

Letter of Approval

concerning

Dagachhu Hydropower Project, Bhutan

and

Asian Development Bank, as Trustee of the Future Carbon Fund

PREAMBLE

Whereas:

- A. Sweden has ratified the Kyoto Protocol to the United Nations Framework Convention on Climate Change on May 31, 2002.
- B. The Swedish Energy Agency has been appointed Designated National Authority for the Clean Development Mechanism.
- C. *Asian Development Bank, as Trustee of the Future Carbon Fund* ("the Applicant") has applied to participate in the *Dagachhu Hydropower Project, Bhutan* ("the Project Activity").

NOW THEREFORE the undersigned as legal and authorized representative of the Government of Sweden declares that:

DECLARATION:

1. Sweden *approves* the Project activity as a Clean Development Mechanism (CDM) project in accordance with Article 12 of the Kyoto Protocol and the relevant rules, decisions, guidelines, modalities, and procedures thereunder and confirms that the participation in the Project is voluntary.
2. Sweden *authorizes* the Applicant to participate in the Project activity in accordance with the Kyoto Protocol, the Marrakech Accords and the relevant rules, decisions, guidelines, modalities, and procedures thereunder.
3. Sweden *affirms* that any public funding for the Project activity does not result in a diversion of Sweden's official development assistance and is separate from and is not counted towards Sweden's financial obligations as a Party.

Eskilstuna 2012-06-05

For and on behalf of
The Government of Sweden



Erik Eriksson
Acting Director General

Swedish Energy Agency

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- B. The Swedish Energy Agency has been appointed Designated National Authority for the Clean Development Mechanism.
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NOW THEREFORE the undersigned as legal and authorized representative of the Government of Sweden declares that:

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Stockholm, 2012-07-04

For and on behalf of
The Government of Sweden



Erik Eriksson
Acting Director General

Swedish Energy Agency