



**energy**

Department:  
Energy  
**REPUBLIC OF SOUTH AFRICA**

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Ethekwini Municipality  
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South Africa

South African  
Designated National Authority  
For the  
Clean Development Mechanism  
Of the  
Kyoto Protocol to the United Nations  
Framework Convention on Climate Change  
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**Attention: Mr. Derek Morgan**

**DESIGNATED NATIONAL AUTHORITY (DNA) FOR THE CLEAN DEVELOPMENT MECHANISM (CDM): LETTER OF APPROVAL FOR RESIDENTIAL HOT WATER EFFICIENCY PROGRAMME IN SOUTH AFRICA.**

We refer to the application for the DNA's Letter of Approval for Residential Hot Water Efficiency Programme in South Africa (herein referred to as the Programme of Activities) submitted by Ethekwini Municipality.

The Republic of South Africa has ratified the United Nations Framework Convention on Climate Change and is a signatory to the Kyoto Protocol and complies with its obligations under these international instruments.

The DNA is the authorised body in South Africa to issue Letters of Approval for CDM projects. South Africa participates voluntarily in the CDM and in the Project.

Based exclusively on the information contained in the Programme of Activities-Design Document (PoA-DD) and subject to the conditions set out herein;

**We confirm that:**

- a. the Programme of Activities (PoA) is located in South Africa;
- b. the boundary for the first CDM Project Activities (CPA) is in the Ethekwini Municipality, Kwazulu Natal Province;
- c. the Project supports sustainable development.

**Letter of Approval**

**We authorise:**

- a. the participation of Residential Hot Water Efficiency Programme in South Africa, as a CDM Project;
- b. Ethekwini Municipality, as the project proponent to participate in the CDM Project;
- c. Ethekwini Municipality, if it is the legal owner of the Project, to sell the title and all rights to the greenhouse gas emission reductions generated by this Project.

**This Letter of Approval is subject to the following conditions:**

- a. Ethekwini Municipality warrants to the DNA that it is the legal owner of the Project. The DNA does not take any responsibility for the private contractual arrangements and property rights between or among project participants. The DNA may not be held liable in the event that ownership of the Project is disputed;
- b. the Project must be developed in accordance with the Project Design Document received by the DNA;
- c. the Project must obtain all relevant authorisations as required by national laws;
- d. the DNA retains the right to withdraw the authorisation granted in terms of the Letter of Approval in the event of non-compliance with the Project Design Document.

We will, to the extent possible, cooperate with Ethekwini Municipality and the CDM Executive Board to facilitate the CDM project cycle. The granting of this Letter of Approval does not guarantee the registration of the Project as a CDM project by the CDM Executive Board.

By its acceptance of this Letter of Approval, Ethekwini Municipality indemnifies the DNA against any loss that Ethekwini Municipality may suffer as a result of project implementation.

Yours Sincerely,



**Ms N Magubane**

**Director-General**

**Date:** 12 / 10 / 2012

**Letter of Approval**