

Addendum – Additional Information Regarding Common Practice

Cristalino Small Hydroelectric Power Plant – CDM.Val.0950BR02

The project activity is not common practice in the region, as SHPs represent less than 2 % of the total capacity installed and operating. To confirm this information, it was checked the information available during the validation on ANEEL website (Energy National Agency)/BIG – Banco de Informação sobre geração (Brazilian data base of power generation) (<http://www.aneel.gov.br/aplicacoes/capacidadebrasil/GeracaoTipoFase.asp?tipo=5&fase=3>)

It was confirmed that SHPs represent less than 2% in Paraná State (region where Cristalino is installed). To complement this information, it was verified the list of SHP in operation in Paraná to identify the plants which have the same classification of Cristalino (classified as PIE – Independent Power Producer) and that are in the same scale (1 to 15 MW of installed capacity). It was verified that there are 28 small hydro plants installed (with capacity under the limit of 15 MW), among them only 3 (including Cristalino plant and excluding other CDM projects) are registered as independent power generator. The other plants are registered as public service or producers for auto-supplying. The two plants are SHP Vitorino (5.3 MW), which is implemented in 2002 aiming to supply internal demand of energy of the owner group Anhambí Agroindustrial and only exporting to the other companies the exceeded electricity (information obtained from the website of the company group); and SHP Nova Jaguariaíva (1.22 MW), originally installed in 1950 and retrofitted in 2004. Considering these characteristics (main objective/destination of the electricity generation and date of construction), these two plants also were distinguished from the Cristalino project and did not face the same barriers or shared the same context".