2010.

Affairs, the CPA is required to carry out an environmental impact assessment depending on the "Listing Notice" they belong to.

The CPA applied for environmental authorization by submitting the Basic Assessment Report (BAR), "Photovoltaic solar power plants Northern Cape", DEA Reference: 12/12/20/2098/1, 2, & 3, finalized in March 2011. It was written by Escience Associates (Pty) Ltd.

On 02th September 2011, the relevant authority, the Department of Environmental Affairs granted its authorization for the implementation of the project in terms of regulation 36 of the Environmental Impact Assessment Regulations 2010. The permitted activities are the following:

The assessment of impacts adheres to the minimum requirements in the EIA regulations and takes the official guidelines into account. The impacts are divided into the different phases of the project activity, planning and design phase, construction phase, operational phase, and decommissioning and closure phase.

Impacts that may result from the planning and design phase

Direct impacts

The planning and design of the power plant facility all takes place off site. All diagrams are drawn and the layout of the facility is planned offsite. There will be no direct, indirect or cumulative impact on the site during the planning and design phase of the project.

Movement on site during the planning and design phase is limited to very periodic (perhaps 2-3 days a month) light vehicle movement for access on site for the purposes of site familiarization and taking photos. Vehicle movement onsite will only be on the jeep-tracks currently onsite, thus limiting the potential for further disturbance.

Indirect impacts

None envisaged.

Cumulative impacts

None envisaged.

Impacts that may result from the construction phase

Direct impacts

NEGATIVE:

- Change in land-use character of the area (Medium to high impact)
- Impact on the movement and habitat of wildlife and other fauna
- Removal of plants and grasses on the selected 19.5 hectare area – loss of vegetation
- Removal of topsoil and disturbance of surface level rock structure
- Alteration of surface hydrology on each site during construction phase
- Alteration of visual character of the site and surrounding areas during construction

- Possible decrease in groundwater quality and possible contamination during construction (potentially from minor oil or petrol spillages by construction machinery. (low impact, as mitigation will be implemented)
- Increase in noise pollution around the site area during construction (none or very minimal impact predicted)
- Potential loss of significant cultural heritage or archaeological finds during the construction phase:
 - In the case of outcrops and the foot of the stony hillocks: Medium direct negative impact
 - Curious workers and visitors may damage, remove or destroy archaeological artefacts at outcrops and hillocks surrounding the facility

POSITIVE:

- Job creation for local communities within the during construction

Indirect impacts

None envisaged.

Cumulative impacts

Usual impacts associated with ground clearing and levelling. Loss of vegetation, overall visual impact, combined with construction noise and displacement/ disturbance of fauna and flora during the construction phase. The cumulative impact is deemed to be moderate (score of 42.6667), which is nearing on high (score of >50). The impact will however be minimized substantially if the mitigation measures prescribed are strictly enforced. However, once construction is over, the cumulative impact will decrease substantially (see cumulative impact for operation phase later in the report).

Impacts that may result from the operational phase

Direct impacts

NEGATIVE:

- Change in land-use character of the area
- Impact on the movement and habitat of wildlife and other fauna
- Removal of plants and grasses on the selected 19.5 hectare area – loss of vegetation
- Removal of topsoil and disturbance of surface level rock structure
- Alteration of surface hydrology on each site during construction phase
- Alteration of visual character of the site and surrounding areas during construction
- Decrease in groundwater quality and possible contamination during construction potentially from minor oil or petrol spillages by vehicles visiting/ doing maintenance. (low impact, as mitigation will be implemented)
- Increase in noise pollution around the site area during construction (neutral – no impact)
- Potential loss of significant cultural heritage or archaeological finds during the construction phase:
 - Neutral with regard to the actual solar power facility site (assuming it would have been sampled before construction)

- o Potentially negative with regard to the areas around the solar power facility site, e.g. curious workers and visitors may damage, remove or destroy archaeological artefacts surrounding the facility

POSITIVE:

- Climate change: Zero carbon emissions whilst producing clean, renewable energy
- Job creation for local communities within the during operational phase
- Provides surrounding communities and greater municipal area with clean, renewable energy.
- Energy security to surrounding communities

Indirect impacts

POSITIVE:

- Long-term renewable energy source
- Reduction in overall carbon emissions

Cumulative impacts

The cumulative impact of developing a PV array on the Klein Zwart Bast site is very low. The approximate 20 hectares that has been identified for the PV array and associated infrastructure is right next to the large Aries sub-station, and the cumulative impact will be very minimal. The south-western extent of was deemed to be slightly more sensitive from a ecological, archaeological and visual perspective, and as such, an area some distance from that has been chosen for the PV development. From the cumulative impact assessment that was undertaken, it was determined, that with mitigation, the overall impact score will be 28. This figure means that a moderate impact is expected from the PV plant. A moderate impact is described as follows: "the impact is significant and will affect the integrity of the environment; effort must be made to mitigate and reverse this impact; in addition the project benefits must be shown to outweigh the impact".

The overall development will undoubtedly directly affect the 19.5 hectare area where the PV array will be placed, but areas surrounding the development area will be very minimally impacted upon (if at all) by the development.

The positive impacts of the development far outweigh the impact of the PV plant on 19.5 hectares of land.

The potential for job creation, energy security and reduction in carbon emissions from negating fossil fuel combustion, make this development sustainable. The EMPr must however be implemented and if done correctly, the cumulative impact can, in the long run, become positive.

Impacts that may result from the decommissioning and closure phase

This activity will not be decommissioned in the foreseeable future. This project has an extended lifespan period, with potential for later expansion. From this, it is determined that decommissioning of the project will only occur after 25-30 years. Due to this, no possible mitigation can at this stage be tabled, due to many environmental changes that may take place over time, which will subsequently render any mitigation discussed, void. However, if the panels will be removed, they will be sent to a recycling facility. Depending on the technological advancements that will have taken place during the life span of the plant some of the infrastructure, such as frames can be used for a new plant otherwise they can be removed and also recycled.

Environmental Impact Statement

Taking into consideration the 3 pillar of sustainable development, being social, economic and environmental, and the likely impacts that have been assessed in this impact assessment process, it is concluded that all direct impacts on the environment on the Klein Zwart Bast site can be effectively mitigated and managed so that the overall cumulative impact is low, and the production of clean, renewable energy to the electricity grid in the area is sustainable.

From the environmental impact assessment, with most importantly taking visual, biodiversity, heritage/archaeology, road access, proximity to Aries substation and associated power lines into consideration, it has been determined that a 19.5 hectare area is the most suitable for the installation of the photo-voltaic solar power plant array and associated infrastructure.

SECTION C. Local stakeholder consultation

C.1. Solicitation of comments from local stakeholders

The Glossary of CDM terms (version 06, EB 66, Annex 63), defines stakeholders as “the public, including individuals, groups or communities affected, or likely to be affected, by the proposed CDM project activity or PoA or actions leading to the implementation of such an activity”. In South Africa stakeholders are referred as Interested and Affected Parties (I&AP) in the context of the national environmental impact assessment process. I&AP are “all persons who, as a consequence of a public participation process conducted in respect of that application in terms of regulation 54, have submitted written comments or attended meetings with the applicant or EAP [environmental assessment practitioner]; all persons who, after completion of the public participation process referred to in paragraph (a), have requested the applicant or the EAP managing the application, in writing, for their names to be placed on the register, and; all organs of state which have jurisdiction in respect of the activity to which the application refers.”

In the context of the proposed Aries 10 MW Solar PV Project, the stakeholders of the project are landowners living in the vicinity of the area where the project will be implemented, local authorities, and local community organizations. Eight stakeholders registered themselves as I&AP as part of the public participation process, and thirty-four more stakeholders were identified by the EIA consultants. As part of the official public participation process, advertisements and notices were placed in a local newspaper, Die Gemsbok, on 10 December 2010, in both English and Afrikaans. Another advertisement was also published the same day on The Business Day Newspaper, in English. A site notice was also placed in the site on a place with high visibility from the road, also in both English and Afrikaans.

Due to the low interest from stakeholders, a public meeting was not necessary. The public participation process was done according to the South Africa EIA regulations and approved by the Department of Environmental Affairs.

C.2. Summary of comments received

Only one comment was received from a representative of AS Viljoen & Seuns Boerdery, who own grapes farms in the Northern Cape. The issue raised was the effect of the development of the PV power plants on the water resources, although not specific water resources were mentioned.

The draft basic assessment report was circulated to all I&APs for a period of 30 days for them to comment. However, no comments from any stakeholder were received.

C.3. Report on consideration of comments received

Although the development of Aries 10 MW Solar PV Project did not affect explicitly the water resources of AS Viljoen & Seuns Boerdery, it was explained that the power plant will not take more than 20 ha in extent, and will only make use of approximately 450 m³ of groundwater per year for the washing of the solar panels. Water from the washing of the solar panels will be sourced from a borehole onsite, and will be used periodically. The borehole will not be continually pumped for water, and only will be pumped if and when the solar panels need to be washed. The use of 400 m³ of water over a period of 12 months, equates to only 33 m³ per month. It must be noted that 450 m³ of water is slightly more water than is contained in a standard 25m*10m*1.5m swimming pool, which is the total amount that will be used per annum.

SECTION D. Eligibility of CPA and estimation of emissions reductions**D.1. Reference of methodology(ies) and standardized baseline(s)**

SSC-CPAs included in the PoA will apply approved SSC baseline and monitoring methodology AMS-I.D. "*Grid connected renewable electricity generation*" (version 17).

AMS-I.D (version 17) also refers to the latest versions of the following methodological tools:

- *Tool to calculate the emission factor for an electricity system (version 02.2.1)*
- *Tool to calculate project or leakage CO₂ emissions from fossil fuel combustion (version 02)*

However in this first CPA, the *Tool to calculate project or leakage CO₂ emissions from fossil fuel combustion (version 02)* will not be used since this SSC-CPA is a solar PV power plant and therefore there are no CO₂ emissions from fossil fuel combustion.

The approved SSC baseline and monitoring methodology AMS-I.D is approved for use in a PoA by the CDM Executive Board.

D.2. Applicability of methodology(ies) and standardized baseline(s)

The CPA qualifies as small-scale Type I component project activity because the maximum output capacity achieved by the SSC-CPA will not exceed 15 MW during every year of the crediting period. The CPA falls under category AMS-I.D Grid connected renewable electricity generation (version 17) because the CPA meets the applicability criteria as follows.

Applicability criteria	CPA justification
<p>This methodology comprises renewable energy generation units, such as photovoltaic, hydro, tidal/wave, wind, geothermal and renewable biomass:</p> <p>(a) Supplying electricity to a national or a regional grid; or</p> <p>(b) Supplying electricity to an identified consumer facility via national/regional grid through a contractual arrangement such as wheeling.</p>	<p>The SSC-CPA under the programme will use grid- connected solar PV renewable generation units that will supply electricity to the South African national electricity grid.</p> <p>See: Biotherm Energy, Aries Solar PV Energy Facility, Project Information Memorandum, 20 September 2011,</p> <p>and,</p> <p>Cost estimate letter for the construction of works to connect a generator to the distribution or transmission system for Aries solar 1 PV plant, 31 October 2011.</p>
<p>This methodology is applicable to project activities that: (a) Install a new power plant at a site where there was no renewable energy power plant operating prior to the implementation of the project activity (Greenfield plant); (b) Involve a capacity addition; (c) Involve a retrofit of (an) existing plant(s); or (d) Involve a replacement of (an) existing plant(s).</p>	<p>The SSC-CPA will install a new power plant at a site where there was no renewable energy power plant operating prior to the implementation of the CPA (greenfield plant), option (a).</p> <p>See: Escience Associates (Pty) Ltd., Basic Assessment Report, DEA reference: 12/12/20/2098/1,2&3, March 2011</p>
<p>Hydro power plants with reservoirs that satisfy at least one of the following conditions are eligible to apply this methodology:</p> <ul style="list-style-type: none"> • The project activity is implemented in an existing reservoir with no change in the volume of reservoir; • The project activity is implemented in an existing reservoir, where the volume of reservoir is increased and the power density of the project activity, as per definitions given in the Project Emissions section, is greater than 4 W/m²; • The project activity results in new reservoirs and the power density of the power plant, as per definitions given in the Project Emissions section, is greater than 4 W/m². 	<p>n/a. The SSC-CPA is a solar PV power plant.</p> <p>See: Biotherm Energy, Aries Solar PV Energy Facility, Project Information Memorandum, 20 September 2011</p>
<p>If the new unit has both renewable and non-renewable components (e.g. a wind/diesel unit), the eligibility limit of 15 MW for a small-scale CDM project activity applies only to the renewable component. If the new unit co-fires fossil fuel, the capacity of the entire unit shall</p>	<p>n/a. The SSC-CPA is a solar PV power plant that does not involve non-renewable components.</p> <p>See: Biotherm Energy, Aries Solar PV Energy Facility, Project Information Memorandum, 20 September 2011</p>

not exceed the limit of 15 MW.	
Combined heat and power (co-generation) systems are not eligible under this category.	n/a. The programme of activities does not include combined heat and power (co-generation) systems. See: PoA-DD version 07
In the case of project activities that involve the addition of renewable energy generation units at an existing renewable power generation facility, the added capacity of the units added by the project should be lower than 15 MW and should be physically distinct from the existing units.	n/a. The programme of activities does not include capacity additions. See: PoA-DD version 07
In the case of retrofit or replacement, to qualify as a small-scale project, the total output of the retrofitted or replacement unit shall not exceed the limit of 15 MW.	n/a. The programme of activities does not include retrofits or replacements. See: PoA-DD version 07

In addition, the project meets the applicability criteria of the *Tool to calculate the emission factor for an electricity system* (version 02.2.1) as follows:

This tool may be applied to estimate the OM, BM and/or CM when calculating baseline emissions for a project activity that substitutes grid electricity, i.e. where a project activity supplies electricity to a grid or a project activity that results in savings of electricity that would have been provided by the grid (e.g. demand-side energy efficiency projects).	This tool is applicable since the CPA involves the generation of electricity from solar energy and its supply to the South African electricity grid system. See: Biotherm Energy, Aries Solar PV Energy Facility, Project Information Memorandum, 20 September 2011
The tool is not applicable if the project electricity system is located partially or totally in an Annex-I country.	The project electricity system is located in South Africa. See: Biotherm Energy, Aries Solar PV Energy Facility, Project Information Memorandum, 20 September 2011 South Africa is not an Annex-I country. See: UNFCCC website

D.3. Sources and GHGs

Source		Gas	Included?	Justification/Explanation
Baseline	CO ₂ emissions from electricity generation in fossil fuel fired power plants that are displaced due to project activity	CO ₂	Yes	Main emission source
		CH ₄	No	Minor emission source
		N ₂ O	No	Minor emission source
Project Activity	Project Activity	CO ₂	No	Zero emissions since this a renewable energy project (Solar PV energy)
		CH ₄	No	
		N ₂ O	No	

The CPA will consist of a solar PV power plant with a rated capacity of 10 MW at the point of grid connection. The CPA will involve the construction of a transmission line to connect to the nearby existing Aries substation. More details on the technical aspects of the CPA can be found in section A.5 above.

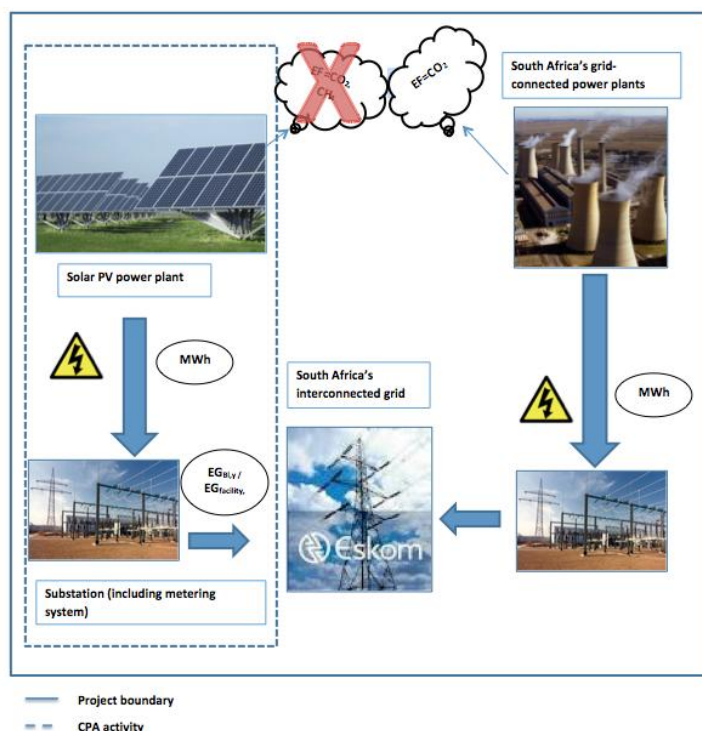


Figure 5. Flow diagram showing the equipment and systems included in the project boundary

According to the methodology AMS-I.D (version 17) applied, and the proposed project being a grid connected PV power project, the spatial extent of the project boundary includes the project power plant and all power plants connected physically to the electricity system that the CDM project power plant is connected to South Africa's electricity grid as evidenced by the Power Purchase Agreement (PPA) which can be considered as proof that the CPA is located within the geographical boundary of the PoA. It is estimated that the CPA will annually supply an average of 20,644 MWh of clean electricity to South Africa's national electricity grid operated by Eskom. CPA will therefore displace electricity generated by South African's fossil fuel grid connected power plants and will therefore lead to annual emission reductions of 19,537 tCO₂e.

In order to determine the annual emission reductions, the project proponent will monitor the amount of electricity generated, as described in section D.7.

D.4. Description of the baseline scenario

In accordance with simplified baseline and monitoring methodology AMS-I.D (version 17) *Grid connected renewable electricity generation*, the baseline scenario is “the electricity delivered to the grid by the project activity would have otherwise been generated by the operation of grid-connected power plants and by the addition of new generation sources into the grid”.

The baseline scenario can be further described as follows:

Policies and regulations of the South African electricity system

The South African Department of Energy (DoE) is the legislative entity responsible for the South African energy sector. The energy sector is determined by the National Energy Act of 2008 (No.34 of 2008)⁶. The key objectives stated in the National Energy Act of 2008 are:

- Ensure uninterrupted supply of energy to the Republic;
- Promote diversity of supply of energy and its sources;
- Facilitate effective management of energy demand and its conservation;
- Promote energy research;
- Promote appropriate standards and specifications for the equipment, systems and processes used for producing, supplying and consuming energy;
- Ensure collection of data and information relating to energy supply, transportation and demand;
- Provide for optimal supply, transformation, transportation, storage and demand of energy that are planned, organized and implemented in accordance with a balanced consideration of security of supply, economics, consumer protection and a sustainable development;
- Provide for certain safety, health and environment matters that pertain to energy;
- Facilitate energy access for improvement of the quality of life of the people of Republic;
- Commercialize energy-related technologies;
- Ensure effective planning for energy supply, transportation and consumption: and
- Contribute to sustainable development of South Africa's economy.

Specifically for the electricity sector of South Africa, the Electricity Regulation Act of 2006 (No. 4 of 2006)⁷ determines the framework of the electricity sector. The act states the following key objectives for the South African electricity sector:

- *Achieve the efficient, effective, sustainable and orderly development and operation of electricity supply infrastructure in South Africa;*
- *Ensure that the interests and needs of present and future electricity customers and end users are safeguarded and met, having regard to the governance, efficiency, effectiveness and long-term sustainability of the electricity supply industry within the broader context of economic energy regulation in the Republic;*

. ⁶ Department of Energy (2008), National Energy Act of 2008
<http://www.info.gov.za/view/DownloadFileAction?id=92826>, accessed on 30.12.2011

. ⁷ Department of Energy (2006), Electricity Regulation Act of 2006,
<http://www.info.gov.za/view/DownloadFileAction?id=67855>, accessed on 30.12.2011

- *Facilitate investment in the electricity supply industry;*
- *Facilitate universal access to electricity;*
- *Promote the use of diverse energy sources and energy efficiency;*
- *Promote competitiveness and customer and end user choice; and*
- *Facilitate a fair balance between the interests of customers and end users, licensees, investors in the electricity supply industry and the public.*

The regulation of the South African electricity, piped-gas and petroleum pipelines is the responsibility of the National Energy Regulator of South Africa (NERSA). NERSA was established under the *National Energy Regulator Act, 2004 (Act No.40 of 2004)*⁸. To reach the objectives described in the Electricity Regulation Act of 2006, NERSA has been granted the following power and duties as the regulator of the electricity market:

- *The regulator must consider applications for licenses and may issue licenses for the operation of generation, transmission and distribution facilities, the import and export of electricity and trading.*
- *Regulate prices and tariffs*
- *Register persons who are required to register with the regulator where they are not required to hold a license*
- *Issue rules designed to implement the national government's electricity policy framework, the integrated resources plan and this Act*
- *Establish and manage monitoring and information systems and a national information system, and co-ordinate the integration thereof with other relevant information systems.*
- *Enforce performance and compliance, and take appropriate steps in the case of non-performance.*

Regarding the installation of new generation capacity, the Electricity Regulation Act of 2006 states that:

The minister may, in consultation with the regulator [NERSA]:

- *Determine that new generation capacity is needed to ensure the continued uninterrupted supply of electricity;*
- *Determine the types of energy sources from which electricity must be generated, and the percentages of electricity that must be generated from such sources;*
- *Determine that electricity thus produced may only be sold to the persons or in the manner set out in such notice;*
- *Determine that electricity thus produced must be purchased by the persons set out in such notice;*
- *Require that new generation capacity must be established through a tendering procedure which is fair, equitable transparent, competitive and cost-effective and provides participation for the private sector*

For this purpose, the Department of Energy, acting as the legislative entity, put into force the Electricity Regulations on New Generation Capacity⁹ in November 2010 under the Electricity

⁸ Department of Energy (2004), National Energy Regulator Act 2004, <http://www.info.gov.za/view/DownloadFileAction?id=67980>, accessed on 30.12.2011

⁹ Department of Energy (2010), Electricity Regulations on New Generation Capacity, <http://www.info.gov.za/view/DownloadFileAction?id=136320>, accessed on 30.12.2011

Regulation Act of 2006. In line with the current regulation, 70% of the new generation capacity must be implemented by the state-owned utility company Eskom, and 30% by Independent Power Producers (IPPs)¹⁰. The Department of Energy has the mandate to decide which planned capacity addition will be implemented by Eskom, and which will be determined by a bidding process between IPPs. However, all IPPs are mandated to sell the generated electricity to Eskom (Single-Buyer-Model) through the signing of long-term Power Purchase Agreements (PPAs) with Eskom.

The Department of Energy determines the needed capacity additions after consultation with the regulator NERSA. The DoE regularly develops an “*Integrated Resource Plan for Electricity*” which is updated every two years, the latest one being the “*Integrated Resource Plan 2010-2030 for Electricity*”¹¹ under the Electricity Regulation Act No. 4 of 2006. In its current version, from the year 2010, the Integrated Resource Plan determines the proposed specific amount of each technology in the electricity generation from 2010 to 2030.

The Electricity Regulation on New Generation Capacity replaced the former *Renewable Energy Feed-in Tariff (REFIT)*¹², which came into force on the 26 of March 2009.

Structure of the South African Power Sector

Apart from the Department of Energy (DoE) and the National Energy Regulator of South Africa (NERSA), Eskom is the main player in the South African power sector. From 2002, Eskom became a public, limited liability company wholly owned by the government. It owns and operates the National Electricity Grid and parts of the distribution network, and also owns 93% of the installed generation capacity.

¹⁰ Department of Energy, http://www.energy.gov.za/files/electricity_frame.html, accessed on 30.12.2011

¹¹ Department of Energy (2011), Electricity Regulations on the Integrated Resource Plan 2010-2030, <http://www.info.gov.za/view/DownloadFileAction?id=146082>, accessed on 30.12.2011

¹² NERSA (2009), South Africa Renewable Energy Feed-in Tariff (REFIT), <http://www.info.gov.za/view/DownloadFileAction?id=99318>, accessed on 30.12.2011

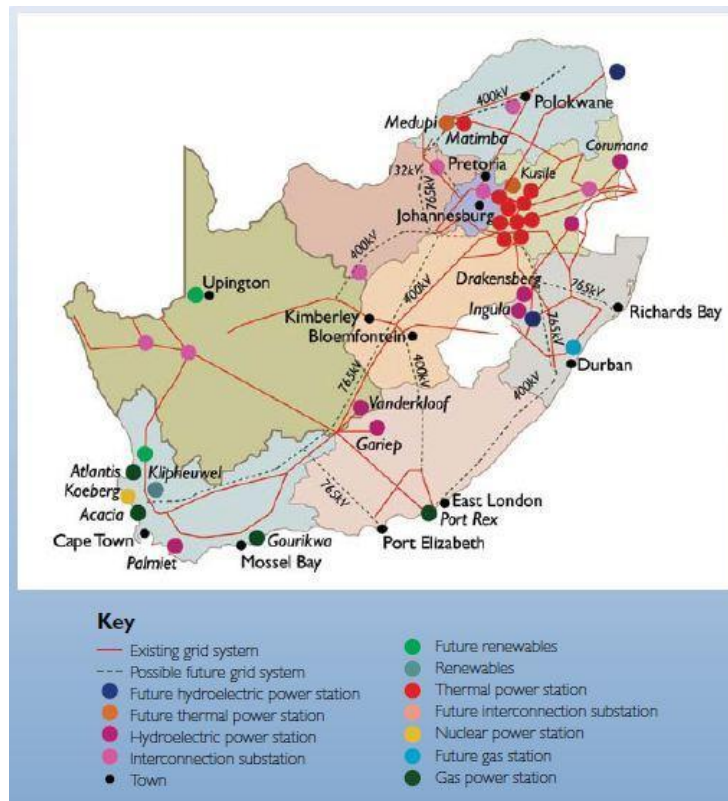


Figure 6. South African Power Sector

Generation

As mentioned before, generation is dominated by Eskom, which supplies about 95% of South Africa's electricity. Municipal owned power plants and IPPs supply the remaining 5%. Approximately 90% of the total generated electricity is based on coal¹³

Detail description of the installed capacity for each technology is presented in the following tables. Data from Eskom's power plants is dated from 2011¹⁴. The latest published data for IPPs and municipal generation is from 2006¹⁵.

¹³ NERSA (2006), 2006 Electricity Supply Statistics for South Africa, <http://www.nersa.org.za/Admin/Document/Editor/file/News%20and%20Publications/Publications/Current%20Issues/Electricity%20Supply%20Statistics/Electricity%20supply%20statistics%202006.pdf>, accessed on 30.12.2011

¹⁴ ESKOM (2011), Integrated Report 2011, http://financialresults.co.za/2011/eskom_ar2011/index.php, accessed on 30.12.2011

¹⁵ NERSA (2006), 2006 Electricity Supply Statistics for South Africa, <http://www.nersa.org.za/Admin/Document/Editor/file/News%20and%20Publications/Publications/Current%20Issues/Electricity%20Supply%20Statistics/Electricity%20supply%20statistics%202006.pdf> accessed on 30.12.2011

Table 7. Eskom Electricity Generation Capacity

Installed Eskom capacity by source 2011	Nominal Capacity [MW]	Net maximum capacity [MW]
Coal	37,745	35,052
Gas	2,426	2,409
Hydro	661	600
Nuclear	1,910	1,830
PSHPP	1,400	1,400
Wind	3	3

Table 8. Municipalities Electricity Generation Capacity

Installed municipal capacity by source 2006	Nominal Capacity [MW]	Net maximum capacity [MW]
Coal	1,323	240
Gas	334	122
Hydro	4	-
PSHPP	189	174

Table 9. IPP Electricity Generation Capacity

Installed private capacity by source 2006	Nominal Capacity [MW]	Net maximum capacity [MW]
Coal	1,339	933
Bagasse / Coal Fired Stations	105	66
Hydro	10	7
Wind	5.2	5.2
Waste Water / Biogas	4.25	4.25
Landfill	5	5

Accordingly, Eskom owns 93% of the total installed capacity in South Africa of 47,463.45 MW whereby IPPs (including CDM) and municipalities own a share of 3 % and 4 % respectively of the installed capacity.

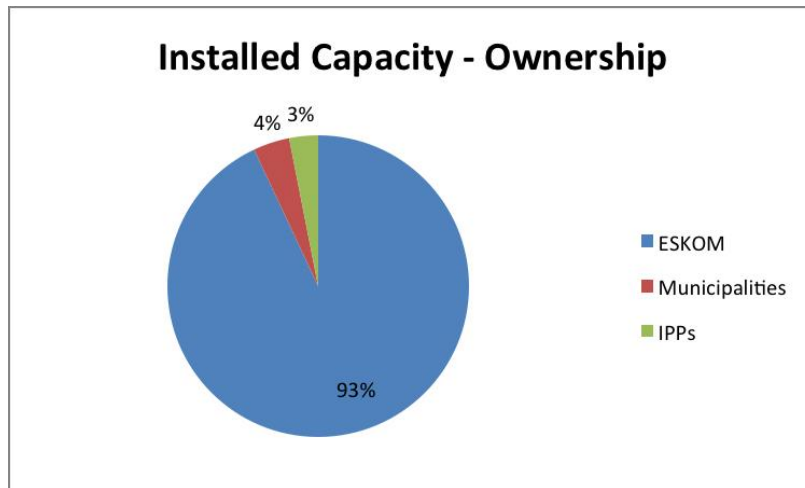


Figure 7: Installed capacity - Ownership

Municipal power plants are mostly coal thermal power plants and gas power plants which generate electricity for the direct supply in their municipal distribution area. Many municipalities own their own distribution networks, and some of them add generation capacity to their distribution lines by adding their own power plants on top of the electricity purchased from the national grid. Power plants operated by IPPs are commonly based on coal/bagasse. Some of the IPP owned power plants generate electricity for on-site consumption (large industrial consumers) and only feed electricity into the grid in the case of excess generation.

In terms of installed capacity, coal power plants' share is about 85% followed by electricity generation based on gas (6%), nuclear (4%) and pumped storage hydro power plants (3%). However, the pumped storage power plants are not considered as power plants for the calculation of the Grid Emission Factor in line with the approved Tool to calculate the emission factor for an electricity system (version 02.2.1). Pumped storage plants are net consumers of electricity, which pump water during off-peak periods to a reservoir so that electricity can be generated during peak periods. Other energy sources like hydro, biogas etc. are negligible.

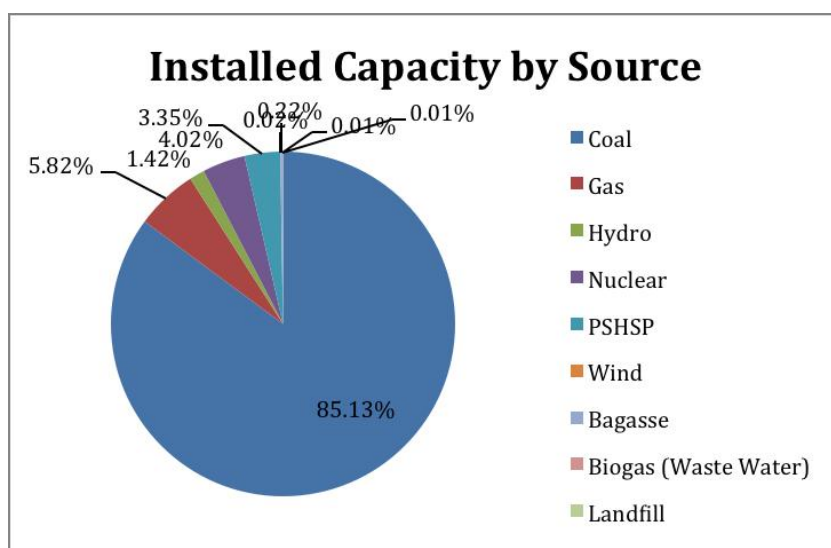


Figure 8: Installed capacity by source

The *Integrated Resource Plan 2010-2030 for Electricity*, which determines the needed capacity and share of technologies in the future proposes the following capacity additions until 2030¹⁶:

Table 10. Summary of capacity additions 2010-2030

	Total Capacity		Capacity added (including committed) from 2010 to 2030		New (uncommitted) capacity options from 2010 to 2030	
	MW	%	MW	%	MW	%
Coal	41,071	45.9	16,383	29.0	6,250	14.7
OCGT	7,330	8.2	4,930	8.7	3,910	9.2
CCGT	2,370	2.6	2,370	4.2	2,370	5.6
Pumped Storage	2,912	3.3	1,332	2.4	0	0.0
Nuclear	11,400	12.7	9,600	17.0	9,600	22.6
Hydro	4,759	5.3	2,659	4.7	2,609	6.1
Wind	9,200	10.3	9,200	16.3	8,400	19.7
CSP	1,200	1.3	1,200	2.1	1,000	2.4
PV	8,400	9.4	8,400	14.9	8,400	19.7
Other	890	1.0	465	0.8	0	0.0
Total	89,532		56,539		42,539	

The current installed capacity of 47,463 MW is therefore expected to double up to 89,532 MW by the year 2030 in order to meet the estimated rising electricity demand in the country, which is expected to have a peak demand of 80,272 MW by then. Besides the domestic generation, the *Integrated Resource Plan for Electricity 2010-2030* forecasts increasing imports of electricity generated from hydro power plants located in Zambia and Mozambique from 2022 onwards. However, the *Integrated Resource Plan for Electricity 2010-2030* also mentions that in order to reach this objective cross-border negotiations and an upgrade in transnational transmission infrastructure would be necessary. Additional risks regarding imports are delays from hydro power plants in the construction of the power plants and long-lasting droughts.

The *Integrated Resource Plan for Electricity 2010 - 2030* also forecasts the continuation of the current power shortage until the year 2016 when newly installed power plants in line with *Integrated Resource Plan for Electricity 2010-2030* will start operation. By year 2012 a supply shortfall of 9 TWh is estimated meanwhile for the year 2013 the shortfall is expected to be only 3 TWh. However, several steps have been taken to decrease the risk of shortfalls, such as the implementation of a demand site management by Eskom or a Solar Water Heater programme¹⁷.

Transmission and Distribution

Eskom operates the integrated national high-voltage transmission system and supplies electricity directly to large consumers such as mines and other large industries, to commercial farmers and also, through the Integrated National Electrification Programme (INEP), to a large number of

¹⁶ Department of Energy (2011), Electricity Regulations on the Integrated Resource Plan 2010-2030, <http://www.info.gov.za/view/DownloadFileAction?id=146082>, accessed on 30.12.2011

¹⁷ <http://www.eskom.co.za/>, accessed on 30.12.2011

residential consumers. Eskom provides electricity directly to about 45% of all end-users in South Africa. The other 55% of end-users have their electricity distributed by redistributors (including municipalities)¹⁸ Eskom sells in bulk to certain municipalities, which distribute to the consumers within their boundaries. Those municipalities own the distribution lines in their areas, and some also own their own generation power plants. There are also a few private entities that have the licence to distribute electricity as shown below:¹⁹

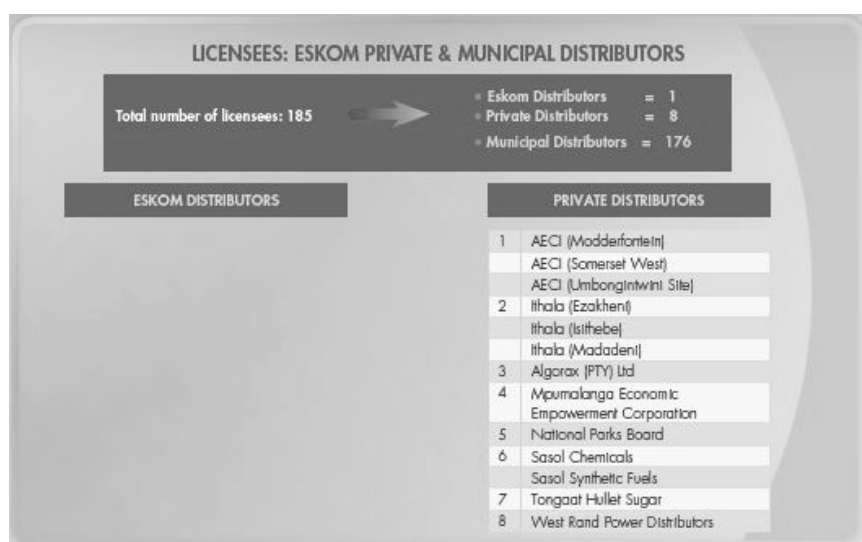


Figure 9. Distribution licenses

The government's policy on the Electricity Distribution Industry (EDI) requires the transmission of electricity to be separated from Eskom and merged with the electricity departments of municipalities to form a number of financially viable regional electricity distributors (REDs)²⁰. An interim body, called EDI Holdings Company, was intended to oversee the transition period. This plan would have required Eskom to transfer its distribution assets and business to these entities. The restructuring proposal was formally revoked on 8 December 2010 by the government²¹. Therefore transmission lines are still owned and operated by Eskom.

As for transmission of the electricity, to meet the forecasted additional generation capacity in the *Integrated Resource Plan for Electricity 2010 - 2030*, the "*Transmission Ten-Year Development Plan 2012-2021*"²² published by the Transmission Division of Eskom determines the required additional transmission capacity as follows:

¹⁸ ESKOM (2011), Integrated Report 2011, http://financialresults.co.za/2011/eskom_ar2011/index.php, accessed on 30.12.2011

¹⁹ NERSA (2006), 2006 Electricity Supply Statistics for South Africa, <http://www.nersa.org.za/Admin/Document/Editor/file/News%20and%20Publications/Publications/Current%20Issues/Electricity%20Supply%20Statistics/Electricity%20supply%20statistics%202006.pdf>, accessed on 30.12.2011

²⁰ Department of Energy, http://www.energy.gov.za/files/electricity_frame.html, accessed on 30.12.2011

²¹ ESKOM (2011), Integrated Report 2011, http://financialresults.co.za/2011/eskom_ar2011/index.php, accessed on 30.12.2011

²² Eskom (2011), Transmission Ten-Year Development Plan 2012-2021, <http://www.eskom.co.za/content/TDP%20051011%20lowres.pdf>, accessed on 30.12.2011

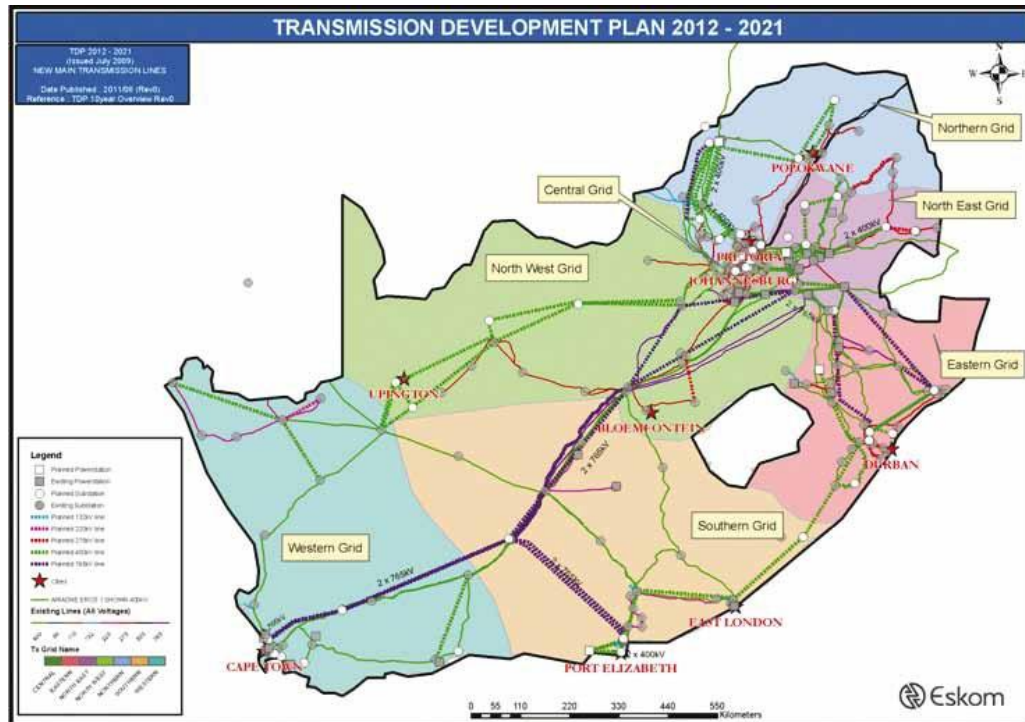


Figure 10. Transmission Development Plan 2012-2021

Significant lengths of new transmission lines are being added to the system: over 4,000 km of 765-kV and over 7,800 km of 400-kV lines have either been approved or proposed over the 10-year *Transmission Development Plan* period. This addition is mainly due to the major network reinforcements required for the supply to the Cape (South and West Grids) and KwaZulu-Natal (East Grid). The integration of the new Medupi Power Station in the developing Limpopo West Power Pool (Medupi is close to Matimba) also requires significant lengths of transmission lines as it is a long distance away from the main load centres. The large length of 400-kV transmission lines is also the result of the development of a more meshed transmission 400-kV network to provide greater reliability and thus improve the levels of network security.

The addition of over 73,000 MVA of transformer capacity to the transmission system is an indication of the increase in load demand and in the capacity requirements of the customers. This figure also includes the transformation capacity required to integrate renewable energy generation. Approximately 2,000 MVAr of capacitive support are required to support areas of the network under contingency conditions to ensure that the required voltage levels are maintained. They also improve system efficiency by reducing network losses.

TDP New Assets	Total
HVDC Lines (km)	0
765kV Lines (km)	4,430
400kV Lines (km)	7,830
275kV Lines (km)	501
Transformers 250MVA+	119
Transformers <250MVA	25
Total installed MVA	73,985
Capacitors	19
Total installed MVar	2,094
Reactors	55
Total installed MVar	12,603

Figure 11: New grid assets

D.5. Demonstration of eligibility for a CPA

	Topic	PoA eligibility criteria	Justification
1)	Geographical boundary (a)	The geographical boundary of the CPA including any time-induced boundary is located within the geographical boundary set in the PoA, South Africa.	The SSC-CPA's geographical location as shown in the "Escience Associates (Pty) Ltd., Basic Assessment Report, DEA reference: 12/12/20/2098/1,2&3, March 2011" is within the geographical boundary as set in section A.5 of the PoA-DD, the administrative boundaries of South Africa.
2)	Double counting (b)	The CPA has not yet been included in another programme of activities or has not yet been registered as a single CDM project activity.	The project proponent has signed a confirmation indicating that the project has not yet been included in another programme of activities nor has it been registered as a single CDM project activity. The cross-check in the CDM website has confirmed that there is no similar CDM project activity. The name "Aries 10 MW Solar PV Project" refers to the location of the CPA and the installed capacity of the project. The project name uniquely identifies the project.
3)	Technology (c)	The CPA involves the implementation of a renewable energy technology, including solar PV, wind, geothermal and	As indicated in Aries project description, the proposed CPA involves the installation of a 10 MW solar PV powered plant in Siyanda district municipality, Northern Cape province, South Africa,

		hydro. CPAs involving the use of biomass for generating electricity are excluded from this programme of activities.	
4)	Start date (d)	The start of the CPA occurs after the start date of the validation of the programme of activities, 13/03/2012. The start date will be defined as the date on which a contract has been signed for equipment, construction or operation services required for the CPA or the date on which the CPA is included in the programme of activities, whichever comes earlier.	As indicated in Aries project description, the proposed CPA involves the installation of a 10 MW solar PV powered plant in Siyanda district municipality, Northern Cape province, South Africa,
5)	Applicability of methodology (e)	The CPA meets all the applicability criteria of version 17 of AMS-I.D <i>Grid connected renewable electricity generation</i> as per section B.2, part II of the PoA-DD.	A detailed assessment showing that the project meets all the applicability criteria of version 17 of AMS-I.D Grid connected renewable electricity generation as shown in section D.2.
6)	Applicability of methodology (e)	The CPA does not use generating equipment, which is transferred from another activity.	The CPA will not use generating equipment, which is transferred from another activity
7)	Additionality (f)	The CPA meets the eligibility criteria pertaining to the demonstration of additionality as shown in the additionality-related eligibility criteria.	Additionality check carried out in this section below demonstrates that the project is additional.
8)	Stakeholder consultation and EIA (g)	(a) The CPA has carried out a local stakeholder consultation. (b) The CPA has carried out an Environmental Impact Assessment in line with host country laws and regulations	(a) The report of the meeting that includes summary of concerns raised and clarification provided thereof, attendance sheet, invitations and photographs shows that a local stakeholder consultation was carried out. (b) Basic Assessment Report and the environmental authorization (dated 02/09/2011) are provided by the CPA and show that the CPA has carried out an EIA.
9)	ODA (h)	The CPA has not received funding from Annex I parties that results in a diversion of official	The confirmation letter from CPA entity shows that the CPA has not received funding from Annex I parties that results in a diversion of official development

		development assistance	assistance.
10)	Target group (i)	The CPA supplies electricity to a national or regional grid; or supplies electricity to an identified consumer facility via national/regional grid through a contractual arrangement such as wheeling.	The Power Purchase Agreement shows that the CPA will supply electricity to the South African national grid system.
11)	Sampling (j)	Sampling will be carried out in line with paragraph 4 of the <i>Standard for sampling and surveys for CDM project activities and Programme of Activities</i> (version 02.0, EB 65, Annex 2) whereby the requirements from the applicable methodology will have precedence <i>[Applicable for geothermal project types]</i> .	Not applicable as it is not a geothermal project, but a solar photovoltaic power project.
12)	Installed capacity limits (k)	The installed capacity of the CPA is smaller than or equal to 15 MW. However, if a CPA is applying the additionality Option A for microscale project activities, the installed capacity of the SSC-CPA will be smaller than or equal to 5 MW.	The project plans to install 10.752 MWp capacity of solar PV power. This is the peak capacity that it is installed, not the nominal capacity that will be fed into the grid. Thus it meets the 15 MW SSC-threshold.
13)	Debundling (l)	The CPA is not a debundled component of a large-scale project activity in accordance with the <i>Guidelines on assessment of debundling for SSC project activities</i> (version 03, EB 54, Annex 13).	Debundling check carried out in line with the Guidelines on assessment of debundling for SSC project activities (version 03, EB 54, Annex 13) shows that the project is not a debundled component of a large-scale project activity.

Confirmation of additionality of the SSC-CPA for its inclusion in the PoA:

The additionality of the CPA is demonstrated and assessed using option C.

Option C: Automatic additionality	
Criteria	Justification
The CPA uses a technology, which is on the positive list of grid-connected renewable electricity generation technologies as specified in the <i>Guidelines on the demonstration of additionality of small-scale project activities</i> (version 09.0, EB 68, Annex 27).	The CPA uses solar photovoltaic which is a technology on the positive list of grid-connected renewable electricity generation technologies.

According to the *Guidelines on the demonstration of additionality of small-scale project activities* (version 09.0, EB 68, Annex 27), the positive list of grid-connected renewable electricity generation technologies involve:

- (i) Solar technologies (photovoltaic and solar thermal electricity generation);
- (ii) Off-shore wind technologies;
- (iii) Marine technologies (wave, tidal);
- (iv) Building-integrated wind turbines or household rooftop wind turbines of a size up to 100 kW;

Since the CPA is a solar photovoltaic project, the project is automatically **additional**.

D.6. Estimation of emission reductions

D.6.1. Explanation of methodological choices

The SSC-CPA is a grid-connected solar photovoltaic plant installed at a site where there was no renewable energy power plant operating prior to the implementation of the CPA (greenfield plant).

The emission factor of the grid has been calculated in a transparent and conservative manner, using the combined margin (CM) consisting of the operating margin (OM) and build margin (BM) according to the procedures prescribed in the Tool to calculate the emission factor for an electricity system (version 02.2.1).

Baseline emissions

The baseline emissions are the product of electrical energy baseline EG_{BL} expressed in MWh of electricity produced by the renewable generating unit multiplied by the grid emission factor.

The baseline emissions (BE_y) are calculated using **equation (1)** of AMS-I.D version 17:

$$BE_y = EG_{BL,y} * EF_{CO_2,grid,y}$$

Where:

BE_y = Quantity of net electricity supplied to the grid as a result of the implementation of the CDM project activity in year y (MWh)

$EG_{BL,y}$ = Baseline Emissions in year y (t CO₂)

$EF_{CO_2,grid,y}$ = CO₂ emission factor of the grid in year y (t CO₂/MWh)

The emission factor is calculated in a transparent and conservative manner using the combined margin (CM), consisting of the combination of operating margin (OM) and build margin (BM)

according to the procedures prescribed in the *Tool to calculate the emission factor for an electricity system* (version 02.2.1).

$EF_{CO_2,grid,y}$ is calculated based on the results of the grid emission factor computation described in Appendix 4 of the PoA-DD based on guidelines of the *Tool to calculate the emission factor for an electricity system* (version 02.2.1). The calculation of the combined margin emission factor is based on weighted average CM whereby **equation (13)** in the tool shown below was applied:

$$EF_{grid,CM,y} = EF_{grid,OM,y} * w_{OM} + EF_{grid,BM,y} * w_{BM}$$

Since the project involves the installation of a solar power plant, the values of w_{OM} and w_{BM} are 0.75 and 0.25 respectively.

The grid emission factor is calculated for the South African electricity system at PoA level and will be updated every seven years of the PoA.

Project emissions

For most renewable energy project activities $PE_y = 0$. However, as per the provisions in AMS-I.D (version 17), project emissions will be considered for geothermal and hydro power plants with water reservoirs. These project emissions shall be calculated using **equation (1)** in ACM0002 (version 13.0.0) taking only those parameters applicable under AMS-I.D (version 17)

$$PE_y = PE_{FF,y} + PE_{GP,y} + PE_{HP,y}$$

Where:

PE_y = Project emissions in year y (tCO₂e/yr)

$PE_{FF,y}$ = Project emissions from fossil fuel consumption in year y (tCO₂/yr)

$PE_{GP,y}$ = Project emissions from the operation of geothermal power plants due to the release of non-condensable gases in year y (tCO₂e/yr)

$PE_{HP,y}$ = Project emissions from water reservoirs of hydro power plants in year y (tCO₂e/yr)

Project emissions are not considered for this specific CPA, since the CPA is a solar PV power plant.

Leakage emissions

Leakage emissions are not considered since the CPA will not use energy generating equipment that is transferred from another activity.

Emission reductions

In line with AMS-I.D. (version 17) the emission reductions are calculated using **equation 10** as follows:

$$ER_y = BE_y - PE_y - LE_y$$

Where,

ER_y = Emission reductions in year y (t CO₂/y)

BE_y = Baseline Emissions in year y (t CO₂/y)

PE_y = Project emissions in year y (t CO₂/y)

LE_y = Leakage emissions in year y (t CO₂/y)

D.6.2. Data and parameters fixed ex-ante

Data / Parameter	NCV_{i,y}	
Unit	GJ/kg	
Description	Net calorific value (energy content) of fossil fuel type i in year y	
Source of data	IPCC default values at the lower limit of the uncertainty at a 95% confidence interval have been used	
Value(s) applied	Fuel Type	NCV (GJ/kg)
	Coal (other bituminous coal)	0.0199
	Gas/Jet kerosene	0.042
	Gas/Diesel Oil	0.0414
Choice of data or Measurement methods and procedures	<p>IPCC default values are used as there is no specific data from the fuel suppliers of the power plants and also not regional default values.</p> <p>Average OM: Calculated once for each crediting period during validation stage using the most recent three historical years for which data is available at the time of submission of the CDM-PDD to the DOE for validation (<i>ex ante</i> option)</p> <p>BM: For the first crediting period, once <i>ex ante</i>. For the second and third crediting period, only once <i>ex ante</i> at the start of the second crediting period</p>	
Purpose of data	Calculation of baseline emissions	
Additional comment	GEF has been fixed on PoA level	

Data / Parameter	EF_{CO2,i,y} and EF_{CO2,m,i,y}	
Unit	tCO ₂ /GJ	
Description	CO ₂ emission factor of fossil fuel type i used in power unit m in year y	
Source of data	IPCC default values at the lower limit of the uncertainty at a 95% confidence interval have been used.	
Value(s) applied	Fuel Type	EFCO ₂ (tCO ₂ /GJ)
	Coal (other bituminous coal)	0.0895
	Gas/Jet kerosene	0.0697
	Gas/Diesel Oil	0.0726
Choice of data or Measurement methods and procedures	<p>IPCC default values are used as there is no specific data from the fuel suppliers of the power plants and also not regional default values.</p> <p>Average OM: Calculated once for each crediting period during validation stage using the most recent three historical years for which data is available at the time of submission of the CDM-PDD to the DOE for validation (<i>ex ante</i> option)</p> <p>BM: For the first crediting period, once <i>ex ante</i> following the guidance included in Step 5. For the second and third crediting period, only once <i>ex ante</i> at the start of the second crediting period</p>	
Purpose of data	Calculation of baseline emissions	

Additional comment	GEF has been fixed on PoA level
--------------------	---------------------------------

Data / Parameter	$\eta_{m,y}$							
Unit	-							
Description	Average net conversion efficiency of power unit m in year y							
Source of data	Default value for open cycle gas turbines built before and after 2000 and Fluidised Bed System (FBS) coal generation technology for units built before and in 2000 is used as per Annex 1 of the Tool to calculate the emission factor for an electricity system.							
Value(s) applied	<table><tr><td>Open cycle gas turbines built before and in 2000</td><td>30%</td></tr><tr><td>Open cycle gas turbines built after 2000</td><td>39.5%</td></tr><tr><td>(FBS) coal generation technology for units built before and in 2000</td><td>35.5%</td></tr></table>		Open cycle gas turbines built before and in 2000	30%	Open cycle gas turbines built after 2000	39.5%	(FBS) coal generation technology for units built before and in 2000	35.5%
Open cycle gas turbines built before and in 2000	30%							
Open cycle gas turbines built after 2000	39.5%							
(FBS) coal generation technology for units built before and in 2000	35.5%							
Choice of data or Measurement methods and procedures	There is no data published on the efficiency of Eskom's gas power plants, therefore default values as provided in Annex 1 of the Tool to calculate the emission factor for an electricity system shall be used.							
Purpose of data	Calculation of baseline emissions							
Additional comment	GEF has been fixed on PoA level							

Data / Parameter	$EG_{m,y}$
Unit	MWh
Description	Net electricity generated by power plant/unit m in year y
Source of data	Eskom published data and CDM Monitoring Reports for the CDM project activities

Value(s) applied			Generation Data (MWh)		
	Name	Type	2008-2009	2009-2010	2010-2011
	Arnot	Coal	11,987,281	13,227,864	12,194,878
	Camden	Coal	6,509,079	7,472,070	7,490,836
	Duvha	Coal	21,769,489	22,581,228	20,267,508
	Grootvlei	Coal	1,249,556	2,656,230	3,546,952
	Hendrina	Coal	12,296,687	12,143,292	11,938,206
	Kendal	Coal	23,841,401	23,307,031	25,648,258
	Komati	Coal	-	1,016,023	2,060,141
	Kriel	Coal	18,156,686	15,906,816	18,204,910
	Lethabo	Coal	23,580,232	25,522,698	25,500,366
	Majuba	Coal	22,676,924	22,340,081	24,632,585
	Matimba	Coal	26,256,068	27,964,141	28,163,040
	Matla	Coal	21,863,400	21,954,536	21,504,422
	Tutuka	Coal	21,504,122	19,847,894	19,067,501
	Acacia	Gas (Jet kerosene)	-	971.00	992.00
	Port Rex	Gas (Jet kerosene)	-	322.00	5,507.00
	Ankerlig	Gas/Diesel Oil	-	6,303.00	-
	Gourikwa	Gas/Diesel Oil	-	5,817.00	-
	Gariep	Hydropower	-	-	-
	Vanderkloof	Hydropower	-	-	-
	Colleywobblers	Hydropower	-	-	-
	First Falls	Hydropower	-	-	-
	Second Falls	Hydropower	-	-	-
	Ncora	Hydropower	-	-	-
	Koeberg	Nuclear	13,004,000	12,806,000	12,099,000
	Klipheuwel	Wind	2,000	1,000	2,000
	PetroSA biogas to energy	CDM	23,286	23,286	23,286
	Bethlehem Hydroelectric project	CDM	8,983	8,983	8,983
	Durban Landfill-gas-to- electricity project – Mariannhill and La Mercy Landfills	CDM	3,744	3,744	3,744
Durban landfill gas Bisasar Road project	CDM	23,792	31,723	31,723	
		224,756,730			
Total			228,828,053	232,394,838	

Choice of data or Measurement methods and procedures	<p>Data on electricity generation has been obtained from Eskom, the main utility company in South Africa and owner of the power plants. For the CDM power plants, that are not owned by Eskom, generation data had to be calculated from the CDM Monitoring Reports.</p> <p>Average OM: Calculated once for each crediting period using the most recent three historical years for which data is available at the time of submission of the CDM-PDD to the DOE for validation (ex ante option)</p> <p>BM: For the first crediting period, once ex ante following the guidance included in Step 5 of the Tool to calculate the emission factor for an electricity system. For the second and third crediting period, only once ex ante at the start of the second crediting period.</p>
Purpose of data	Calculation of baseline emissions
Additional comment	GEF has been fixed on PoA level

Data / Parameter	FC_{i,m,y}																																																																																																			
Unit	Kg/year																																																																																																			
Description	Amount of fossil fuel type <i>i</i> consumed by power plant / unit <i>m</i> in year <i>y</i>																																																																																																			
Source of data	Eskom published data, other utility and government records																																																																																																			
Value(s) applied	<table><tr><td></td><td></td><td colspan="3">FC_{i,m,y} (kg/year)</td></tr><tr><td>Name</td><td>Type</td><td>2008-2009</td><td>2009-2010</td><td>2010-2011</td></tr><tr><td>Arnot</td><td>Coal</td><td>6,395,805,000</td><td>6,794,134,000</td><td>6,525,670,000</td></tr><tr><td>Camden</td><td>Coal</td><td>3,876,211,000</td><td>4,732,163,000</td><td>4,629,763,000</td></tr><tr><td>Duvha</td><td>Coal</td><td>11,393,553,000</td><td>11,744,606,000</td><td>10,639,393,000</td></tr><tr><td>Grootvlei</td><td>Coal</td><td>674,538,000</td><td>1,637,371,000</td><td>2,132,979,000</td></tr><tr><td>Hendrina</td><td>Coal</td><td>7,122,918,000</td><td>6,905,917,000</td><td>7,139,198,000</td></tr><tr><td>Kendal</td><td>Coal</td><td>15,356,595,000</td><td>13,866,514,000</td><td>15,174,501,000</td></tr><tr><td>Komati</td><td>Coal</td><td>0</td><td>664,497,000</td><td>1,271,010,000</td></tr><tr><td>Kriel</td><td>Coal</td><td>9,420,764,000</td><td>8,504,715,000</td><td>9,527,185,000</td></tr><tr><td>Lethabo</td><td>Coal</td><td>16,715,323,000</td><td>18,170,227,000</td><td>17,774,699,000</td></tr><tr><td>Majuba</td><td>Coal</td><td>12,554,406,000</td><td>12,261,833,000</td><td>13,020,512,000</td></tr><tr><td>Matimba</td><td>Coal</td><td>13,991,453,000</td><td>14,637,481,000</td><td>14,596,842,000</td></tr><tr><td>Matla</td><td>Coal</td><td>12,689,387,000</td><td>12,438,391,000</td><td>12,155,421,000</td></tr><tr><td>Tutuka</td><td>Coal</td><td>11,231,583,000</td><td>10,602,839,000</td><td>10,191,709,000</td></tr><tr><td>Acacia</td><td>Gas (Jet kerosene)</td><td>0</td><td>-</td><td>347,066.46</td></tr><tr><td>Port Rex</td><td>Gas (Jet kerosene)</td><td>0</td><td>-</td><td>219,913.98</td></tr><tr><td>Ankerlig</td><td>Gas/Diesel Oil</td><td>0</td><td>-</td><td>0</td></tr><tr><td>Gourikwa</td><td>Gas/Diesel Oil</td><td>0</td><td>-</td><td>0</td></tr></table>							FC_{i,m,y} (kg/year)			Name	Type	2008-2009	2009-2010	2010-2011	Arnot	Coal	6,395,805,000	6,794,134,000	6,525,670,000	Camden	Coal	3,876,211,000	4,732,163,000	4,629,763,000	Duvha	Coal	11,393,553,000	11,744,606,000	10,639,393,000	Grootvlei	Coal	674,538,000	1,637,371,000	2,132,979,000	Hendrina	Coal	7,122,918,000	6,905,917,000	7,139,198,000	Kendal	Coal	15,356,595,000	13,866,514,000	15,174,501,000	Komati	Coal	0	664,497,000	1,271,010,000	Kriel	Coal	9,420,764,000	8,504,715,000	9,527,185,000	Lethabo	Coal	16,715,323,000	18,170,227,000	17,774,699,000	Majuba	Coal	12,554,406,000	12,261,833,000	13,020,512,000	Matimba	Coal	13,991,453,000	14,637,481,000	14,596,842,000	Matla	Coal	12,689,387,000	12,438,391,000	12,155,421,000	Tutuka	Coal	11,231,583,000	10,602,839,000	10,191,709,000	Acacia	Gas (Jet kerosene)	0	-	347,066.46	Port Rex	Gas (Jet kerosene)	0	-	219,913.98	Ankerlig	Gas/Diesel Oil	0	-	0	Gourikwa	Gas/Diesel Oil	0	-	0
		FC_{i,m,y} (kg/year)																																																																																																		
Name	Type	2008-2009	2009-2010	2010-2011																																																																																																
Arnot	Coal	6,395,805,000	6,794,134,000	6,525,670,000																																																																																																
Camden	Coal	3,876,211,000	4,732,163,000	4,629,763,000																																																																																																
Duvha	Coal	11,393,553,000	11,744,606,000	10,639,393,000																																																																																																
Grootvlei	Coal	674,538,000	1,637,371,000	2,132,979,000																																																																																																
Hendrina	Coal	7,122,918,000	6,905,917,000	7,139,198,000																																																																																																
Kendal	Coal	15,356,595,000	13,866,514,000	15,174,501,000																																																																																																
Komati	Coal	0	664,497,000	1,271,010,000																																																																																																
Kriel	Coal	9,420,764,000	8,504,715,000	9,527,185,000																																																																																																
Lethabo	Coal	16,715,323,000	18,170,227,000	17,774,699,000																																																																																																
Majuba	Coal	12,554,406,000	12,261,833,000	13,020,512,000																																																																																																
Matimba	Coal	13,991,453,000	14,637,481,000	14,596,842,000																																																																																																
Matla	Coal	12,689,387,000	12,438,391,000	12,155,421,000																																																																																																
Tutuka	Coal	11,231,583,000	10,602,839,000	10,191,709,000																																																																																																
Acacia	Gas (Jet kerosene)	0	-	347,066.46																																																																																																
Port Rex	Gas (Jet kerosene)	0	-	219,913.98																																																																																																
Ankerlig	Gas/Diesel Oil	0	-	0																																																																																																
Gourikwa	Gas/Diesel Oil	0	-	0																																																																																																

Choice of data or Measurement methods and procedures	<p>Data on fuel consumption has been obtained from Eskom, the main utility company in South Africa and owner of the power plants. The values provided for the coal plants are in tonnes. These values were converted to kg by multiplying by 1000.</p> <p>The values provided for the gas turbines i.e. Acacia, Port Rex, Ankerling and Gourikwa are in litres. These were converted to kg units by multiplying by the fuel type density given in (kg/l). For jet gasoline, the density value used was 0.78 kg/l while 0.82 kg/l was used for diesel oil.</p> <p>Average OM: Calculated once for each crediting period using the most recent three historical years for which data is available at the time of submission of the CDM-PDD to the DOE for validation (<i>ex ante</i> option)</p> <p>BM: For the first crediting period, once <i>ex ante</i>. For the second and third crediting period, only once <i>ex ante</i> at the start of the second crediting period</p>
Purpose of data	Calculation of baseline emissions
Additional comment	GEF has been fixed on PoA level

D.6.3. Ex-ante calculation of emission reductions

Baseline emissions

The baseline emissions are to be calculated as follows:

$$BE_y = EG_{BL,y} * EF_{CO2,grid,y}$$

Calculation of $EG_{BL,y}$

Parameter	Value ²³	Unit	Source
$EG_{BL,y}$	20,644	MWh	Feasibility Study

Calculation of $EF_{CO2,grid,y}$

Parameter	Value	Unit	Source
$EF_{grid,BM,y}$	0.9100	tCO ₂ /MWh	GEF calculations
w_{BM}	0.25		Default value
$EF_{grid,OM-DD,y}$	0.9585	tCO ₂ /MWh	GEF calculations
w_{OM}	0.75		Default value
$EF_{grid,CM,y}$	0.9464	tCO ₂ /MWh	GEF calculations

Therefore:

$$EF_{CO2,grid,y} = 0.9464 \text{ tCO}_2/\text{MWh}$$

$$BE_y = 20,644 * 0.9464 = 19,537 \text{ tCO}_2/\text{year}$$

²³ Average power generation for the first crediting period.

Project emissions

There are no project emissions to be accounted for, therefore:

$$PE_y = 0$$

Leakage emissions

The CPA does not use energy generating equipment that is transferred from another activity. Therefore, leakage emissions are not considered.

Emission reductions

$$ER_y = BE_y - PE_y - LE_y$$

Therefore, emission reductions equal:

$$ER_y = 19,537 - 0 - 0 = 19,537 \text{ tCO}_2/\text{y}$$

D.6.4. Summary of the ex-ante estimates of emission reductions

Year	Baseline emissions (t CO ₂ e)	Project emissions (t CO ₂ e)	Leakage (t CO ₂ e)	Emission reductions (t CO ₂ e)
05/10/2013 – 31/12/2013	4,767	0	0	4,767
2014	19,754	0	0	19,754
2015	19,675	0	0	19,675
2016	19,596	0	0	19,596
2017	19,518	0	0	19,518
2018	19,440	0	0	19,440
2019	19,362	0	0	19,362
01/01/2020 – 04/10/2020	14,649	0	0	14,649
Total	136,761	0	0	136,761
Total number of crediting years	7			
Annual average over the crediting period	19,537	0	0	19,537

D.7. Application of the monitoring methodology and description of the monitoring plan**D.7.1. Data and parameters to be monitored**

Data / Parameter	EG_{BLy}
Unit	MWh
Description	Quantity of net electricity supplied to the grid as a result of the implementation of the CDM project activity in year y

Source of data	Main and backup metering equipment installed at project activity site																		
Value(s) applied	<p>20,644 as average for the first crediting period</p> <table border="1"> <tr> <td>05/10/2013 – 31/12/2013</td><td>5,037</td></tr> <tr> <td>2014</td><td>20,873</td></tr> <tr> <td>2015</td><td>20,790</td></tr> <tr> <td>2016</td><td>20,706</td></tr> <tr> <td>2017</td><td>20,624</td></tr> <tr> <td>2018</td><td>20,541</td></tr> <tr> <td>2019</td><td>20,459</td></tr> <tr> <td>01/01/2020 – 04/10/2020</td><td>15,479</td></tr> <tr> <td>Average</td><td>20,644</td></tr> </table>	05/10/2013 – 31/12/2013	5,037	2014	20,873	2015	20,790	2016	20,706	2017	20,624	2018	20,541	2019	20,459	01/01/2020 – 04/10/2020	15,479	Average	20,644
05/10/2013 – 31/12/2013	5,037																		
2014	20,873																		
2015	20,790																		
2016	20,706																		
2017	20,624																		
2018	20,541																		
2019	20,459																		
01/01/2020 – 04/10/2020	15,479																		
Average	20,644																		
Measurement methods and procedures	The electricity delivered to the grid will be measured continuously (hourly measurement and at least monthly recording) by a main-meter owned and operated by the project owner (facility metering installation) and back-up meter (system metering installation) owned and operated by the NTC or the distributor (as applicable). The metering system is installed at the point of connection with grid as agreed by the grid operator. High-precision equipment will be used to achieve high level of accuracy of the measurements. The equipment will be calibrated and tested according to recognized standards as agreed with the grid operator. In case the grid operator will install their own electricity meter, the meter by the project owner will be used to cross check the measured values. If values differ, the values from the meter with a higher precision will be used.																		
Monitoring frequency	The quantity of electricity supplied to the grid will be measured continuously (hourly measurement) and recorded monthly. The basic measurement period shall be carried out in line with PPA.																		
QA/QC procedures	<p>Measurement results shall be cross-checked with records for sold/purchased electricity (e.g. invoices).</p> <p>The Facility Metering Installation and the System Metering Installation shall be treated as working satisfactorily so long as the errors are within the limits prescribed for meters of the particular standard and specification used, or are within a tolerance level of $\pm 0.5\%$, whichever is the lesser. Testing and inspection will also be carried out in line with the procedures described in the PPA.</p>																		
Purpose of data	Calculation of baseline emissions																		
Additional comment	The net electricity supplied to a grid is the difference between the measured quantities of the grid electricity export and import. If applicable, the CPA will cross check net electricity supplied to a grid as gross energy generation in the CPA power plant minus the auxiliary/station electricity consumption, technical losses and electricity import from the grid to the project power plant measured at the grid interface/connection used for billing purposes.																		

D.7.2. Description of the monitoring plan

Overall authority and responsibility for monitoring will rest with the CME, which will also be responsible for managing the emission reduction monitoring and verification process.

In order to enable verification of emission reductions the CPA must maintain credible, transparent and adequate data measurement, collection, estimation and tracking systems. The following monitoring procedures and responsibilities will apply:

Sevenstones 159 (Pty) Ltd. – CPA implementing entity:

Sevenstones 159 (Pty) Ltd. will be responsible for the technical aspects related to on-site monitoring such as training of personnel, calibration and maintenance of equipment and physical reading, day-to-day handling and long-term storage of metered data.

In addition, Sevenstones 159 (Pty) Ltd. will be responsible for preparing invoices for the sales of electricity to Eskom. Copies of invoices will be made available to the CME for QA/QC purposes.

Metering will be conducted with calibrated measurement equipment in accordance to relevant industry standards. The South African National Standard has published the *Code of practice of electricity metering* NRS 057:2009. This code of practice specifies the procedures and standards to be adhered to by electricity licensees and their agents in operating and servicing new and existing metering installations, which are to be used for billing purposes. The code of practice is applicable to metering installations in their entirety, including all measuring transformers, wiring, cabling, metering panel construction, active and reactive meters, data loggers and associated test facilities.

Since the project is expected to have a maximum export capacity of 10 MVA, the active energy meter will have an accuracy of 0.5 S and the reactive energy meter will have an accuracy of 2 as described in table 1 of the NRS 057 standard.

Sevenstones 159 (Pty) Ltd will monitor and keep records of the quantity of net electricity supplied to the grid. The quantity of electricity supplied to the grid will be reported to the CME on a quarterly basis for the previous three months and will be accompanied by supporting evidence for cross-checking purposes.

Sevenstones 159 (Pty) Ltd will keep electronic copies of all CDM related data at its headquarters, at least until two years after the end of the last crediting period.

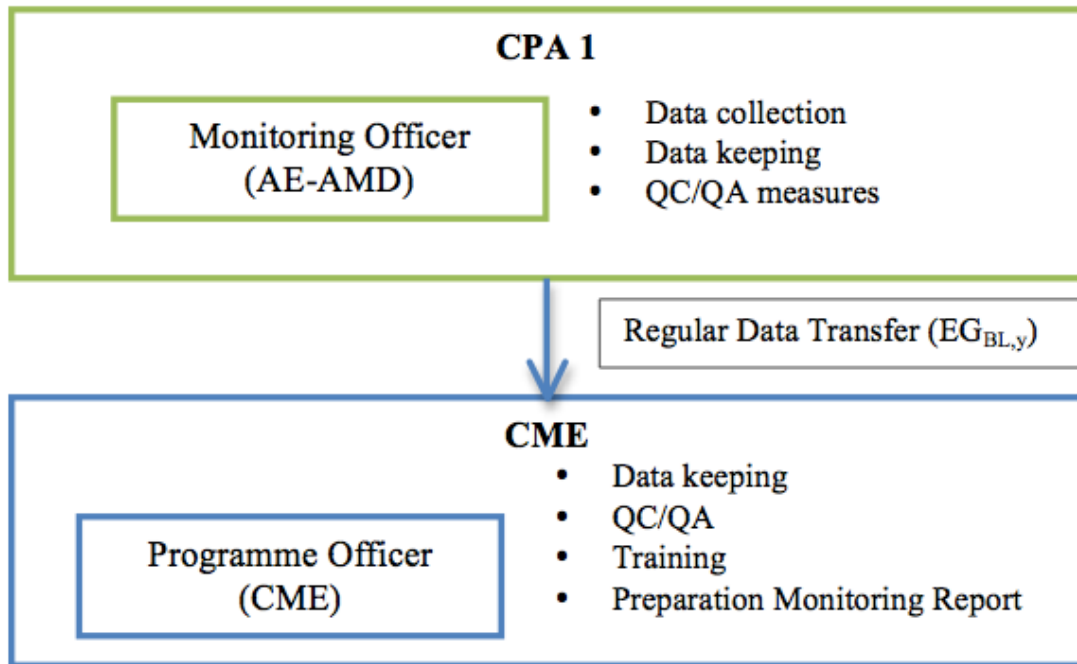


Figure 12: Monitoring management structure

Metering system

Figure 13 shows a detailed illustration of the location of the metering system. The System Metering is part of Eskom's Aries substation and refers to the back-up metering equipment installed by Eskom. The Facility Metering Installation refers to the main metering equipment installed by the project owner and is located in the Terminal Substation of the project before the delivery point

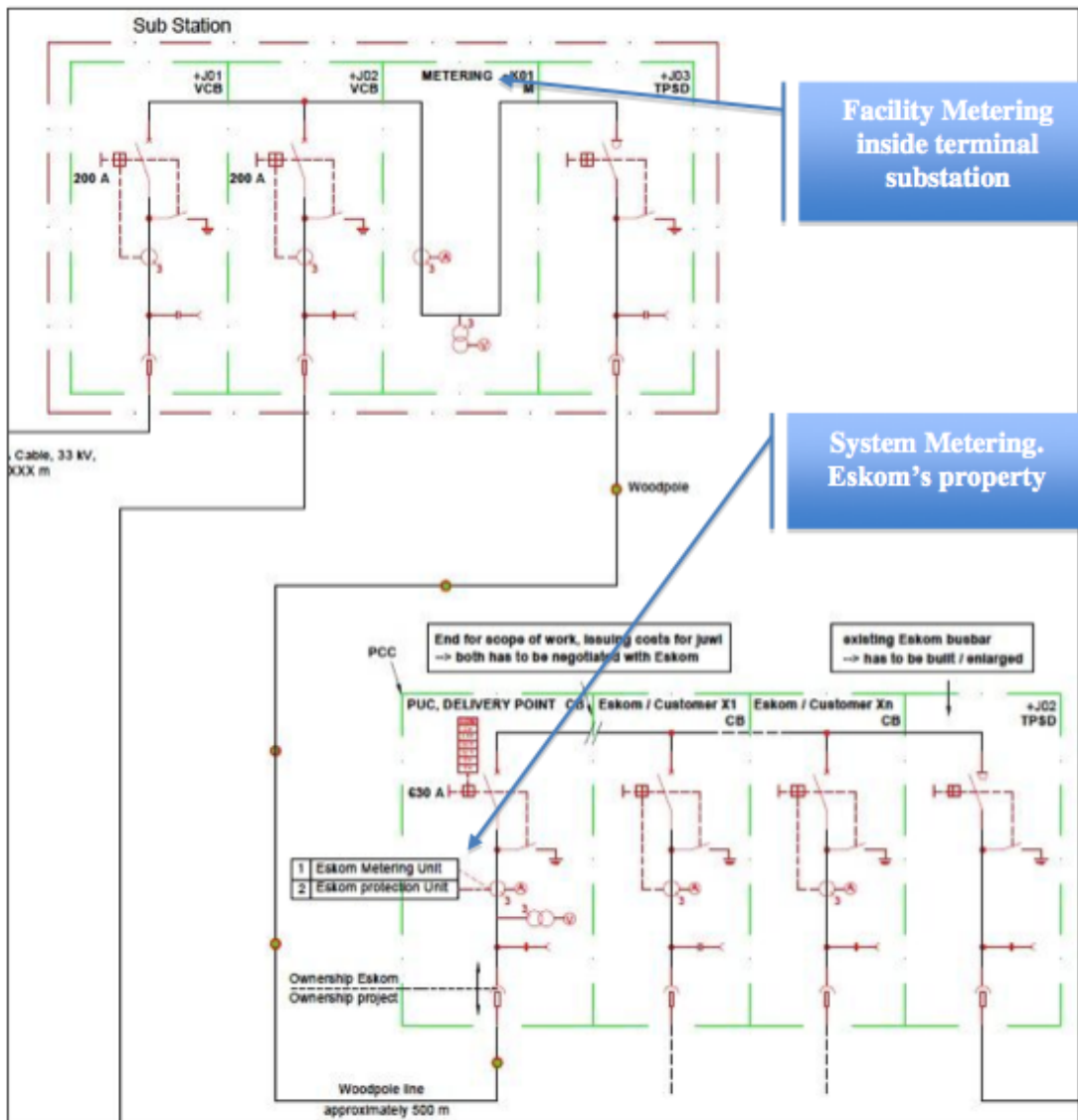


Figure 13. Detail of metering point of the single line diagram

Additional Energy Limited - Coordinating/managing entity:

Upon receipt of data and information from Sevenstones 159 (Pty) Ltd., the CME will carry out a quality assurance (QA) and quality control (QC).

If problems occur that may affect the quality of data, the CME will inform the project proponent and off taker of the need for corrective actions. For instance, metering equipment installed shall be inspected by an accredited inspection agency after the repair of all or part of meter caused by the failure of one or more parts to operate in accordance with the specifications. In the case that data quality problems result in uncertainty issues the CME will always use the more conservative value from an energy generation or emission factor standpoint in preparing calculations and monitoring data for verification.

Once the CME has carried out the QA/QC, the CME will store all data and information as received from the Sevenstones 159 (Pty) Ltd. (including supporting evidence) in an electronic database. Based on the data and information that is stored in the electronic database, the CME will prepare

annually monitoring reports for each CPA separately which will be submitted to the DOE for verification.

All data and information will be archived for each CPA separately until at least two years after the end of the last crediting period.

Before the implementation of a CPA, the CME will provide training and guidance regarding the implementation of the monitoring plan. The training will include:

- CDM project cycle and the significance of monitoring
- Management structure and work scope
- Components of the monitoring plan
- QA/QC procedures
- Monitoring report template
- Preparation for verification
- Questions and answers

In addition to collecting, processing and archiving data and information from Sevenstones 159 (Pty) Ltd., the CME will also be responsible for the collection, processing and archiving of data and information for the calculation of the grid emission factor. In this context, the CME will collect data on a regular basis from the relevant sources and will carry out the relevant QA/QC procedures. The grid emission factor will be calculated and be used for the calculation of the emission reductions achieved by each CPA.

Data and information for the calculation of the grid emission factor will be stored electronically by the CME for at least two years following the end of the last crediting period.

SECTION E. Approval and authorization

The letter of Approval (LoA) of the host country South Africa is available at the time of submitting the CPA-DD to the validating DOE for inclusion. Letter of Approval was issued on 19/09/2012

- - - - -

Appendix 1. Contact information of CPA implementer(s) and responsible person(s)/ entity(ies) for completing the CDM-SSC-CPA-DD-FORM

CPA implementer and/or responsible person/ entity	<input checked="" type="checkbox"/> CPA implementer(s) <input type="checkbox"/> Responsible person/ entity for completing the CDM-SSC-CPA-DD-FORM
Organization	Sevenstones 159 (Pty) Limited
Street/P.O. Box	Corner Leslie Avenue East and Design Quarter Blvd.
Building	Building 1, Ground Floor
City	Johannesburg
State/Region	Gauteng
Postcode	2055
Country	South Africa
Telephone	+27 (0) 11 367 4600
Fax	+27 (0) 11 367 4601
E-mail	info@biothermenergy.com
Website	www.biothermenergy.com
Contact person	Uri Epstein
Title	Development Director
Salutation	Mr.
Last name	Epstein
Middle name	-
First name	Uri
Department	-
Mobile	-
Direct fax	-
Direct tel.	+27 (0) 11 367 4628
Personal e-mail	uepstein@biothermenergy.com

CPA implementer and/or responsible person/ entity	<input type="checkbox"/> CPA implementer(s) <input checked="" type="checkbox"/> Responsible person/ entity for completing the CDM-SSC-CPA-DD-FORM
Organization	Additional Energy Limited
Street/P.O. Box	34B York Way
Building	-
City	London
State/Region	-
Postcode	N1 9AB
Country	United Kingdom
Telephone	+61 402643154

Fax	-
E-mail	anil@additionalenergy.com
Website	www.additionalenergy.com
Contact person	Anil Bhatta
Title	Technical Director
Salutation	Mr
Last name	Bhatta
Middle name	
First name	Anil
Department	-
Mobile	+61402643154
Direct fax	-
Direct tel.	-
Personal e-mail	anil@additionalenergy.com

Appendix 2. Affirmation regarding public funding

No public funding involved in the CPA.

Appendix 3. Applicability of methodology(ies) and standardized baseline(s)

No additional information

Appendix 4. Further background information on ex ante calculation of emission reductions

No additional information

Appendix 5. Further background information on monitoring plan

No additional information

Appendix 6. Summary of post registration changes

The CME has made post registration changes for the CPA. The description of PV module and inverter that was outlined in the registered CPA-DD (Version 01) was found inconsistent with the actual models of PV module and inverter at the project site. As per Appendix 1, paragraph 1 of the CDM Project Standard (Version 09.0), the CME requested to correct description of PV module and inverter. Corrected inverter details that were validated during the site visit are outlined below:

Parameter	PV Module	Inverter
Model	BYD 250P6C-30	Sunny Central 630CP XT

- - - - -

Document information

Version	Date	Description
04.0	9 March 2015	Revisions to: <ul style="list-style-type: none"> • Include provisions related to statement on erroneous inclusion of a CPA; • Include provisions related to delayed submission of a monitoring plan; • Provisions related to local stakeholder consultation; • Provisions related to the Host Party; • Editorial improvement.
03.0	25 June 2014	Revisions to: <ul style="list-style-type: none"> • Include the Attachment: Instructions for filling out the component project activity design document form for small-scale CDM component project activities (these instructions supersede the "Guidelines for completing the component project activity design document form for small-scale component project activities" (Version 01.0)); • Include provisions related to standardized baselines; • Add contact information on a CPA implementer and/or responsible person/ entity for completing the CDM-SSC-CPA-DD-FORM in A.14. and Appendix 1; • Add general instructions on post-registration changes in paragraph 4 and 5 of general instructions and Error! Reference source not found.; • Change the reference number from <i>F-CDM-SSC-CPA-DD</i> to <i>CDM-SSC-CPA-DD-FORM</i>; • Editorial improvement.

<i>Version</i>	<i>Date</i>	<i>Description</i>
02.0	13 March 2012	EB 66, Annex 17 Revision required to ensure consistency with the "Guidelines for completing the component project design document form for small-scale component project activities".
01.0	27 July 2007	EB33, Annex44 Initial adoption.
Decision Class: Regulatory Document Type: Form Business Function: Registration Keywords: component project activity, project design document, SSC project activities		