

Further clarification on the starting date issue of “Jiangxi Pinggang Group 20MW Waste Gas and Surplus Steam based Captive Power Plant”

1/ Explanation of the consistency issue of start date in PDD

The starting date of the project is the day when the first “real action” has been taken. In the proposed project activity 25-12-2006 has been chosen as the starting date, which is the day when the civil work construction started.

Another milestone of the project (signing general Contract) which has been mentioned in the PDD on page 45 is not correct.

The actual “general contract” which is the day when the equipment purchase agreement was issued, has been signed on 28/12/2006 which is later than the construction started on 25/12/2006.

We are sorry for this mistake. The PDD has been revised. It is now consistent within itself and the Validation report.

2/Corrections of the consistency issue of start date in updated PDD

In both P19 and P45 of PDD, the statement how the starting date was selected has been updated to “start of civil work construction” coherently. Besides, the date of “signing the General Contract” is corrected to 28-12-2006, thereby it can not be deemed as the starting date due to later than 25-12-2006. In addition, a comparison is made in Table .1 to illustrate above statement.

3/ Corrections of the consistency issue of start date updated Validation Report

The final PDD version has been submitted to the DOE in April 2009. The final Validation report has been revised.

Table .1 Comparison of the expression for starting date in each document

		Event 1	Event 2
actual situation	date	25-12-2006 (Starting date)	28-12-2006
	description	Started civil work and construction formally, in detail, form infrastructures.	sign the general contract with contractor, which include equipment purchasing, installation and final test service.
	documents	Supervision report.	Project General Contract (No. 02-0607-0005-EPC-10B-12-4387 with Zhongye Jingcheng engineering technical Co. Ltd and Beijing Jingcheng Keling Environmental protection Science Co. Ltd.,)
expression in Old PDD	page 19	"Construction was formally begun, and it can be demonstrated by the supervision report."	"Integrated contract was sign with contractor and put into effect then." But the date is wrongly mentioned as 25-12-2006, which has been corrected in updated PDD.
	page 45	not mention	"the date of signing equipment purchasing agreement"
expression in New PDD	page 19	"Civil work construction was formally begun, and it can be demonstrated by the supervision report.	"General contract was sign with contractor and put into effect then."
	page 45	"the date of start of civil work construction which is the earliest 'real action'"	N/A