

Umweltbundesamt | Deutsche Emissionshandelsstelle  
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Carbon Asset Management Sweden AB  
Zweigstelle  
Katharinenstr. 30 A  
20457 Hamburg

Berlin, 16.07.2007

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Geschäftszeichen: E 1.5 – 18410 - 0058

Fels-Werke GmbH  
Geheimrat-Ebert-Straße 12  
38640 Goslar  
- reporting -

Sri Balaji Biomass Power Pvt. Limited  
Krishna Nagar Colony, 137, P G Road  
1-8-50/2/4/1, Plot No. 32  
Secunderabad - Andhra Pradesh  
500 003 India  
- reporting -

**Authorization to participate in the project „Sri Balaji 6 MW Non-Conventional Renewable  
Sources Biomass Power Project“ within the framework of the Clean Development Mechanism**

Request of Sri Balaji Biomass Power Pvt. Ltd. from 2007-07-09

Dear Madam or Sir,

On above-mentioned request the Federal Environment Agency as the German Designated National Authority authorizes Fels-Werke GmbH, 38640 Goslar, Germany, to participate in this project. In accordance with Section 8 paragraph 1 of the German Project Mechanisms Act (ProMechG) the Federal Environment Agency has approved this project on 2007-07-16 and has issued a Letter of Approval.

Yours sincerely,

On behalf of the Federal Environment Agency



Sebastian Hönicke

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Busse: X10, M29 (Bismarckplatz) /  
M19 (Herbertstraße)  
S-Bahn: S41, S42, S46 (Halensee)

**Courtesy Translation**

**Of the approval notice concerning the project activity**

**"Sri Balaji 6 MW Non-Conventional Renewable Sources Biomass Power Project"**

Issuer: Federal Environment Agency; German Emissions Trading Authority  
Consignee: Fels-Werke GmbH, 38640 Goslar, Germany

**Application for approval of the project "Sri Balaji 6 MW Non-Conventional Renewable Sources Biomass Power Project" within the framework of the Clean Development Mechanism from 2007-06-25**

Dear Madam or Sir,

The Federal Environment Agency notifies you of the approval of the above mentioned project.

**Notification.**

The Federal Republic of Germany as investor country grants its approval of the project activity "Sri Balaji 6 MW Non-Conventional Renewable Sources Biomass Power Project" within the framework of Clean Development Mechanism.

**Notice:**

This notification is subject to fees of which you will be notified separately.

**Reasons**

**I) Facts**

On 2007-07-09 Sri Balaji Biomass Power Private Limited, India applied for authorisation of Fels-Werke GmbH, Goslar, Germany, to participate in the project "Sri Balaji 6 MW Non-Conventional Renewable Sources Biomass Power Project" and nominated Fels-Werke GmbH to request a Letter of Approval. On 2007-06-25 Fels-Werke GmbH applied for approval of the project activity "Sri Balaji 6 MW Non-Conventional Renewable Sources Biomass Power Project". For further details we refer to the project design document, from February 2006, and the validation report by 'Det Norske Veritas Certification Ltd.', from 2006-03-15. Together with the application we received the Letter of Approval of the host country India from 2005-10-28 and from investor country Sweden from 2006-02-28. The project has been registered at the Executive Board on 2006-05-21.

Fels-Werke GmbH has nominated Carbon Asset Management Sweden AB, Hamburg according to Section 11 Project Mechanisms Act (ProMechG) as the authorized representative in Germany for receiving the Letter of Approval on their behalf (Letter from 2007-06-25).

**II) Legal Reasons**

The Federal Environment Agency is the competent national authority according to German law, Section 10 para. 1 ProMechG.



The authorisation is granted according to Section 8 ProMechG.

In detail it determines:

- 1) The Federal Republic of Germany and India are parties to the Kyoto Protocol.
- 2) The Federal Republic of Germany participates voluntarily in the Clean Development Mechanism (CDM) and the notified project.
- 3) The final project documentation version 2 dating February 2006 conforms to the formal and substantial requirements of Appendix B and section H of the Annex to Decision 17/CP.7.
- 4) The calculations concerning baseline and project emissions follow the baseline methodology AMS-I.D ("Grid connected renewable electricity generation", version 7). Based on the calculations in the project documentation it is expected that the project activity will lead to a reduction of greenhouse gas emissions of 200 130 tonnes of carbon dioxide equivalents in the period from 2004 until 2011. This also follows from the validation by 'Det Norske Veritas Certification Ltd.' dating 2006-03-15 (Report No. 2005-9013, Revision 1). The validation report approves the registration as CDM-project and confirms the predicted reductions of greenhouse gases.
- 5) The project does not cause severe adverse environmental impacts.
- 6) The host country India confirms with its Letter of Approval of 2005-10-28, that the project will not be adverse to sustainable development taking into account social, economic and environmental aspects.
- 7) Reasons to deny the authorization according to Section 8 para. 2 ProMechG are not apparent.

Regarding the above-mentioned project all legal requirements are fulfilled.

Therefore the Federal Republic of Germany as investor country represented by the Federal Environment Agency grants its approval to the notified project.

#### **Instruction on rights to appeal**

Administrative appeal ("Widerspruch") against this notification can be filed within one month after its announcement. The appeal has to be in written form, in an equivalent electronic form or in form of a memorandum in writing ("zur Niederschrift") and to be addressed to Umweltbundesamt, Bismarckplatz 1, 14193 Berlin. The appeal in an equivalent electronic form requires an electronic signature. For further details please refer to the announcement of the Umweltbundesamt dating January 20<sup>th</sup> 2006 ("Bekanntmachung") published in "Bundesanzeiger", issue no. 14 dating 20<sup>th</sup> of January 2006, p. 229.

Yours sincerely,

On behalf of the Federal Environment Agency



Sebastian Hönicke