

Cristalino – Reference 07 - English

Minute of the meeting of the partners of Cristalino Energia Ltda.

Carried out on July 20th, 2004

In the city of Manoel Ribas - PR

Attended: Antonio Camilo – Antonio Carlos Calleya – Antonio Marcos Iastrenski – Alberto de Andrade Pinto – Jonathan Mafra Tambosi

Alberto started the meeting saying that the starting of the work was already delayed and the schedule with ANEEL should be redone. According to him, the Installation License provided to them allowed the work to start, but there was not a license for clear-cutting, which implied in more delays to start the construction.

(...)

Jonathan asked Marcos about the proposal to earn carbon credits, and he replied that contacted Lumina Energia, but the company did not send a formal commercial proposal. However, he put forward that the form of hiring of the company was virtually impracticable as high amounts of money should be paid for the development of the CDM project, which would imply in lack of money during the starting of the work. So, they needed to look for a company that would accept to make a risk contract and make an initial investment with its own resources. Calleya showed everyone an article as of April 11th, 2003 in the Gazeta Mercantil newspaper, found by him on the internet, about a Portuguese Power Company installed in Brazil, Eletricidade de Portugal – EDP, that is entering the carbon credit market through CDM projects, with great strength in Brazil, and all participants agreed to designate someone to hire a specialized company in the sector, as the revenues from sale of carbon credits would accelerate the feasibility of the plant's construction.

(...)

Nothing else to discuss the meeting was finished with the signature of all the participants in this Minute.

Signatures:

Antonio Marcos Iastrenski

Antonio Camilo

Jonathan Mafra Tambosi

Antonio Carlos Calleya

Alberto de Andrade Pinto