



MINISTERIO DE MEDIO AMBIENTE
Y RECURSOS NATURALES

MARN-DGCCAE-028/2012

San Salvador, June 12th, 2012

Reference: Letter of approval of the "Hydro Alliance"
Program of Activities.

Mr.
Francisco Manuel Andicoechea Alegría
Representante Legal
Negocios Energéticos de Occidente, S.A.
San Salvador

Dear Mr. Andicoechea:

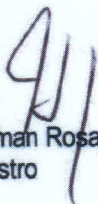
With reference to the "Hydro Alliance Program of Activities" submitted to our approval by the company you represent, we hereby communicate you that in our capacity of Designated National Authority (DNA), for the Clean Development Mechanism (CDM) of the Republic of El Salvador, we hereby approve the implementation of said Program in El Salvador, and authorize "Negocios Energéticos de Occidente, S.A." as project participant and the coordinating managing entity of the CDM Project "Hydro Alliance Program of Activities"; at the same time we confirm that:

- i) The Republic of El Salvador ratified the Kyoto Protocol on September 17, 1998.
- ii) The Republic of El Salvador voluntarily participates in the CDM.
- iii) The Republic of El Salvador recognizes the Program Participant's rights to all Certified Emission Reductions (CERs) generated by the Program.
- iv) The program would contribute to sustainable development in the Republic of El Salvador.

This letter of approval will be valid only if the Program Design Document (PDD) is validated by the Designated Operational Entity (DOE), and it does not constitute an exemption of the obligation to obtain the corresponding environmental permit for the development of individual projects in El Salvador.

Sincerely,




Herman Rosa Chávez
Ministro